

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



SHANGRI-LA ASIA LIMITED

香格里拉(亞洲)有限公司

(Incorporated in Bermuda with limited liability)

website: www.ir.shangri-la.com

(Stock code: 00069)

OVERSEAS REGULATORY ANNOUNCEMENT

Shangri-La Hotel Public Company Limited (“**SHPCL**”) is a company listed on the Stock Exchange of Thailand (“**SET**”) and a 73.61% owned subsidiary of Shangri-La Asia Limited. SHPCL released to SET an announcement (“**Announcement**”) today. The following is a reproduction of the Announcement as required by the Note to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

As at the date hereof, the directors of Shangri-La Asia Limited are:

Executive directors

Mr KUOK Khoon Chen (Chairman)

Mr LUI Man Shing

Mr Madhu Rama Chandra RAO

Mr Gregory Allan DOGAN

Mr LIU Kung Wei Christopher

Independent non-executive directors

Mr Alexander Reid HAMILTON

Mr Timothy David DATTELS

Professor LI Kwok Cheung Arthur

Dr LEE Kai-Fu

Non-executive directors

Mr HO Kian Guan

Ms KUOK Hui Kwong

Mr HO Kian Hock (alternate to Mr HO Kian Guan)

Hong Kong, 16 May 2016

Shangri-La Hotel Public Company Limited
and its subsidiaries
Report and consolidated interim financial statements
For the three-month period ended 31 March 2016

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Shangri-La Hotel Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Shangri-La Hotel Public Company Limited and its subsidiaries as at 31 March 2016, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Shangri-La Hotel Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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 accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Chonlaros Suntiasvaraporn
Certified Public Accountant (Thailand) No. 4523

EY Office Limited
Bangkok: 16 May 2016

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2016

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2016</u> (Unaudited but reviewed)	<u>31 December 2015</u> (Audited)	<u>31 March 2016</u> (Unaudited but reviewed)	<u>31 December 2015</u> (Audited)
Assets					
Current assets					
Cash and cash equivalents		1,842,044	1,837,829	756,421	567,443
Current investments - fixed deposits					
with financial institutions		1,570,000	1,550,000	1,565,000	1,545,000
Trade and other receivables	4	192,910	170,011	191,689	169,625
Inventories		40,356	42,183	40,356	42,183
Other current assets		7,051	5,846	6,607	5,827
Total current assets		<u>3,652,361</u>	<u>3,605,869</u>	<u>2,560,073</u>	<u>2,330,078</u>
Non-current assets					
Investments in subsidiaries	5	-	-	1,303,000	1,303,000
Investments in associates	6	-	-	-	-
Other long-term investments					
Investments in related party	7	422,303	369,292	-	-
Investment in other company	8	131,151	131,151	-	-
Long-term loans to and interest receivables					
from related parties	3	2,257,822	2,093,459	-	-
Property, plant and equipment	9	2,118,678	2,160,301	2,116,825	2,158,448
Intangible assets		2,686	3,079	2,686	3,079
Deferred tax assets		40,378	39,840	23,975	23,437
Other non-current assets		7,040	5,772	7,040	5,772
Total non-current assets		<u>4,980,058</u>	<u>4,802,894</u>	<u>3,453,526</u>	<u>3,493,736</u>
Total assets		<u>8,632,419</u>	<u>8,408,763</u>	<u>6,013,599</u>	<u>5,823,814</u>

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

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2016

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2016 (Unaudited but reviewed)	31 December 2015 (Audited)	31 March 2016 (Unaudited but reviewed)	31 December 2015 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	10	293,813	335,424	254,462	296,303
Short-term loans from related party	3	-	-	533,700	543,000
Income tax payable		111,916	57,350	109,960	55,760
Other current liabilities	11	96,731	126,995	96,731	126,995
Total current liabilities		502,460	519,769	994,853	1,022,058
Non-current liabilities					
Provision for long-term employee benefits	12	63,254	61,399	63,254	61,399
Rental deposits		16,113	15,785	16,113	15,785
Total non-current liabilities		79,367	77,184	79,367	77,184
Total liabilities		581,827	596,953	1,074,220	1,099,242
Shareholders' equity					
Share capital					
Registered, issued and fully paid up					
130,000,000 ordinary shares of Baht 10 each		1,300,000	1,300,000	1,300,000	1,300,000
Share premium		1,590,400	1,590,400	1,590,400	1,590,400
Retained earnings					
Appropriated-statutory reserve		130,000	130,000	130,000	130,000
Unappropriated		3,914,455	3,755,887	1,926,924	1,712,117
Other components of shareholders' equity		1,095,701	1,017,301	(7,945)	(7,945)
Equity attributable to owners of the Company		8,030,556	7,793,588	4,939,379	4,724,572
Non-controlling interests of the subsidiary		20,036	18,222	-	-
Total shareholders' equity		8,050,592	7,811,810	4,939,379	4,724,572
Total liabilities and shareholders' equity		8,632,419	8,408,763	6,013,599	5,823,814
		-	-	-	-

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

Directors

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2016

(Unit: Thousand Baht except earnings per share expressed in Baht)

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Profit or loss:					
Revenues					
Revenues from hotel operations		695,204	677,337	695,204	677,337
Other income					
Exchange gains		-	66,292	-	-
Others		30,272	19,485	15,369	13,950
Total revenues		<u>725,476</u>	<u>763,114</u>	<u>710,573</u>	<u>691,287</u>
Expenses					
Cost of hotel operations		197,781	185,962	197,781	185,962
Selling expenses		46,631	38,931	46,631	38,931
Administrative expenses		142,499	130,958	142,152	130,598
Depreciation and amortisation expenses		64,840	84,507	64,840	84,507
Exchange losses		59,358	-	-	-
Total expenses		<u>511,109</u>	<u>440,358</u>	<u>451,404</u>	<u>439,998</u>
Profit before finance cost and income tax expenses		<u>214,367</u>	<u>322,756</u>	<u>259,169</u>	<u>251,289</u>
Finance cost	13	-	-	9,300	5,850
Profit before income tax expenses		<u>214,367</u>	<u>322,756</u>	<u>268,469</u>	<u>257,139</u>
Income tax expenses	14	(53,985)	(50,885)	(53,662)	(51,245)
Profit for the period		<u>160,382</u>	<u>271,871</u>	<u>214,807</u>	<u>205,894</u>
Other comprehensive income:					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Exchange differences on translation of					
financial statements in foreign currency		15,865	(140,388)	-	-
Gain (loss) on changes in value of					
available-for-sale investments		62,535	(197)	-	2,179
Less: Income tax effect	14	-	(436)	-	(436)
Net other comprehensive income to be reclassified					
to profit or loss in subsequent periods		<u>78,400</u>	<u>(141,021)</u>	<u>-</u>	<u>1,743</u>
Other comprehensive income for the period		<u>78,400</u>	<u>(141,021)</u>	<u>-</u>	<u>1,743</u>
Total comprehensive income for the period		<u>238,782</u>	<u>130,850</u>	<u>214,807</u>	<u>207,637</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 31 March 2016

(Unit: Thousand Baht except earnings per share expressed in Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Profit attributable to:				
Equity holders of the Company	158,568	271,877	<u>214,807</u>	<u>205,894</u>
Non-controlling interests of the subsidiary	<u>1,814</u>	<u>(6)</u>		
	<u>160,382</u>	<u>271,871</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	236,968	130,856	<u>214,807</u>	<u>207,637</u>
Non-controlling interests of the subsidiary	<u>1,814</u>	<u>(6)</u>		
	<u>238,782</u>	<u>130,850</u>		
Earnings per share				
Basic earnings per share	15			
Profit attributable to equity holders of the Company	<u>1.22</u>	<u>2.09</u>	<u>1.65</u>	<u>1.58</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Cash flow statement

For the three-month period ended 31 March 2016

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Cash flows from operating activities				
Profit before tax	214,367	322,756	268,469	257,139
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	64,840	84,507	64,840	84,507
Allowance for doubtful accounts	57	1,116	57	1,116
Reduction of inventory to net realisable value	(91)	(12)	(91)	(12)
Gain on sales of equipment	(134)	(144)	(134)	(144)
Provision for long-term employee benefits	1,855	1,692	1,855	1,692
Unrealised (gain) loss on exchange	60,791	24,803	(9,300)	(5,850)
Dividend income	(4,263)	-	-	-
Interest income	(22,595)	(17,047)	(10,477)	(8,344)
Profit from operating activities before changes in operating assets and liabilities	314,827	417,671	315,219	330,104
Operating assets (increase) decrease				
Trade and other receivables	(21,635)	35,468	(21,635)	35,468
Inventories	1,918	4,499	1,918	4,499
Other current assets	(215)	(460)	(215)	(460)
Other non-current assets	(1,268)	(431)	(1,268)	(431)
Operating liabilities increase (decrease)				
Trade and other payables	(38,619)	(39,462)	(38,850)	(39,598)
Other current liabilities	(30,264)	(17,638)	(30,264)	(17,460)
Provision for long-term employee benefits	-	(1,391)	-	(1,391)
Other non-current liabilities	328	956	328	956
Cash flows from operating activities	225,072	399,212	225,233	311,687
Cash paid for corporate income tax	(992)	(787)	(565)	(796)
Net cash flows from operating activities	<u>224,080</u>	<u>398,425</u>	<u>224,668</u>	<u>310,891</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 31 March 2016

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Cash flows from investing activities				
Cash paid for investment in current investments - net	(20,000)	(171,505)	(20,000)	(185,000)
Increase in loans to related parties	(207,427)	(191,678)	-	-
Cash received from interest income	13,116	11,238	9,992	8,199
Dividend income	4,263	-	-	-
Acquisitions of plant and equipment	(25,816)	(14,159)	(25,816)	(14,159)
Proceeds from sales of equipment	134	144	134	144
Net cash flows used in investing activities	<u>(235,730)</u>	<u>(365,960)</u>	<u>(35,690)</u>	<u>(190,816)</u>
Increase (decrease) in translation adjustments	<u>15,865</u>	<u>(140,388)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	4,215	(107,923)	188,978	120,075
Cash and cash equivalents at beginning of period	1,837,829	1,929,883	567,443	499,812
Cash and cash equivalents at end of period	<u>1,842,044</u>	<u>1,821,960</u>	<u>756,421</u>	<u>619,887</u>
	-		-	
Supplemental cash flow information				
Non-cash transactions				
Decrease in payable from purchases of plant and equipment	2,992	2,524	2,992	2,524

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2016

(Unit: Thousand Baht)

Consolidated financial statements												
Equity attributable to owners of the Company												
Other components of shareholders' equity												
Other comprehensive income												
Exchange differences on translation of financial statements in foreign currency												
Surplus on changes in value of available-for-sale investments												
Actuarial loss on defined employee benefit plans												
Total other components of shareholders' equity												
Total equity attributable to owners of the Company												
Equity attributable to non-controlling interests of the subsidiary												
Total shareholders' equity												
Issued and fully paid-up share capital	Share premium	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Surplus on changes in value of available-for-sale investments	Actuarial loss on defined employee benefit plans	Total other components of shareholders' equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiary	Total shareholders' equity		
		Appropriated	Unappropriated		Other company	Related company						
Balance as at 1 January 2015	1,300,000	1,590,400	130,000	3,187,933	838,496	16,557	120,991	(4,730)	971,314	7,179,647	14,144	7,193,791
Profit for the period	-	-	-	271,877	-	-	-	-	-	271,877	(6)	271,871
Other comprehensive income for the period	-	-	-	-	(140,388)	1,743	(2,376)	-	(141,021)	(141,021)	-	(141,021)
Total comprehensive income for the period	-	-	-	271,877	(140,388)	1,743	(2,376)	-	(141,021)	130,856	(6)	130,850
Balance as at 31 March 2015	1,300,000	1,590,400	130,000	3,459,810	698,108	18,300	118,615	(4,730)	830,293	7,310,503	14,138	7,324,641
Balance as at 1 January 2016	1,300,000	1,590,400	130,000	3,755,887	1,045,789	-	(20,543)	(7,945)	1,017,301	7,793,588	18,222	7,811,810
Profit for the period	-	-	-	158,568	-	-	-	-	-	158,568	1,814	160,382
Other comprehensive income for the period	-	-	-	-	15,865	-	62,535	-	78,400	78,400	-	78,400
Total comprehensive income for the period	-	-	-	158,568	15,865	-	62,535	-	78,400	236,968	1,814	238,782
Balance as at 31 March 2016	1,300,000	1,590,400	130,000	3,914,455	1,061,654	-	41,992	(7,945)	1,095,701	8,030,556	20,036	8,050,592

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2016

(Unit: Thousand Baht)

		Separate financial statements						
		Other components of shareholders' equity						
		Other comprehensive income						
		Surplus						
		on changes		Actuarials loss	Total other		Total	
		in value of		on defined	components of		shareholders'	
		available-for-sale		employee	shareholders'		shareholders'	
		investments		benefit plans	equity		equity	
Issued and fully paid-up share capital	Share premium	Retained earnings						
		Appropriated	Unappropriated					
Balance as at 1 January 2015	1,300,000	1,590,400	130,000	1,289,497	16,557	(4,730)	11,827	4,321,724
Profit for the period	-	-	-	205,894	-	-	-	205,894
Other comprehensive income for the period	-	-	-	-	1,743	-	1,743	1,743
Total comprehensive income for the period	-	-	-	205,894	1,743	-	1,743	207,637
Balance as at 31 March 2015	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>1,495,391</u>	<u>18,300</u>	<u>(4,730)</u>	<u>13,570</u>	<u>4,529,361</u>
Balance as at 1 January 2016	1,300,000	1,590,400	130,000	1,712,117	-	(7,945)	(7,945)	4,724,572
Profit for the period	-	-	-	214,807	-	-	-	214,807
Total comprehensive income for the period	-	-	-	214,807	-	-	-	214,807
Balance as at 31 March 2016	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>1,926,924</u>	<u>-</u>	<u>(7,945)</u>	<u>(7,945)</u>	<u>4,939,379</u>

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

Shangri-La Hotel Public Company Limited and its subsidiaries
Notes to consolidated interim financial statements
For the three-month period ended 31 March 2016

1. General information

1.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2015) “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

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

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

1.2 Basis of consolidation

These consolidated financial statements include the financial statements of Shangri-La Hotel Public Company Limited (“the Company”) and its subsidiaries (“the subsidiaries”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2015. There have been no changes in the composition of the Group during the current period.

1.3 New financial reporting standards

During the period, the Company has adopted the revised and new financial reporting standards and accounting treatment guidance issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2016. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements.

2. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2015.

3. Related party transactions

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

(Unit: Million Baht)

	For the three-month periods ended 31 March				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements		financial statements		
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	
<u>Transactions with associated companies</u>					
Interest income	8	6	-	-	At rates of 0.56 to 2.05 percent per annum
<u>Transactions with related companies</u>					
Revenue from hotel operations	6	4	6	4	Normal business price
Management fees	22	21	22	21	Contract price
Marketing and promotion fees	7	7	7	7	Contract price
Advertising and reservation fees	5	4	5	4	Contract price

The balances of the accounts between the Company and these related companies as at 31 March 2016 and 31 December 2015 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>31 March</u>	<u>31 December</u>	<u>31 March</u>	<u>31 December</u>
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
		(Audited)		(Audited)
<u>Other receivables - related parties (Note 4)</u>				
Associated company				
Traders Yangon Company Limited	3,552	2,218	3,552	2,218
Related companies				
Others	3,597	851	3,597	851
Total other receivables - related parties	<u>7,149</u>	<u>3,069</u>	<u>7,149</u>	<u>3,069</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
		(Audited)		(Audited)
<u>Interest receivables from related party</u>				
Subsidiary				
TRR-Kerry Development Company Limited	-	-	51,150	51,150
Less: Allowance for doubtful interest receivables	-	-	(51,150)	(51,150)
Total interest receivables from related party - net	-	-	-	-

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
		(Audited)		(Audited)
<u>Long-term loans to and interest receivables from related parties</u>				
Associated companies				
Non-interest bearing				
Traders Square Company Limited	47,737	48,932	-	-
	47,737	48,932	-	-
Interest bearing				
Shangri-La Yangon Company Limited	773,270	789,336	-	-
Traders Yangon Company Limited	534,731	546,567	-	-
Traders Square Company Limited	902,084	708,624	-	-
	2,210,085	2,044,527	-	-
Total long-term loans to and interest receivables from related parties	2,257,822	2,093,459	-	-

The above interest bearing loans carry interest at the rates of 0.56 to 2.05 percent per annum.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
		(Audited)		(Audited)
<u>Other payables - related parties (Note 10)</u>				
Related companies				
Shangri-La International Hotel Management Limited	26,219	14,393	26,219	14,393
Shangri-La International Hotel Management BV	22,920	10,528	22,920	10,528
Others	-	1,213	-	1,213
Total other payables - related parties	49,139	26,134	49,139	26,134
<u>Short-term loan from related party</u>				
Subsidiary				
Hasfield Holdings Pte., Ltd.	-	-	533,700	543,000
	-	-	533,700	543,000

The above loans are repayable on demand and no interest bearing.

During the current period, movements of loans to and interest receivables from related parties and loans from related parties were as follows:

(Unit: Thousand Baht)

	Separate financial statements			
	Balance	Increase	Decrease	Balance
	as at	during	during	as at
	1 January 2016	the period	the period	31 March 2016
			Loss on	
			exchange	
<u>Interest receivables from related party</u>				
Subsidiary				
TRR-Kerry Development Company Limited	51,150	-	-	51,150
Total interest receivables from related party	51,150	-	-	51,150

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements					
Balance	Increase	Decrease		Balance	
as at	during	during	Loss on	as at	
1 January 2016	the period	the period	exchange	31 March 2016	
<u>Long-term loans to and interest receivables</u>					
<u>from related parties</u>					
Associated companies					
Non-interest bearing					
Traders Square Company Limited	48,932	-	-	(1,195)	47,737
Interest bearing					
Shangri-La Yangon Company Limited	789,336	3,249	-	(19,315)	773,270
Traders Yangon Company Limited	546,567	1,531	-	(13,367)	534,731
Traders Square Company Limited	708,624	210,805	-	(17,345)	902,084
Total long-term loans to and interest receivables					
from related parties	2,093,459	215,585	-	(51,222)	2,257,822

(Unit: Thousand Baht)

Separate financial statements					
Balance	Increase	Decrease		Balance	
as at	during	during	Gain on	as at	
1 January 2016	the period	the period	exchange	31 March 2016	
<u>Short-term loans from related party</u>					
Subsidiary					
Hasfield Holdings Pte.,Ltd.	543,000	-	-	(9,300)	533,700
Total short-term loans from related party	543,000	-	-	(9,300)	533,700

Directors and management's benefits

During the three-month period ended 31 March 2016 and 2015, the Company and its subsidiaries had employee benefit expenses to their directors and management as detailed below.

(Unit: Thousand Baht)

	For the three-month periods ended 31 March	
	Consolidated financial statements/ Separate financial statements	
	<u>2016</u>	<u>2015</u>
Short-term employee benefits	14,167	11,806
Post-employment benefits	976	768
Total	15,143	12,574

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its related parties, as described in Note 17.2 to the financial statements.

4. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
		(Audited)		(Audited)
<u>Trade receivables - unrelated parties</u>				
Age on the basis of invoice date				
Less than 120 days	152,140	135,954	152,140	135,954
120 - 180 days	256	2,462	256	2,462
Over 180 days	2,739	865	2,739	865
Total	155,135	139,281	155,135	139,281
Less: Allowance for doubtful debts	(1,024)	(967)	(1,024)	(967)
Total trade receivables - unrelated parties, net	154,111	138,314	154,111	138,314
<u>Other receivables</u>				
Other receivables - related parties (Note 3)	7,149	3,069	7,149	3,069
Other receivables - unrelated parties	17,313	15,612	16,092	15,226
Prepaid expenses	14,337	13,016	14,337	13,016
Total other receivables	38,799	31,697	37,578	31,311
Total trade and other receivables - net	192,910	170,011	191,689	169,625

5. Investments in subsidiaries

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

Company's name	Paid-up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2016	2015	2016	2015	2016	2015
			(Percent)	(Percent)	(Audited)	
Town Development Company Limited	Baht 1,303 million	Baht 1,303 million	100	100	1,303,000	1,303,000
Total investments in subsidiary					1,303,000	1,303,000

The Company's subsidiaries held through its subsidiaries are summarised below.

Company's name	Nature of business	Country of incorporation	Paid-up capital		Percentage of shareholding	
			31 March	31 December	31 March	31 December
			2016	2015	2016	2015
					Percent	Percent

Subsidiaries held through Town Development Company Limited

TRR-Kerry Development Company Limited	Holding investment	Thailand	Baht 231 million	Baht 231 million	57.33	57.33
Apizaco Limited	Holding investment	Hong Kong	HKD 206 million	HKD 206 million	100.00	100.00
Hasfield Holdings Pte.,Ltd.	Holding investment	Singapore	SGD 34 million	SGD 34 million	100.00	100.00
Traders Hotel and Resort Limited	Not yet operated	Thailand	Baht 0.2 million	Baht 0.2 million	100.00	100.00

Subsidiary held through Apizaco Limited

Zukerman Limited	Holding investment	British Virgin	USD 1	USD 1	100.00	100.00
------------------	--------------------	----------------	-------	-------	--------	--------

6. Investments in associates

6.1 Details of associates:

Company's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage		Cost		Carrying amounts based on equity method	
			31 March	31 December	31 March	31 December	31 March	31 December
			2016	2015	2016	2015	2016	2015
		(Percent)	(Percent)	(Audited)		(Audited)		
<u>Associated companies (owned by Zukerman Limited)</u>								
Traders Yangon Company Limited	Hotel	Myanmar	23.53	23.53	31,453	32,241	-	-
Shangri-La Yangon Company Limited	Serviced apartments	Myanmar	22.22	22.22	18,592	19,057	-	-
Traders Square Company Limited	Not yet operated	Myanmar	23.56	23.56	741	760	-	-
Total					50,786	52,058	-	-

6.2 Exchange differences on translation of financial statements in foreign currency

During the periods, the Company has recognised exchange differences on translation of financial statements in foreign currency in the consolidated financial statements as follows:

(Unit: Thousand Baht)

Company's name	For the three-month periods ended 31 March	
	2016	2015
Traders Square Company Limited	-	9
Total	-	9

6.3 Summarised financial information of associates

Financial information of the associated companies is summarised below.

(Unit: Thousand Baht)

Company's name	Paid-up capital		Total assets		Total liabilities		Total revenues for the three-month periods ended		Profit (loss) for the three-month periods ended	
	31 March	31 December	31 March	31 December	31 March	31 December	31 March		31 March	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Traders Yangon Company Limited	USD 3.6 million	USD 3.6 million	2,935,693	3,115,498	2,933,791	4,847,107	268,820	322,719	59,879	66,492
Shangri-La Yangon Company Limited	USD 2.0 million	USD 2.0 million	4,438,527	4,649,096	3,600,474	4,958,874	163,640	135,368	(5,145)	(110,672)
Traders Square Company Limited	USD 0.1 million	USD 0.1 million	4,220,376	3,387,583	4,226,161	3,390,598	-	-	(2,876)	-

6.4 Investment in associates with capital deficit

The Company recognised share of losses from investment in three associates, as listed below, until the value of the investments approached zero. Subsequent losses incurred by those associates have not been recognised in the Company's accounts since the Company has no obligations, whether legal or constructive, to make any payments on behalf of those associates. The amount of such unrecognised share of losses is set out below.

(Unit: Thousand Baht)

Company's name	Unrecognised share of gains (losses)		
	For the three-month period ended	Cumulative unrecognised share of losses as at	
	31 March 2016	31 March 2016	31 December 2015
			(Audited)
Traders Yangon Company Limited	14,090	(383,795)	(397,885)
Shangri-La Yangon Company Limited	(1,143)	(64,701)	(63,558)
Traders Square Company Limited	(678)	(1,364)	(686)
Total	12,269	(449,860)	(462,129)

(Unaudited but reviewed)

7. Investments in related party

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2016	31 December 2015
		(Audited)
Cost - Ordinary shares of Shangri-La Asia Limited	380,311	389,835
Add: Unrealised gain (loss) on changes in value of investments	41,992	(20,543)
Fair value	<u>422,303</u>	<u>369,292</u>

8. Investments in other company - Net

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2016	31 December 2015
		(Audited)
Cost - Ordinary shares of Don Muang Tollway Public Company Limited	213,164	213,164
Less: Allowance for loss on diminution in value of investments	(82,013)	(82,013)
Investments in other company, net	<u>131,151</u>	<u>131,151</u>

9. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2016 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2016	2,160,301	2,158,448
Acquisitions during the period - at cost	22,717	22,717
Depreciation for the period	(64,340)	(64,340)
Net book value as at 31 March 2016	<u>2,118,678</u>	<u>2,116,825</u>

(Unaudited but reviewed)

10. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
		(Audited)		(Audited)
Trade payables - unrelated parties	92,071	104,903	92,071	104,903
Other payables - related parties (Note 3)	49,139	26,134	49,139	26,134
Other payables - unrelated parties	12,977	15,062	12,977	15,062
Interest payables to minority shareholders of subsidiary	38,538	38,538	-	-
Construction payables	6,574	9,566	6,574	9,566
Retention payables	4,695	4,014	4,695	4,014
Accrued expenses	89,819	137,207	89,006	136,624
Total trade and other payables	293,813	335,424	254,462	296,303

11. Other current liabilities

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
		(Audited)		(Audited)
Advances from customers	50,656	87,036	50,656	87,036
Others	46,075	39,959	46,075	39,959
Total other current liabilities	96,731	126,995	96,731	126,995

12. Provision for long-term employee benefits

Movements in the provision for long-term employee benefits account during the three-month period ended 31 March 2016 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements/ Separate financial statements
Balance as at 1 January 2016	61,399
Current service cost	1,455
Interest cost	400
Balance as at 31 March 2016	63,254

13. Finance cost

Finance cost for the three-month periods ended 31 March 2016 and 2015 are summarised below:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Unrealised gain on exchange rate on short-term loan from related parties	-	-	9,300	5,850
Total	-	-	9,300	5,850

14. Income tax

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

Income tax expenses for the three-month periods ended 31 March 2016 and 2015 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Current income tax:				
Interim corporate income tax charge	(54,523)	(30,177)	(54,200)	(30,537)
Deferred tax:				
Relating to origination and reversal of temporary differences	538	(20,708)	538	(20,708)
Income tax expenses reported in the statements of comprehensive income	(53,985)	(50,885)	(53,662)	(51,245)

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2016 and 2015 are as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Deferred tax relating to gain on changes in value of available-for-sale investments	-	(436)	-	(436)

15. Earnings per share

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

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Profit for the period (Thousand Baht)	158,568	271,877	214,807	205,894
Weighted average number of ordinary shares (Thousand shares)	130,000	130,000	130,000	130,000
Earnings per share (Baht per share)	1.22	2.09	1.65	1.58

16. Segment information

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

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2016 and 2015, respectively.

(Unit: Million Baht)

	For the three-month periods ended 31 March											
	Hotel business				Holding Investment	Total segments	Adjustments and		Consolidated			
	Hotel in Bangkok		Hotel in Chiangmai				eliminations					
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015		
Revenues												
External customers	542	540	153	137	-	-	695	677	-	-	695	677
Total revenues	542	540	153	137	-	-	695	677	-	-	695	677
Operating results												
Segment gross profit	385	389	113	102	-	-	498	491	-	-	498	491
Interest income	10	9	-	-	14	9	24	18	(1)	(1)	23	17
Exchange gains (losses)	-	-	-	-	(59)	66	(59)	66	-	-	(59)	66
Other income	5	5	-	1	4	-	9	6	(1)	(3)	8	3
Depreciation and amortisation expenses	(38)	(59)	(27)	(26)	-	-	(65)	(85)	-	-	(65)	(85)
Income tax expenses	(46)	(51)	(8)	-	-	-	(54)	(51)	-	-	(54)	(51)
Segment profit	184	171	32	35	(61)	67	155	273	5	(1)	160	272

17. Commitments and contingent liabilities

17.1 Capital commitments

As at 31 March 2016, the Company had capital commitments of approximately Baht 32 million (31 December 2015: Baht 40 million), relating to the construction and renovation of the building of the Hotel in Bangkok.

17.2 Guarantee

- (1) As at 31 March 2016, there were outstanding bank guarantees of approximately Baht 11 million (31 December 2015: Baht 11 million) issued by a bank on behalf of the Company in respect of electricity usage.
- (2) As at 31 March 2016 and 31 December 2015, the Company has guaranteed loans of its two associated companies, Traders Yangon Company Limited and Shangri-La Yangon Company Limited, amounting to USD 11.77 million and USD 6.67 million, respectively, which is guaranteed loans with respect to the subsidiary's proportionate interest in these associates.

18. Foreign currency risk

The balances of financial assets and liabilities denominated in foreign currencies of the Company and its subsidiaries as at 31 March 2016 and 31 December 2015 are summarised below.

Foreign currency	Consolidated financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	As at	As at	As at	As at	As at	As at
	31 March	31 December	31 March	31 December	31 March	31 December
	2016	2015	2016	2015	2016	2015
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
		(Audited)		(Audited)		
USD	65	59	-	-	35.2392	36.0886
Foreign currency	Separate financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	As at	As at	As at	As at	As at	As at
	31 March	31 December	31 March	31 December	31 March	31 December
	2016	2015	2016	2015	2016	2015
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
		(Audited)		(Audited)		
USD	-	-	15	15	35.2392	36.0886

19. Fair value of financial instruments

As of 31 March 2016, the subsidiary had the following assets that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments in related party				
Equity instruments	422,303	-	-	422,303

During the current period, there were no transfers within the fair value hierarchy.

20. Events after the reporting period

On 28 April 2016, a meeting of the Company's Annual General Meeting of the shareholders approved the payment of a dividend for 2015 of Baht 2.00 per share, or a total of Baht 260 million. The dividend will be paid to the shareholders in May 2016 and will be recorded in the second quarter of current year.

21. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 16 May 2016.

To : Managing Director
The Stock Exchange of Thailand

Date : May 16, 2016

Re : Management Discussion and Analysis for the period ended March 31, 2016

The Board of Directors is pleased to announce the Company's results for the period ended March 31, 2016 as follows:-

Net profit after corporate income tax for the period ended March 31, 2016 and 2015:

(Baht in million)	<u>2016</u>	<u>2015</u>	<u>Change</u>
The Company	214.81	205.89	4.33%
Consolidated	158.57	271.88	(41.68%)

The Company:

The Company's profit before corporate income tax for the period ended March 31, 2016 increased by Baht 11.33 million against the corresponding period last year. The increase in the Company's profit was mainly attributed to the increase in profit before income tax of Shangri-La Hotel, Bangkok ("SLBK") by Baht 7.45 million and increase in profit before income tax of Shangri-La Hotel, Chiang Mai ("SLCM") by 3.88 million.

Revenues from hotel operation of SLBK for the period ended March 31, 2016 increased by Baht 1.44 million against the corresponding period last year from Baht 540.56 million to Baht 542.00 million due to the increase in revenues from room and food & beverage. Gross Profit before expenses decreased by Baht 3.80 million. Selling and administrative expenses increased by Baht 6.13 million and Baht 8.63 million respectively. Depreciation expenses decreased by Baht 20.87 million against the same period last year due to completion of depreciable life of furniture & fixtures. As a result, the profit before corporate income tax increased by Baht 7.45 million from profit of Baht 221.68 million to Baht 229.13 million.

Profit before income tax of SLCM for the period ended March 31, 2016 increased by Baht 3.88 million against the corresponding period last year primarily due to higher revenues from hotel operation by Baht 16.43 million from Baht 136.77 million to Baht 153.20 million as a result of better average room rates. Gross Profit before expenses increased by Baht 9.85 million. Selling and administrative expenses increased by Baht 1.57 million and Baht 2.92 million respectively. Depreciation expenses increased by Baht 1.20 million against the same period last year. As a result, the profit before corporate income tax increased by Baht 3.88 million from profit of Baht 35.46 million to Baht 39.34 million. Consequently, the total profit before corporate income tax of SLBK and SLCM increased by Baht 11.33 million to Baht 268.47 million. The corporate income tax increased by Baht 2.42 million. As a result, the Company recorded a net profit after tax of Baht 214.81 million for the period ended March 31, 2016 compared to profit of Baht 205.89 million against the same period last year (increased by 4.33%).

Consolidated:

The consolidated profit before corporate income tax for the period ended March 31, 2016 decreased by Baht 108.39 million against the corresponding period last year. The decrease in consolidated profit before corporate income tax was due to the decrease in profit of subsidiaries of the Company by Baht 119.72 million, partially offset by the increase in the Company's profit before corporate income tax of Baht 11.33 million. The decrease in profit of subsidiaries was largely due to exchange loss on loan to a related company. As a result, the corporate income tax increased by Baht 3.10 million. Overall, the consolidated net profit after tax for the period ended March 31, 2016 decreased by Baht 113.31 million against the corresponding period last year (decreased by 41.68%).

Yours faithfully,

(Mrs. Pavinee Meensuk)
Director and Company Secretary

Headline: Reviewed Quarter 1 and Consolidated F/S (F45-3)

Security Symbol: SHANG

Announcement Details

The Company and Consolidated Financial Statement (F45-3)

Company name	SHANGRI-LA HOTEL PUBLIC COMPANY LIMITED
Quarter	Quarter 1

(In thousands)

The Consolidated Financial Statement

	Quarter 1	
Status	Reviewed	
Ending	31 March	
Year	2016	2015
Net profit (loss)	158,568	271,877
EPS (baht)	1.22	2.09

The Company Financial Statement

	Quarter 1	
Status	Reviewed	
Ending	31 March	
Year	2016	2015
Net profit (loss)	214,807	205,894
EPS (baht)	1.65	1.58

Type of report	Unqualified opinion
----------------	---------------------

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 _____
(Mrs. Pavinee Meensuk)
Director and Company Secretary
Authorized to sign on behalf of the company

This announcement was prepared and disseminated by listed company or issuer through the electronic system which is provided for the purpose of dissemination of the information and related documents of listed company or issuer to the Stock Exchange of Thailand only. The Stock Exchange of Thailand has no responsibility for the correctness and completeness of any statements, figures, reports or opinions contained in this announcement, and has no liability for any losses and damages in any cases. In case you have any inquiries or clarification regarding this announcement, please directly contact listed company or issuer who made this announcement.