

SRI TRANG AGRO-INDUSTRY PUBLIC COMPANY LIMITED

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

30 JUNE 2014

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 June 2014, the related consolidated and company statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month and six-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".

Unakorn Phruithithada
Certified Public Accountant (Thailand) No. 3257
PricewaterhouseCoopers ABAS Ltd.

Bangkok
14 August 2014

Sri Trang Agro-Industry Public Company Limited
Statements of Financial Position
As at 30 June 2014

	Notes	Consolidated		Company	
		Unaudited 30 June 2014 Baht	Audited 31 December 2013 Baht	Unaudited 30 June 2014 Baht	Audited 31 December 2013 Baht
Assets					
Current assets					
Cash and cash equivalents		1,534,849,268	1,892,728,704	426,611,158	558,713,673
Derivative financial instruments	6	199,665,311	75,974,417	120,156,935	60,511,268
Trade accounts receivable and other receivables, net	7	5,130,509,726	7,441,236,911	2,829,650,085	3,893,124,720
Amounts due from futures brokers		472,212,074	320,815,698	21,893,078	152,662,325
Inventories, net	8	10,399,814,448	16,581,938,622	4,130,722,315	7,196,300,579
Current portion of long-term borrowings to an associate	20.4	64,622,800	-	64,622,800	-
Other current assets		267,939,464	285,719,524	102,986,879	51,450,218
Total current assets		18,069,613,091	26,598,413,876	7,696,643,250	11,912,762,783
Non-current assets					
Long-term borrowings to an associate and subsidiaries	20.4	-	65,355,600	977,487,731	1,053,927,701
Fixed deposits pledged as collateral		57,911,815	61,185,033	13,478,523	13,128,278
Investments in subsidiaries	9.1	-	-	9,070,640,514	8,744,640,514
Investments in associates	9.2	1,068,488,352	3,541,181,387	649,177,500	712,177,500
Interests in joint ventures	9.3	2,676,784,927	489,247,987	83,099,800	20,099,800
Available-for-sale investments		61,997,430	52,438,932	60,953,333	51,520,878
Property, plant and equipment, net	10	13,859,483,787	12,925,857,984	5,449,116,539	4,980,761,634
Intangible assets, net	11	26,042,321	27,046,829	12,513,169	14,032,131
Investment properties		174,631,489	176,254,186	27,769,750	27,769,750
Withholding tax deducted at source		247,059,403	240,009,472	171,483,080	171,483,080
Deferred income tax assets, net	12	170,761,472	121,784,907	-	-
Other non-current assets		32,690,126	21,326,641	11,648,864	11,749,609
Total non-current assets		18,375,851,122	17,721,688,958	16,527,368,803	15,801,290,875
Total assets		36,445,464,213	44,320,102,834	24,224,012,053	27,714,053,658

Director _____

Director _____

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statements of Financial Position (Cont'd)
As at 30 June 2014

		Consolidated		Company	
		Unaudited 30 June 2014 Baht	Audited 31 December 2013 Baht	Unaudited 30 June 2014 Baht	Audited 31 December 2013 Baht
Liabilities and shareholders' equity					
Current liabilities					
Trade accounts payable and other payables	13	2,357,990,945	3,932,109,410	1,190,924,668	1,898,141,014
Short-term borrowings from financial institutions	14	8,147,300,611	14,223,084,711	2,542,227,000	5,985,183,000
Current portion of long-term borrowings from financial institutions	14	113,404,000	113,404,000	-	-
Current portion of debentures	14	1,600,000,000	1,600,000,000	1,600,000,000	1,600,000,000
Current portion of finance lease liabilities	14	26,641,090	17,873,880	4,082,288	4,399,946
Derivative financial instruments	6	239,307,389	532,851,063	172,542,731	433,015,611
Current income tax payable		23,524,108	20,490,118	2,485,570	-
Other current liabilities		41,627,939	46,473,277	13,393,489	12,667,203
Total current liabilities		12,549,796,082	20,486,286,459	5,525,655,746	9,933,406,774
Non-current liabilities					
Long-term borrowings from financial institutions	14	2,383,024,000	2,113,726,000	2,346,000,000	2,020,000,000
Debentures	14	1,450,000,000	1,450,000,000	1,450,000,000	1,450,000,000
Finance lease liabilities	14	39,809,344	28,665,810	5,725,754	5,150,373
Deferred income tax liabilities, net	12	88,249,886	68,256,032	40,623,066	21,097,006
Provision for retirement benefit obligations		119,151,265	106,867,154	47,742,009	44,583,916
Total non-current liabilities		4,080,234,495	3,767,514,996	3,890,090,829	3,540,831,295
Total liabilities		16,630,030,577	24,253,801,455	9,415,746,575	13,474,238,069

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statements of Financial Position (Cont'd)
As at 30 June 2014

	Note	Consolidated		Company	
		Unaudited 30 June 2014 Baht	Audited 31 December 2013 Baht	Unaudited 30 June 2014 Baht	Audited 31 December 2013 Baht
Liabilities and shareholders' equity (Cont'd)					
Shareholders' equity					
Share capital	15				
Authorised share capital					
Ordinary shares, 1,280,000,000 shares of par Baht 1 each (2013: 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 (2013: 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	15	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		1,194,707,496	1,206,286,840	758,755,449	769,785,087
Unrealised gains on available-for-sale investments		17,356,046	8,546,917	16,831,316	8,095,919
Cumulative currency differences on translation		(456,009,759)	(453,395,072)	-	-
Retained earnings					
Appropriated - legal reserve		128,000,000	128,000,000	128,000,000	128,000,000
Unappropriated		9,182,416,680	9,430,734,049	4,073,688,892	3,502,944,762
Equity attributable to owners of the parent		19,724,325,796	19,978,028,067	14,808,265,478	14,239,815,589
Non-controlling interests		91,107,840	88,273,312	-	-
Total shareholders' equity		19,815,433,636	20,066,301,379	14,808,265,478	14,239,815,589
Total liabilities and shareholders' equity		36,445,464,213	44,320,102,834	24,224,012,053	27,714,053,658

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 30 June 2014

	Consolidated		Company		
	Unaudited 2014 Baht	Unaudited 2013 Baht	Unaudited 2014 Baht	Unaudited 2013 Baht	
	Note				
Revenues from sales of goods and services					
		18,409,608,732	22,519,367,620	9,193,020,516	10,142,688,108
Cost of sales and services		(17,731,031,799)	(21,521,227,064)	(8,730,304,534)	(9,585,143,209)
Gross profit		678,576,933	998,140,556	462,715,982	557,544,899
Other income		40,524,559	87,748,151	1,074,237,109	815,541,027
Selling expenses		(571,928,938)	(596,237,600)	(494,110,462)	(421,627,734)
Administrative expenses		(341,258,665)	(244,534,783)	(150,073,739)	(111,679,862)
Gains (losses) on exchange rate, net		97,457,565	(112,006,601)	61,595,398	(119,285,976)
Other gains (losses), net		285,959,627	173,344,741	236,115,010	(65,918,654)
Operating profit		189,331,081	306,454,464	1,190,479,298	654,573,700
Share of profit from investments in associates and interests in joint ventures		149,997,503	140,360,382	-	-
Profit before net finance costs and income tax		339,328,584	446,814,846	1,190,479,298	654,573,700
Finance income		13,484,448	18,524,530	19,376,688	24,414,664
Finance costs		(217,928,112)	(187,717,637)	(67,228,639)	(66,559,579)
Finance costs, net		(204,443,664)	(169,193,107)	(47,851,951)	(42,144,915)
Profit before income tax		134,884,920	277,621,739	1,142,627,347	612,428,785
Income tax	17	26,043,389	37,285,789	(18,781,755)	65,335,452
Profit for the periods		160,928,309	314,907,528	1,123,845,592	677,764,237
Other comprehensive income:					
Change in tax rate used in deferred tax recognition		(6,174,917)	70,526,843	-	70,526,843
Change in fair value of available-for-sale investments, net of tax		3,833,142	(2,959,995)	3,770,971	(2,853,204)
Currency differences on translation		(87,617,175)	148,057,879	-	-
Other comprehensive income (expense) for the periods, net of tax		(89,958,950)	215,624,727	3,770,971	67,673,639
Total comprehensive income for the periods		70,969,359	530,532,255	1,127,616,563	745,437,876

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statement of Comprehensive Income (Cont'd)
For the three-month period ended 30 June 2014

	Note	Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		2014	2013	2014	2013
		Baht	Baht	Baht	Baht
Profit for the periods attributable to:					
Owners of the parent		166,592,613	308,141,375	1,123,845,592	677,764,237
Non-controlling interests		(5,664,304)	6,766,153	-	-
Profit for the periods		160,928,309	314,907,528	1,123,845,592	677,764,237
Total comprehensive income					
for the periods attributable to:					
Owners of the parent		82,068,132	521,113,900	1,127,616,563	745,437,876
Non-controlling interests		(11,098,773)	9,418,355	-	-
Total comprehensive income		70,969,359	530,532,255	1,127,616,563	745,437,876
Earnings per share					
Basic earnings per share	18	0.13	0.24	0.88	0.53

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statement of Comprehensive Income (Cont'd)
For the six-month period ended 30 June 2014

	Consolidated		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	2014	2013	2014	2013
Note	Baht	Baht	Baht	Baht
Revenues from sales of goods and services	41,174,515,750	46,759,456,848	20,822,235,129	22,091,639,582
Cost of sales and services	(39,897,432,435)	(44,441,786,866)	(19,851,597,410)	(20,838,324,321)
Gross profit	1,277,083,315	2,317,669,982	970,637,719	1,253,315,261
Other income	77,451,506	140,480,236	1,088,664,619	865,007,764
Selling expenses	(982,989,023)	(1,282,978,209)	(861,443,072)	(948,669,288)
Administrative expenses	(690,084,305)	(548,335,898)	(329,503,314)	(273,315,732)
Gains on exchange rate, net	220,724,648	342,507,494	155,389,362	220,294,154
Other gains, net	689,103,372	397,833,693	533,060,477	114,017,038
Operating profit	591,289,513	1,367,177,298	1,556,805,791	1,230,649,197
Share of profit from investments in associates and interests in joint ventures	253,448,149	246,956,909	-	-
Profit before net finance costs and income tax	844,737,662	1,614,134,207	1,556,805,791	1,230,649,197
Finance income	25,418,804	20,136,792	37,936,784	28,800,581
Finance costs	(292,436,292)	(371,004,189)	(181,713,511)	(146,906,074)
Finance costs, net	(267,017,488)	(350,867,397)	(143,776,727)	(118,105,493)
Profit before income tax	577,720,174	1,263,266,810	1,413,029,064	1,112,543,704
Income tax	17 (8,226,431)	(95,789,820)	(21,314,572)	(31,259,510)
Profit for the periods	569,493,743	1,167,476,990	1,391,714,492	1,081,284,194
Other comprehensive income:				
Adjustment of differences from 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	-	70,526,843
Change in fair value of available-for-sale investments, net of tax	8,850,470	546,403	8,735,397	650,576
Currency differences on translation	(720,149)	(5,872,788)	-	-
Other comprehensive income for the periods, net of tax	11,639,562	55,896,751	8,735,397	71,177,419
Total comprehensive income for the periods	581,133,305	1,223,373,741	1,400,449,889	1,152,461,613

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statement of Comprehensive Income (Cont'd)
For the six-month period ended 30 June 2014

	Note	Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		2014	2013	2014	2013
		Baht	Baht	Baht	Baht
Profit for the periods attributable to:					
Owners of the parent		568,552,705	1,158,235,384	1,391,714,492	1,081,284,194
Non-controlling interests		941,038	9,241,606	-	-
Profit for the periods		569,493,743	1,167,476,990	1,391,714,492	1,081,284,194
Total comprehensive income					
for the periods attributable to:					
Owners of the parent		578,297,729	1,216,244,582	1,400,449,889	1,152,461,613
Non-controlling interests		2,835,576	7,129,159	-	-
Total comprehensive income		581,133,305	1,223,373,741	1,400,449,889	1,152,461,613
Earnings per share					
Basic earnings per share	18	0.44	0.90	1.09	0.84

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Consolidated (Unaudited)												
Attributable to owners of the parent												
	Note	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	Asset revaluation surplus, net of accumulated depreciation Baht	Unrealised gains on available-for-sale investments Baht	Cumulative differences on translation Baht	Retained earnings		Total owners of the parent Baht	Non-controlling interests Baht	Total shareholders' equity Baht
								Appropriated - legal reserve Baht	Unappropriated Baht			
Opening balance 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		-	-	-	-	-	-	-	568,552,705	568,552,705	941,038	569,493,743
Other comprehensive income												
Adjustment of differences from 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		-	-	-	(15,185,008)	-	-	-	15,185,008	-	-	-
Change in fair value of available-for-sale investments, net of tax		-	-	-	-	8,850,470	-	-	-	8,850,470	-	8,850,470
Currency differences on translation		-	-	-	-	-	(2,614,687)	-	-	(2,614,687)	1,894,538	(720,149)
Total other comprehensive income, net of tax		-	-	-	(11,579,344)	8,809,129	(2,614,687)	-	15,129,926	9,745,024	1,894,538	11,639,562
Total comprehensive income		-	-	-	(11,579,344)	8,809,129	(2,614,687)	-	583,682,631	578,297,729	2,835,576	581,133,305
Transactions with shareholders' equity												
Dividend payment	19	-	-	-	-	-	-	-	(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 June 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

Sri Trang Agro-Industry Public Company Limited
Statement of Changes in Shareholders' Equity (Cont'd)
For the six-month period ended 30 June 2014

Consolidated (Unaudited)												
Attributable to owners of the parent												
	Note	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	Asset revaluation surplus, net of accumulated depreciation Baht	Unrealised gains on available-for-sale investments Baht	Cumulative differences on translation Baht	Retained earnings		Total owners of the parent Baht	Non-controlling interests Baht	Total shareholders' equity Baht
								Appropriated - legal reserve Baht	Unappropriated Baht			
Opening balance 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		-	-	-	-	-	-	-	1,158,235,384	1,158,235,384	9,241,606	1,167,476,990
Other comprehensive income												
Adjustment of differences from 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		-	-	-	(14,561,486)	-	-	-	14,561,486	-	-	-
Change in fair value of available-for-sale investments, net of tax		-	-	-	-	546,403	-	-	-	546,403	-	546,403
Currency differences on translation		-	-	-	-	-	(3,760,341)	-	-	(3,760,341)	(2,112,447)	(5,872,788)
Total other comprehensive income, net of tax		-	-	-	44,909,695	1,771,779	(3,760,341)	-	15,088,065	58,009,198	(2,112,447)	55,896,751
Total comprehensive income		-	-	-	44,909,695	1,771,779	(3,760,341)	-	1,173,323,449	1,216,244,582	7,129,159	1,223,373,741
Transactions with shareholders' equity												
Dividend payment	19	-	-	-	-	-	-	-	(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 June 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

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statement of Changes in Shareholders' Equity (Cont'd)
For the six-month period ended 30 June 2014

Company (Unaudited)							
Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Asset	Unrealised gains on available-for-sale investments Baht	Retained earnings		Total shareholders' equity Baht
			revaluation surplus, net of accumulated depreciation Baht		Appropriated - legal reserve Baht	Unappropriated Baht	
Opening balance 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	-	-	-	-	-	1,391,714,492	1,391,714,492
Other comprehensive income							
Amortisation on assets revaluation, net of tax	-	-	(11,029,638)	-	-	11,029,638	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	8,735,397	-	-	8,735,397
Total other comprehensive income, net of tax	-	-	(11,029,638)	8,735,397	-	11,029,638	8,735,397
Total comprehensive income	-	-	(11,029,638)	8,735,397	-	1,402,744,130	1,400,449,889
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 June 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

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited
Statement of Changes in Shareholders' Equity (Cont'd)
For the six-month period ended 30 June 2014

Company (Unaudited)							
Note	Issued and paid-up share capital Baht	Premium on share capital Baht	Asset	Unrealised gains on available-for-sale investments Baht	Retained earnings		Total shareholders' equity Baht
			revaluation surplus, net of accumulated depreciation Baht		Appropriated - legal reserve Baht	Unappropriated Baht	
Opening balance 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	-	-	-	-	-	1,081,284,194	1,081,284,194
Other comprehensive income							
Amortisation on assets revaluation, net of tax	-	-	(10,715,490)	-	-	10,715,490	-
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	-	-	-	650,576	-	-	650,576
Total other comprehensive income, net of tax	-	-	58,059,398	1,875,952	-	11,242,069	71,177,419
Total comprehensive income	-	-	58,059,398	1,875,952	-	1,092,526,263	1,152,461,613
Transactions with shareholders' equity							
Dividend payment	19	-	-	-	-	(640,000,000)	(640,000,000)
Total transactions with shareholders' equity		-	-	-	-	(640,000,000)	(640,000,000)
Closing balance as at 30 June 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

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited

Statement of Cash Flows

For the six-month period ended 30 June 2014

	Notes	Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		2014	2013	2014	2013
		Baht	Baht	Baht	Baht
Cash flows from operating activities					
Profit before income tax		577,720,174	1,263,266,810	1,413,029,064	1,112,543,704
Adjustments for:					
Unrealised (gains) losses on foreign currency translations		160,704,706	91,162,968	11,817,170	(38,611,573)
Unrealised (gains) losses from revaluation of derivative financial instruments		(417,234,568)	131,303,041	(320,118,547)	178,070,482
(Reversal of) allowance for impairment of trade accounts receivable		8,319,051	(7,715,148)	6,266,700	27,699,908
Allowance for inventory cost in excess of net realisable value		341,848,624	343,743,033	94,509,095	104,499,856
Provision for retirement benefit obligations		12,384,111	12,989,008	3,258,093	3,057,562
Depreciation charges	10	409,255,412	344,034,627	163,180,969	128,073,866
Amortisation charges	11	4,783,047	4,048,786	2,365,046	1,786,942
Loss from asset revaluation		-	36,740,002	-	-
Finance costs		292,436,292	371,004,189	181,713,511	146,906,074
Dividend income		(1,227,136)	(1,067,591)	(1,057,037,936)	(739,288,058)
Share of profit from investments in associates and interests in joint ventures		(253,448,149)	(246,956,909)	-	-
(Gains) losses on disposal and write-off of property, plant and equipment and intangible assets, net		93,865	(88,411)	145,824	834,762
Changes in operating assets and liabilities:					
(Increase) decrease in operating assets					
- Trade accounts receivable and other receivables		2,302,408,134	(497,614,409)	1,057,207,935	(201,179,125)
- Amounts due from futures brokers		(151,396,376)	206,308,702	130,769,247	54,942,097
- Inventories		5,840,275,550	2,071,386,067	2,971,069,169	2,469,345,649
- Other current assets		(7,288,608)	(32,219,190)	(8,874,382)	(15,652,583)
- Other non-current assets		(11,363,485)	2,646,552	100,745	(966,695)
Increase (decrease) in operating liabilities					
- Trade accounts payable and other payables		(1,506,435,558)	162,406,904	(610,716,044)	15,960,368
- Other current liabilities		(4,845,338)	(5,012,642)	726,286	(7,196,662)
Cash provided by operating activities		7,596,989,748	4,250,366,389	4,039,411,945	3,240,826,574
Interest paid		(314,941,101)	(343,208,095)	(202,581,236)	(124,684,364)
Income tax paid		(25,927,860)	(60,433,657)	(42,662,279)	(35,352,940)
Employee benefits paid		(100,000)	-	(100,000)	-
Net cash provided by operating activities		7,256,020,787	3,846,724,637	3,794,068,430	3,080,789,270

The accompanying notes on page 15 to 39 are an integral part of these interim financial information.

Sri Trang Agro-Industry Public Company Limited

Statement of Cash Flows (Cont'd)

For the six-month period ended 30 June 2014

	Consolidated		Company	
	Unaudited 2014 Baht	Unaudited 2013 Baht	Unaudited 2014 Baht	Unaudited 2013 Baht
Cash flows from investing activities				
Cash paid for long-term borrowings to subsidiaries	-	-	-	(900,000,000)
(Increase) decrease in fixed deposits pledged as collateral	3,273,218	(43,516,362)	(350,245)	(80,422)
Dividends received	525,690,800	336,537,078	1,057,037,936	638,788,058
Cash paid for investments in subsidiaries and associates	-	-	(326,000,000)	(1,170,000,000)
Proceeds from disposal of property, plant and equipment and intangible assets	3,098,781	19,275,674	1,036,738	307,129
Cash paid for purchases of property, plant and equipment and intangible assets	(1,335,441,276)	(1,681,017,320)	(706,309,897)	(642,324,973)
Net cash provided by (used in) investing activities	(803,378,477)	(1,368,720,930)	25,414,532	(2,073,310,208)
Cash flows from financing activities				
Decrease in short-term loans from financial institutions	(6,237,014,726)	(3,490,527,518)	(3,442,956,000)	(2,246,726,000)
Proceeds from long-term borrowings	326,000,000	804,000,000	326,000,000	804,000,000
Repayments of long-term borrowings	(56,702,000)	(58,000,000)	-	-
Proceeds from issuance of debentures	-	900,000,000	-	900,000,000
Payments on finance lease liabilities	(10,803,972)	(20,896,381)	(2,629,477)	(3,491,481)
Dividend payment	(832,000,000)	(640,000,000)	(832,000,000)	(640,000,000)
Dividend payment from subsidiaries to non-controlling interests	(1,048)	(1,147)	-	-
Net cash used in financing activities	(6,810,521,746)	(2,505,425,046)	(3,951,585,477)	(1,186,217,481)
Net decrease in cash and cash equivalents	(357,879,436)	(27,421,339)	(132,102,515)	(178,738,419)
Cash and cash equivalents at beginning of the periods	1,892,728,704	1,534,031,967	558,713,673	514,399,840
Cash and cash equivalents at end of the periods	1,534,849,268	1,506,610,628	426,611,158	335,661,421
Supplementary information for cash flows				
Cash paid for purchases of property, plant and equipment and intangible assets:				
Property, plant and equipment and intangible assets acquired	(1,320,977,894)	(1,777,235,354)	(633,564,520)	(688,633,999)
Increase in liabilities under finance lease contracts	30,714,716	55,136,964	2,887,200	5,462,800
Increase (decrease) in payable from purchases of assets	(45,178,098)	41,081,070	(75,632,577)	40,846,226
Cash paid for purchases of property, plant and equipment and intangible assets	(1,335,441,276)	(1,681,017,320)	(706,309,897)	(642,324,973)

The accompanying notes on page 15 to 39 are an integral part of these interim 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 placed new ordinary shares on the Singapore Exchange Securities Trading Limited (“SGX-ST”) on 31 January 2011. 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 were authorised for issue by the Board of Directors on 14 August 2014.

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

2 Accounting policies

2.1 Basis of preparation

These interim consolidated and company financial information were 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 interim financial information are prepared in a condensed format according to Thai Accounting Standard 34 (revised 2012), “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 2013.

An English version of the interim consolidated and company financial information has been prepared from the interim consolidated and company financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim consolidated and company 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 2013.

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

The following amendments and related interpretations are effective for the periods beginning on or after 1 January 2014 and are relevant to the Group but there is no significant impact to the Group.

TAS 1 (revised 2012)	Presentation of financial statements
TAS 7 (revised 2012)	Statement of cash flows
TAS 12 (revised 2012)	Income taxes
TAS 17 (revised 2012)	Leases
TAS 18 (revised 2012)	Revenue
TAS 19 (revised 2012)	Employee benefits
TAS 21 (revised 2012)	The effects of changes in foreign exchange rates
TAS 24 (revised 2012)	Related party disclosures
TAS 28 (revised 2012)	Investments in associates
TAS 31 (revised 2012)	Interest in joint ventures
TAS 34 (revised 2012)	Interim financial reporting
TAS 36 (revised 2012)	Impairment of assets
TAS 38 (revised 2012)	Intangible assets
TFRS 2 (revised 2012)	Share-based payment
TFRS 3 (revised 2012)	Business combinations
TFRS 5 (revised 2012)	Non-current assets held for sale and discontinued operations
TFRS 8 (revised 2012)	Operating segments
TFRIC 1	Changes in existing decommissioning, restoration and similar liabilities
TFRIC 4	Determining whether an arrangement contains a lease
TFRIC 5	Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds
TFRIC 7	Applying the restatement approach under TAS 29 financial reporting in hyperinflationary economies
TFRIC 10	Interim financial reporting and impairment
TFRIC 12	Service concession arrangements
TFRIC 13	Customer loyalty programmes
TFRIC 17	Distributions of non-cash assets to owners
TFRIC 18	Transfers of assets from customers
TSIC 15	Operating leases - incentives
TSIC 27	Evaluating the substance of transactions in the legal form of a lease
TSIC 29	Service concession arrangements: Disclosure
TSIC 32	Intangible assets - Web site costs

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 2013.

Sri Trang Agro-Industry Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2014

4 Fair value measurements

Assets and liabilities measured at fair value are classified by level of the following fair value measurement hierarchy:

Level 1 : Quoted prices in active markets for financial assets

Level 2 : Inputs other than quoted prices included within level 1 that are observable for the assets or liabilities, either directly (that is, as prices) or indirectly

Level 3 : Inputs for the assets or liabilities that are not based on observable market data

The following tables present the Group's and Company's assets and liabilities that are measured at fair value.

	Consolidated (Unaudited)			
	Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
At 30 June 2014				
Available-for-sale investments				
- Equity securities	51,570	-	10,427	61,997
Financial assets at fair value through profit or loss				
- Trading derivatives	196,079	3,586	-	199,665
Financial liabilities at fair value through profit or loss				
- Trading derivatives	98,346	140,961	-	239,307

	Company (Unaudited)			
	Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
At 30 June 2014				
Available-for-sale investments				
- Equity securities	50,526	-	10,427	60,953
Financial assets at fair value through profit or loss				
- Trading derivatives	116,571	3,586	-	120,157
Financial liabilities at fair value through profit or loss				
- Trading derivatives	39,755	132,788	-	172,543

The fair value of financial instruments traded in active markets is based on quoted market prices at the date of statement of financial position. A market is regarded as active if quoted prices are readily and regularly available. These instruments are included in Level 1. Instruments included in Level 1 comprise primarily equity securities classified as available-for-sale.

The fair value of financial instruments that are not traded in active markets (interest rate swap, forward or option) is determined by using fair value obtained from financial institutions and 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 and fair value is readily available from financial institutions, 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.

During the current financial period, there was no movement in those instruments included in Level 3 (2013: no movement).

Specific valuation techniques used to value financial instruments include:

- Quoted market prices
- Financial institution quotes for derivatives
- Fair value of forward foreign exchange contracts determined using forward exchange rate at the date of the statement of financial position, with the resulting value discounted back to present value
- Fair value of physical forward contracts determined based on quoted market prices at the date of the statement of financial position

Sri Trang Agro-Industry Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2014

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 some services provided externally.

As at 30 June 2014, the Group operates two business segments in six main geographical areas (30 June 2013: five main geographical areas). The allocation of revenue to each geographical area is based on the origin of sales.

Sales between segments are carried out at arm's length. 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 three-month period ended 30 June 2014:

	Consolidated (Unaudited)						Other Businesses	Total	
	Natural Rubber Products					Thailand			Baht'000
	Thailand	Indonesia	Singapore	USA	China				
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	
Segment revenues	13,109,225	2,116,471	4,685,486	851,112	144,325	-	575,395	21,482,014	
Inter-segment revenues	(1,072,777)	(1,578,434)	(177,687)	(24,674)	-	-	(218,833)	(3,072,405)	
Revenues from external customers	12,036,448	538,037	4,507,799	826,438	144,325	-	356,562	18,409,609	
Depreciation and amortisation	(148,622)	(45,852)	(2,798)	(389)	(756)	-	(13,273)	(211,690)	
Finance income	11,890	611	7	-	242	2	732	13,484	
Finance costs	(81,487)	(121,329)	(4,909)	(9,490)	-	-	(713)	(217,928)	
Share of profit from investments in associates and interests in joint ventures	149,998	-	-	-	-	-	-	149,998	
Income tax	(17,946)	47,603	(14,573)	29,339	(7,903)	-	(10,477)	26,043	
Profit (loss) for the period	1,369,438	(77,930)	61,878	(20,018)	5,868	(630)	25,401	1,364,007	
Intersegmental balances								(1,203,079)	
Total profit for the period								160,928	
Total assets	29,991,872	4,547,327	3,941,956	1,758,733	531,695	2,681	6,530,600	47,304,864	
Intersegmental balances								(10,859,400)	
Total assets								36,445,464	

Sri Trang Agro-Industry Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2014

5 Segment information (Cont'd)

Reportable segments by geographical area of interim consolidated financial information for the three-month period ended 30 June 2013:

	Consolidated (Unaudited)						Total Baht'000
	Natural Rubber Products					Other Businesses	
	Thailand Baht'000	Indonesia Baht'000	Singapore Baht'000	USA Baht'000	China Baht'000	Thailand Baht'000	
Segment revenues	15,506,578	3,528,777	7,341,871	1,293,688	22,055	551,855	28,244,824
Inter-segment revenues	(2,583,148)	(2,736,199)	(188,775)	-	-	(217,334)	(5,725,456)
Revenues from external customers	12,923,430	792,578	7,153,096	1,293,688	22,055	334,521	22,519,368
Depreciation and amortisation	(128,662)	(38,058)	(2,181)	(292)	(594)	(7,676)	(177,463)
Finance income	17,100	475	22	-	284	644	18,525
Finance costs	(86,012)	(84,534)	(7,899)	(9,137)	-	(136)	(187,718)
Share of profit from investments in associates and interests in joint ventures	140,360	-	-	-	-	-	140,360
Income tax	71,338	(19,059)	(5,497)	1,965	(224)	(11,237)	37,286
Profit for the period	996,556	44,126	217,723	55,686	10,044	34,093	1,358,228
Intersegmental balances							(1,043,320)
Total profit for the period							314,908
Total assets	27,410,967	5,440,473	5,352,088	1,866,315	276,868	4,913,340	45,260,051
Intersegmental balances							(9,300,123)
Total assets							35,959,928

Reportable segments by geographical area of interim consolidated financial information for the six-month period ended 30 June 2014:

	Consolidated (Unaudited)						Total Baht'000	
	Natural Rubber Products					Other Businesses		
	Thailand Baht'000	Indonesia Baht'000	Singapore Baht'000	USA Baht'000	China Baht'000	Vietnam Baht'000		Thailand Baht'000
Segment revenues	30,251,214	5,566,112	10,051,746	1,648,597	205,866	-	1,242,576	48,966,111
Inter-segment revenues	(2,789,974)	(4,010,670)	(449,137)	(24,674)	-	-	(517,140)	(7,791,595)
Revenues from external customers	27,461,240	1,555,442	9,602,609	1,623,923	205,866	-	725,436	41,174,516
Depreciation and amortisation	(289,588)	(91,483)	(5,623)	(823)	(1,556)	-	(24,965)	(414,038)
Finance income	22,880	1,046	30	-	709	2	752	25,419
Finance costs	(221,678)	(39,926)	(10,544)	(18,966)	-	-	(1,322)	(292,436)
Share of profit from investments in associates and interests in joint ventures	253,448	-	-	-	-	-	-	253,448
Income tax	(17,972)	21,413	(17,727)	39,527	(11,920)	-	(21,547)	(8,226)
Profit (loss) for the period	1,667,097	(73,019)	159,808	7,014	35,860	(630)	50,009	1,846,139
Intersegmental balances								(1,276,645)
Total profit for the period								569,494
Total assets	29,991,872	4,547,327	3,941,956	1,758,733	531,695	2,681	6,530,600	47,304,864
Intersegmental balances								(10,859,400)
Total assets								36,445,464

Sri Trang Agro-Industry Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2014

5 Segment information (Cont'd)

Reportable segments by geographical area of interim consolidated financial information for the six-month period ended 30 June 2013:

	Consolidated (Unaudited)						Total Baht'000
	Natural Rubber Products					Other Businesses	
	Thailand Baht'000	Indonesia Baht'000	Singapore Baht'000	USA Baht'000	China Baht'000	Thailand Baht'000	
Segment revenues	32,987,949	6,485,068	14,063,963	2,629,440	39,238	1,275,488	57,481,146
Inter-segment revenues	(4,788,088)	(5,034,850)	(418,032)	(124)	-	(480,595)	(10,721,689)
Revenues from external customers	28,199,861	1,450,218	13,645,931	2,629,316	39,238	794,893	46,759,457
Depreciation and amortisation	(251,513)	(74,772)	(4,229)	(656)	(1,144)	(15,770)	(348,084)
Finance income	18,002	866	33	-	592	644	20,137
Finance costs	(198,487)	(141,196)	(12,490)	(18,473)	-	(358)	(371,004)
Share of profit from investments in associates and interest in a joint venture	246,957	-	-	-	-	-	246,957
Income tax	(32,652)	(21,936)	(15,674)	1,644	(4,252)	(22,920)	(95,790)
Profit for the period	1,700,192	27,205	253,919	54,751	17,295	69,392	2,122,754
Intersegmental balances							(955,277)
Total profit for the period							1,167,477
Total assets	27,410,967	5,440,473	5,352,088	1,866,315	276,868	4,913,340	45,260,051
Intersegmental balances							(9,300,123)
Total assets							35,959,928

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) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
	Thailand	12,154,500
Indonesia	1,736,120	1,557,246
Singapore	184,534	191,334
USA	4,653	5,297
China	13,033	12,516
Vietnam	8	-
Total	14,092,848	13,150,486

Sri Trang Agro-Industry Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2014

6 Derivative financial instruments

	Consolidated			
	(Unaudited)		(Audited)	
	30 June 2014		31 December 2013	
	Assets	Liabilities	Assets	Liabilities
	Baht'000	Baht'000	Baht'000	Baht'000
Foreign exchange swaps	-	(88,828)	-	(107,411)
Foreign exchange options	-	(38,078)	-	(56,241)
Forward foreign exchange contracts	3,586	(14,055)	27,401	(313,217)
Rubber futures	150,184	(45,903)	35,157	(35,520)
Physical forward contracts	45,895	(52,443)	13,416	(20,462)
Total derivative financial instruments	199,665	(239,307)	75,974	(532,851)

	Company			
	(Unaudited)		(Audited)	
	30 June 2014		31 December 2013	
	Assets	Liabilities	Assets	Liabilities
	Baht'000	Baht'000	Baht'000	Baht'000
Foreign exchange swaps	-	(88,828)	-	(107,411)
Foreign exchange options	-	(38,078)	-	(56,241)
Forward foreign exchange contracts	3,586	(5,882)	26,486	(234,468)
Rubber futures	116,571	(39,755)	34,025	(34,896)
Total derivative financial instruments	120,157	(172,543)	60,511	(433,016)

7 Trade accounts receivable and other receivables, net

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30 June	31 December	30 June	31 December
	2014	2013	2014	2013
	Baht'000	Baht'000	Baht'000	Baht'000
Trade accounts receivable				
- other companies	4,838,319	7,170,104	2,066,781	3,531,849
<u>Less</u> Allowance for impairment of trade accounts receivable	(126,839)	(118,667)	(63,667)	(57,439)
Total trade accounts receivable				
- other companies, net	4,711,480	7,051,437	2,003,114	3,474,410
Trade accounts receivable - related companies (Note 20.3)	102,298	127,622	696,923	289,611
Total trade accounts receivable, net	4,813,778	7,179,059	2,700,037	3,764,021
Advances for inventories	57,353	50,785	8,721	8,103
Prepaid expenses	197,566	139,475	74,424	34,538
Accrued income and other receivables	61,813	71,918	46,468	86,463
Total trade accounts receivable and other receivables, net	5,130,510	7,441,237	2,829,650	3,893,125

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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 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
Within credit terms	4,554,257	6,319,023	2,426,939	3,335,602
Overdue 1 - 30 days	214,763	786,400	231,135	402,249
Overdue 31 - 60 days	17,131	63,675	7,090	11,187
Overdue 61 - 90 days	27,007	1,704	26,918	1,592
Overdue 91 - 120 days	1,835	1,819	1,771	1,819
Overdue 121 - 365 days	23,432	77,904	23,348	55,768
More than 365 days	102,192	47,201	46,503	13,243
	4,940,617	7,297,726	2,763,704	3,821,460
<u>Less</u> Allowance for impairment of trade accounts receivable	(126,839)	(118,667)	(63,667)	(57,439)
Total trade accounts receivable, net	4,813,778	7,179,059	2,700,037	3,764,021

8 Inventories, net

	Consolidated					
	At cost		Allowance for inventory cost in excess of net realisable value		Total inventories, net	
	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
Finished goods	5,670,135	6,406,892	(229,310)	(41,157)	5,440,825	6,365,735
Work-in-progress	2,348,641	2,825,680	(99,643)	(34,790)	2,248,998	2,790,890
Raw materials, vessels and chemicals	2,651,313	7,279,947	(93,327)	(4,484)	2,557,986	7,275,463
Spare parts and supplies	152,005	149,851	-	-	152,005	149,851
Total	10,822,094	16,662,370	(422,280)	(80,431)	10,399,814	16,581,939

	Company					
	At cost		Allowance for inventory cost in excess of net realisable value		Total inventories, net	
	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
Finished goods	2,111,800	2,682,492	(21,124)	-	2,090,676	2,682,492
Work-in-progress	1,044,483	1,043,659	(17,809)	-	1,026,674	1,043,659
Raw materials, vessels and chemicals	1,020,846	3,433,922	(56,218)	(642)	964,628	3,433,280
Spare parts and supplies	48,744	36,870	-	-	48,744	36,870
Total	4,225,873	7,196,943	(95,151)	(642)	4,130,722	7,196,301

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9 Investments in subsidiaries, associates and interests in joint ventures

9.1 Investments in subsidiaries

The significant investments of the Company and its subsidiaries are as follows:

	Activities	Consolidated Countries of incorporation	% Ownership interest	
			(Unaudited) 30 June 2014	(Audited) 31 December 2013
Subsidiaries				
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 plantation	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
Indirect subsidiaries				
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

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

	Relationships	Company	
		(Unaudited) 30 June 2014 Baht Million	(Audited) 31 December 2013 Baht Million
Sri Trang Rubber & Plantation Co., Ltd.	A subsidiary	326	1,670
Sri Trang International Pte Ltd.	An overseas subsidiary	-	161
Rubberland Products Co., Ltd.	A subsidiary	-	500

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

9.2 Investments in associates

The significant investments of the Company and its subsidiaries are as follows:

	Activities	Consolidated Countries of incorporation	% Ownership interest	
			(Unaudited) 30 June 2014	(Audited) 31 December 2013
Direct Associates				
Siam Sempermed Corp., Ltd. *	Manufacture of medical gloves	Thailand	-	40.23
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
Indirect associates				
Sempermed Brazil Comercio Exterior LTDA. (Held by Sempermed Singapore Pte Ltd.)	Sales of medical gloves	Brazil	50.00	50.00
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
Formtech Engineering (M) Sdn. Bhd. (Held by Sempermed Singapore Pte Ltd.)	Manufacture of glove formers	Malaysia	41.43	41.43

9.3 Interests in joint ventures

The significant interests of the Company are as follows:

	Activities	Consolidated Countries of incorporation	% Ownership interest	
			(Unaudited) 30 June 2014	(Audited) 31 December 2013
Joint ventures				
Thaitech Rubber Corporation Co., Ltd.	Manufacture of STR block rubber products	Thailand	33.50	33.50
Siam Sempermed Corp., Ltd. *	Manufacture of medical gloves	Thailand	40.23	-

* In June 2014, Siam Sempermed Corp., Ltd. changed the status from associate to joint venture.

On 22 January 1989, Sri Trang Agro-Industry Public Company Limited, at that time Sri Trang Agro-Industry Company Limited (“STA”), together with Rubberland Products Company Limited (“Rubberland”) and four Thai individuals entered into a joint venture agreement (“JVA”) with Semperit Technische Produkte Gesellschaft m.b.H. (“Semperit”) in order to set up and manage a company called Siam Sempermed Corp., Ltd (“SSC”). Semperit held 50% of the shares in SSC, and the other 50% was held between STA, Rubberland and the other four individual Thai shareholders. Later, Sri Trang Holdings Company Limited and another Thai individual respectively joined SSC to share in the 50% stake held by STA, Rubberland, and original four individual Thai shareholders (the Thai shareholders and non-listed entities in addition to STA are collectively called the “Thai Shareholders”). The proportion of shares held by Semperit on one side, STA together with Thai Shareholders remains 50:50 up until the present day.

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

9.3 Interests in joint ventures (Cont'd)

As the shareholders collectively have ultimate decision making power with regards to SSC operations; neither Semperit nor STA (together with the Thai Shareholders) alone are able to exercise the majority vote of 51% needed to pass shareholder resolutions, and consequently have control over SSC.

In June 2014, the Thai Shareholders formalised a pre-existing arrangement by entering into a written agreement (“Agreement”) whereby the Thai Shareholders explicitly agreed to act in concert with STA regarding their investment in SSC as they have done from the inception. As a result, the accounting treatment in both the separate financial statements of STA, and the consolidated financial statements of STA and its subsidiaries for its investment in SSC has been re-classified from “*Investment in Associate*” to “*Interest in Joint Venture*” starting from the date that the Agreement was signed.

10 Property, plant and equipment, net

	Consolidated (Unaudited) Baht'000	Company (Unaudited) Baht'000
For the six-month period ended 30 June 2014		
Opening net book value	12,925,858	4,980,762
Additions	1,317,178	632,718
Disposals and write-offs, net	(3,193)	(1,182)
Asset revaluation surplus	12,105	-
Depreciation charges (Note 16)	(409,255)	(163,181)
Cumulative currency differences on translation	16,791	-
Closing net book value	<u>13,859,484</u>	<u>5,449,117</u>

11 Intangible assets, net

	Consolidated (Unaudited) Baht'000	Company (Unaudited) Baht'000
For the six-month period ended 30 June 2014		
Opening net book value	27,047	14,032
Additions	3,800	846
Amortisation charges (Note 16)	(4,783)	(2,365)
Cumulative currency differences on translation	(22)	-
Closing net book value	<u>26,042</u>	<u>12,513</u>

12 Deferred income tax

Deferred income taxes are calculated in full on temporary differences, using the liability method and using a principal tax rate of 1.7% - 37.8% (2013: 1.7% - 36.3%). The deferred income taxes are temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. Deferred income tax assets are recognised for all deferred income tax assets to the extent that the realisation of the related tax benefit through future taxable profits is probable.

The movements of deferred income tax for the periods are as follows:

	Consolidated (Unaudited)		Company (Unaudited)	
	2014 Baht'000	2013 Baht'000	2014 Baht'000	2013 Baht'000
As at 1 January				
Charged/credited to profit or loss	53,529	(26,595)	(21,097)	(88,429)
Charged/credited to other comprehensive income	38,754 (9,304)	13,185 73,575	(18,829) (697)	(12,976) 70,475
Cumulative currency differences on translation	(468)	116	-	-
As at 30 June	82,511	60,281	(40,623)	(30,930)

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12 Deferred income tax (Cont'd)

The analysis of deferred income tax assets and deferred income tax liabilities is as follows:

	Consolidated			(Unaudited) 30 June 2014 Baht'000
	(Audited) 31 December 2013 Baht'000	Recorded to profit or loss Baht'000	Recorded to other comprehensive income Baht'000	
Deferred income tax assets				
Tax losses carried forward	98,172	19,075	956	118,203
Unrealised gains (losses) on derivative financial instruments	35,321	(27,328)	(882)	7,111
Allowance for inventory cost in excess of net realisable value	16,452	54,065	(661)	69,856
Cumulative loss from asset revaluation	19,505	18	130	19,653
Provision for retirement benefit obligations	14,930	2,352	(40)	17,242
Others	24,621	(2,347)	29	22,303
	<u>209,001</u>	<u>45,835</u>	<u>(468)</u>	<u>254,368</u>
Deferred income tax liabilities				
Asset revaluation surplus	137,154	(1,618)	8,500	144,036
Fair value estimation of investment properties	1,108	-	-	1,108
Unrealised gains (losses) on derivative financial instruments	4,472	4,408	-	8,880
Adjustment of inventory from fair value to the lower of cost and net realisable value	10,253	4,601	6	14,860
Others	2,485	(310)	798	2,973
	<u>155,472</u>	<u>7,081</u>	<u>9,304</u>	<u>171,857</u>
Deferred income tax assets, net	<u>53,529</u>	<u>38,754</u>	<u>(9,772)</u>	<u>82,511</u>

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12 Deferred income tax (Cont'd)

	Company			(Unaudited) 30 June 2014 Baht'000
	(Audited) 31 December 2013 Baht'000	Recorded to profit or loss Baht'000	Recorded to other comprehensive income Baht'000	
Deferred income tax assets				
Unrealised gains (losses) on derivative financial instruments	31,999	(19,248)	-	12,751
Allowance for inventory cost in excess of net realisable value	3,293	3,714	-	7,007
Cumulative loss from asset revaluation	7,951	-	-	7,951
Provision for retirement benefit obligations	3,295	233	-	3,528
Others	17	-	-	17
	<u>46,555</u>	<u>(15,301)</u>	<u>-</u>	<u>31,254</u>
Deferred income tax liabilities				
Asset revaluation surplus	61,426	(880)	-	60,546
Fair value estimation of investment properties	1,108	-	-	1,108
Unrealised gains (losses) on derivative financial instruments	4,472	4,408	-	8,880
Others	646	-	697	1,343
	<u>67,652</u>	<u>3,528</u>	<u>697</u>	<u>71,877</u>
Deferred income tax liabilities, net	<u>(21,097)</u>	<u>(18,829)</u>	<u>(697)</u>	<u>(40,623)</u>

13 Trade accounts payable and other payables

	Consolidated		Company	
	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
Trade accounts payable				
- other companies	1,439,265	2,568,821	712,404	1,250,460
Trade accounts payable				
- related companies (Note 20.3)	156,437	276,286	205,036	286,672
Accrued expenses	449,305	597,027	228,211	290,916
Deferred income	169,010	289,628	14,787	45,504
Deposits and retentions received from customers	143,974	200,347	30,487	24,589
Total trade accounts payable and other payables	<u>2,357,991</u>	<u>3,932,109</u>	<u>1,190,925</u>	<u>1,898,141</u>

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14 Borrowings

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30 June	31 December	30 June	31 December
	2014	2013	2014	2013
	Baht'000	Baht'000	Baht'000	Baht'000
Current				
Overdrafts	-	20	-	-
Borrowings for packing credit	345,337	588,963	345,337	588,963
Short-term borrowings from financial institutions	7,089,449	12,406,009	2,196,890	5,396,220
Bills payable	712,515	1,228,093	-	-
Total short-term borrowings from financial institutions	8,147,301	14,223,085	2,542,227	5,985,183
Current portion of long-term borrowings from financial institutions	113,404	113,404	-	-
Current portion of debentures	1,600,000	1,600,000	1,600,000	1,600,000
Current portion of finance lease liabilities	26,641	17,874	4,082	4,400
Total current borrowings	9,887,346	15,954,363	4,146,309	7,589,583
Non-current				
Long-term borrowings from financial institutions	2,383,024	2,113,726	2,346,000	2,020,000
Debentures	1,450,000	1,450,000	1,450,000	1,450,000
Finance lease liabilities	39,809	28,666	5,726	5,150
Total non-current borrowings	3,872,833	3,592,392	3,801,726	3,475,150
Total borrowings	13,760,179	19,546,755	7,948,035	11,064,733

The movements in borrowings can be analysed as follows:

	Consolidated	Company
	(Unaudited)	(Unaudited)
	Baht'000	Baht'000
For the six-month period ended 30 June 2014		
Opening balance as at 1 January 2014	19,546,754	11,064,733
Changes in short-term borrowings from financial institutions	(6,237,015)	(3,442,956)
Additions of long-term borrowings from financial institutions and finance lease liabilities	356,715	328,887
Repayments of long-term borrowings from financial institutions and finance lease liabilities	(67,506)	(2,629)
Cumulative currency differences on translation	161,231	-
Closing balance as at 30 June 2014	13,760,179	7,948,035

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14 Borrowings (Cont'd)

	Consolidated (Unaudited) Baht'000	Company (Unaudited) Baht'000
For the six-month period ended 30 June 2013		
Opening balance as at 1 January 2013	14,853,327	6,047,465
Changes in short-term borrowings from financial institutions	(3,490,528)	(2,246,726)
Additions of long-term borrowings from financial institutions and finance lease liabilities	1,701,137	1,709,463
Repayments of long-term borrowings from financial institutions and finance lease liabilities	(20,896)	(3,492)
Cumulative currency differences on translation	76,831	-
Closing balance as at 30 June 2013	<u>13,119,871</u>	<u>5,506,710</u>

On 13 February 2013, the Company issued and offered the unsubordinated, unsecured, with name registered, and with debenture holders' representative debentures, amounting to 900,000 units. The debentures are divided into 2 tranches as follows:

- Debentures of Sri Trang Agro-Industry Public Company Limited No. 1/2013 Tranche 1 due 2016
- Debentures of Sri Trang Agro-Industry Public Company Limited No. 1/2013 Tranche 2 due 2018

15 Share capital and share premium

	Number of shares	Ordinary shares Baht'000	Share premium Baht'000	Total Baht'000
Opening balance as at 1 January 2014 (Audited)	1,280,000,000	1,280,000	8,550,990	9,830,990
Issuance of shares	-	-	-	-
Closing balance as at 30 June 2014 (Unaudited)	<u>1,280,000,000</u>	<u>1,280,000</u>	<u>8,550,990</u>	<u>9,830,990</u>
Opening balance as at 1 January 2013 (Audited)	1,280,000,000	1,280,000	8,550,990	9,830,990
Issuance of shares	-	-	-	-
Closing balance as at 30 June 2013 (Unaudited)	<u>1,280,000,000</u>	<u>1,280,000</u>	<u>8,550,990</u>	<u>9,830,990</u>

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16 Expenses by nature

The following significant items have been charged to the operating profit during the interim periods:

For the six-month periods ended	Notes	Consolidated (Unaudited)		Company (Unaudited)	
		30 June 2014 Baht'000	30 June 2013 Baht'000	30 June 2014 Baht'000	30 June 2013 Baht'000
Changes in finished goods and work-in-progress		1,213,795	635,189	569,867	1,355,486
Raw materials and consumables used		28,428,660	31,046,891	14,905,637	14,710,287
Allowance for inventory cost in excess of net realisable value		341,849	343,743	94,509	104,500
Employee costs and key management benefits		932,526	813,971	369,323	326,128
Depreciation charges	10	409,255	344,035	163,181	128,074
Amortisation charges	11	4,783	4,049	2,365	1,787
Transportation and distribution expense		551,372	418,364	367,160	266,796
Energy expense		529,525	448,077	238,350	179,874
Cess expense		308,565	783,855	233,491	524,888

Additional information

The cess expense is a fee charged to exporters of natural rubber products to be deposited into the rubber replanting aid fund managed by the Office of the Rubber Replanting Aid Fund (ORRAF) in Thailand for the purpose of replanting support.

17 Income tax

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 six-month period ended 30 June 2014 was 1.4% (the average effective tax rate for the year ended 31 December 2013 was 7.5%), and for the interim company financial information, it was 1.5% (the average effective tax rate for the year ended 31 December 2013 was 1.5%).

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18 Earnings per share

Basic earnings per share is calculated by dividing the profit for the period attributable to the owners of the Company by the weighted average number of paid-up ordinary shares in issue during the period.

	Consolidated (Unaudited)		Company (Unaudited)	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
For the three-month periods ended				
Profit attributable to owners of the parent (Baht'000)	166,593	308,141	1,123,846	677,764
Weighted average number of ordinary shares in issue (Shares)	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000
Basic earnings per share (Baht per share)	0.13	0.24	0.88	0.53
	Consolidated (Unaudited)		Company (Unaudited)	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
For the six-month periods ended				
Profit attributable to owners of the parent (Baht'000)	568,553	1,158,235	1,391,714	1,081,284
Weighted average number of ordinary shares in issue (Shares)	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000
Basic earnings per share (Baht per share)	0.44	0.90	1.09	0.84

There are no potential dilutive ordinary shares in issue during the six-month periods ended 30 June 2014 and 2013.

19 Dividends

At the Annual General Meeting of Shareholders held on 29 April 2014, it was resolved that dividend be paid to shareholders in respect of 2013 operating results at Baht 0.65 per share, totaling Baht 832 million. The dividend was paid in May 2014 to the shareholders.

At the Annual General Meeting of Shareholders held on 25 April 2013, it was resolved that dividend be paid to shareholders in respect of 2012 operating results at Baht 0.50 per share, totaling Baht 640 million. The dividend was paid in May 2013 to the shareholders.

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20 Related party transactions

The following transactions were carried out with related companies:

20.1 Revenues from sales and services and other income

For the three-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 June 2014 Baht'000	30 June 2013 Baht'000	30 June 2014 Baht'000	30 June 2013 Baht'000
Sales of goods to:				
Subsidiaries	-	-	690,450	1,142,529
Associates	8,418	799,190	-	335,586
A joint venture	857,282	-	253,563	-
	<u>865,700</u>	<u>799,190</u>	<u>944,013</u>	<u>1,478,115</u>
Service income from:				
Subsidiaries	-	-	6,354	14,552
Associates	4,286	49,910	283	2,815
A joint venture	61,261	-	3,733	-
	<u>65,547</u>	<u>49,910</u>	<u>10,370</u>	<u>17,367</u>
Dividend income:				
Subsidiaries	-	-	581,999	59,633
Associates	113,454	406,840	100,106	327,000
Joint ventures	411,010	51,589	323,710	51,589
	<u>524,464</u>	<u>458,429</u>	<u>1,005,815</u>	<u>438,222</u>
Rental income:				
Subsidiaries	-	-	213	150
Associates	-	2,478	-	192
A joint venture	3,041	-	192	-
	<u>3,041</u>	<u>2,478</u>	<u>405</u>	<u>342</u>
Interest income:				
Subsidiaries	-	-	7,676	7,511
An associate	984	840	984	840
	<u>984</u>	<u>840</u>	<u>8,660</u>	<u>8,351</u>

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20 Related party transactions (Cont'd)

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

For the six-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 June 2014 Baht'000	30 June 2013 Baht'000	30 June 2014 Baht'000	30 June 2013 Baht'000
Sales of goods to:				
Subsidiaries	-	-	1,480,311	2,213,027
Associates	15,605	1,897,390	-	731,124
A joint venture	1,733,753	-	467,876	-
	<u>1,749,358</u>	<u>1,897,390</u>	<u>1,948,187</u>	<u>2,944,151</u>
Service income from:				
Subsidiaries	-	-	13,279	30,224
Associates	8,566	96,635	522	5,290
A joint venture	118,889	-	7,519	-
	<u>127,455</u>	<u>96,635</u>	<u>21,320</u>	<u>35,514</u>
Dividend income:				
Subsidiaries	-	-	581,999	59,633
Associates	113,454	406,840	100,106	327,000
Joint ventures	411,010	51,589	323,710	51,589
	<u>524,464</u>	<u>458,429</u>	<u>1,005,815</u>	<u>438,222</u>
Rental income:				
Subsidiaries	-	-	425	206
An associate	-	3,831	-	384
A joint venture	6,081	-	384	-
	<u>6,081</u>	<u>3,831</u>	<u>809</u>	<u>590</u>
Interest income:				
Subsidiaries	-	-	15,266	11,055
An associate	1,865	1,616	1,865	1,616
	<u>1,865</u>	<u>1,616</u>	<u>17,131</u>	<u>12,671</u>

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20 Related party transactions (Cont'd)

20.2 Purchases of goods and services

For the three-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 June 2014 Baht'000	30 June 2013 Baht'000	30 June 2014 Baht'000	30 June 2013 Baht'000
Purchases of goods from:				
Subsidiaries	-	-	350,924	1,435,729
Associates	41	133,242	-	123,171
Joint ventures	565,201	561,122	160,989	-
	<u>565,242</u>	<u>694,364</u>	<u>511,913</u>	<u>1,558,900</u>
Service expenses to:				
Subsidiaries	-	-	194,652	125,928
Associates	616	450	616	443
A joint venture	16	-	-	-
	<u>632</u>	<u>450</u>	<u>195,268</u>	<u>126,371</u>
Rental expense:				
Subsidiaries	-	-	307	321
	<u>-</u>	<u>-</u>	<u>307</u>	<u>321</u>
For the six-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 June 2014 Baht'000	30 June 2013 Baht'000	30 June 2014 Baht'000	30 June 2013 Baht'000
Purchases of goods to:				
Subsidiaries	-	-	1,288,477	2,521,079
Associates	50	340,484	-	303,423
Joint ventures	1,355,250	1,712,564	336,690	-
	<u>1,355,300</u>	<u>2,053,048</u>	<u>1,625,167</u>	<u>2,824,502</u>
Service expenses from:				
Subsidiaries	-	-	433,274	292,424
Associates	1305	1,288	1,305	1,273
A joint venture	20	-	-	-
	<u>1,325</u>	<u>1,288</u>	<u>434,579</u>	<u>293,697</u>
Rental expense:				
Subsidiaries	-	-	614	807
	<u>-</u>	<u>-</u>	<u>614</u>	<u>807</u>

20 Related party transactions (Cont'd)

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

	Consolidated		Company	
	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
Trade accounts receivable: (Note 7)				
Subsidiaries	-	-	689,614	275,836
Associates	5,431	127,622	-	13,775
A joint venture	96,867	-	7,309	-
	<u>102,298</u>	<u>127,622</u>	<u>696,923</u>	<u>289,611</u>
Amounts due from futures broker:				
An associate	<u>21,893</u>	<u>152,662</u>	<u>21,893</u>	<u>152,662</u>
Other receivables:				
Subsidiaries	-	-	9,023	20,043
Associates	590	5,774	440	1,135
A joint venture	8,754	-	1	-
	<u>9,344</u>	<u>5,774</u>	<u>9,464</u>	<u>21,178</u>
Trade accounts payable: (Note 13)				
Subsidiaries	-	-	95,150	203,278
An associate	-	105,299	-	83,394
A joint venture	156,437	170,987	109,886	-
	<u>156,437</u>	<u>276,286</u>	<u>205,036</u>	<u>286,672</u>
Other payables:				
Subsidiaries	-	-	25,863	32,875
Associates	205	45,973	-	10
A joint venture	40,767	-	2	-
	<u>40,972</u>	<u>45,973</u>	<u>25,865</u>	<u>32,885</u>

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20 Related party transactions (Cont'd)

20.4 Outstanding balances arising from long-term borrowings to subsidiaries and an associate

	Consolidated		Company	
	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000	(Unaudited) 30 June 2014 Baht'000	(Audited) 31 December 2013 Baht'000
Accrued interest income:				
Subsidiaries	-	-	11,602	12,029
An associate	984	995	984	994
	<u>984</u>	<u>995</u>	<u>12,586</u>	<u>13,023</u>
Long-term borrowing to:				
Subsidiaries	-	-	977,488	988,572
An associate	64,623	65,356	64,623	65,356
	<u>64,623</u>	<u>65,356</u>	<u>1,042,111</u>	<u>1,053,928</u>

Long-term borrowings to an associate and subsidiaries are as follows:

	Relationships	Company (Unaudited)		Interest rates %	Borrowing periods
		Principles USD million	(Equivalent) Baht million		
PT Sri Trang Lingga Indonesia	A subsidiary	5	163	3.33	5 years
PT Sri Trang Lingga Indonesia	A subsidiary	10	326	2.66	3 years
P.T. Star Rubber	An indirect subsidiary	15	489	3.33	5 years
Semperflex Shanghai Co., Ltd.	An associate	2	65	5.50	3 years

20.5 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 June 2014 Baht'000	30 June 2013 Baht'000	30 June 2014 Baht'000	30 June 2013 Baht'000
For the three-month periods ended				
Salaries and other employee benefits	<u>38,449</u>	<u>30,098</u>	<u>9,687</u>	<u>8,432</u>
For the six-month periods ended				
Salaries and other employee benefits	<u>95,289</u>	<u>102,628</u>	<u>28,178</u>	<u>43,551</u>

21 Contingencies and commitments

21.1 Sale and purchase commitments

The Group and the Company are committed to certain sales and purchases. Some of the contractual prices are fixed and are to be settled at future dates and some for 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 the contractual prices are not determined at the contract date as follows:

	Consolidated (Unaudited)	Company (Unaudited)
	30 June 2014	30 June 2014
	Baht'000	Baht'000
Purchases from:		
A joint venture	412,211	-
Third parties	3,208,501	-
	<u>3,620,712</u>	<u>-</u>
Sales to:		
A joint venture	1,207,029	649,427
Third parties	25,982,607	12,550,220
	<u>27,189,636</u>	<u>13,199,647</u>

21.2 Capital commitments

The Group and the Company have capital commitments as follows:

	Consolidated (Unaudited)	Company (Unaudited)
	30 June 2014	30 June 2014
	Baht'000	Baht'000
Capital commitments	<u>930,324</u>	<u>342,252</u>

21 Contingent liabilities and commitments (Cont'd)

21.3 Commitments to guarantee borrowings of subsidiaries, associates and a joint venture and contingent liabilities

21.3.1 The Group and the Company have commitments to guarantee the borrowings of subsidiaries, an associates and a joint venture as follows:

	Consolidated (Unaudited)			
	Relationships	Currencies	30 June 2014	
Amount			(Equivalent) Baht Million	
Sri Trang USA, Inc.	An overseas subsidiary	USD Million	47	1,533
PT Sri Trang Lingga Indonesia	An overseas subsidiary	USD Million Rupiah Billion	28 260	926 706
P.T. Star Rubber	An overseas subsidiary	USD Million	4	130
Thaitech Rubber Corporation Co., Ltd.	A joint venture	Baht Million	-	34
Sempermed USA, Inc.	An overseas associate	USD Million	2	65

21.3.2 The Group has contingent liabilities for bank guarantees issued in favor of government agency totaling Baht 60 million and has pledged its fixed deposits of Baht 14 million as collateral for these bank guarantees.

21.4 Operating lease commitments - where the Group and the Company are the lessees

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

	Consolidated (Unaudited)	Company (Unaudited)
	30 June 2014	30 June 2014
	Baht'000	Baht'000
Not later than 1 year	102,632	44,723
Later than 1 year but not later than 5 years	125,512	32,830
Later than 5 years	1,605	-
Total	229,749	77,553