

***THAI WACOAL PUBLIC COMPANY
LIMITED AND SUBSIDIARIES***

Interim financial statements

***Three-month and Six-month periods ended
June 30, 2017***

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

TO THE BOARD OF DIRECTORS

THAI WACOAL PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Thai Wacoal Public Company Limited and its subsidiaries and the separate statement of financial position of Thai Wacoal Public Company Limited as at June 30, 2017, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2017, and the related consolidated and separate statements of changes in equity and cash flows for the six-month period ended June 30, 2017 and the condensed notes to financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Thai Standard on Review Engagements No. 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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



Manoon Manusook

Certified Public Accountant (Thailand)

Registration No. 4292

BANGKOK

August 11, 2017

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2017

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		June 30,	December 31,	June 30,	December 31,
		2017	2016	2017	2016
		“Unaudited”		“Unaudited”	
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		33,767	61,775	15,600	40,671
Temporary investments	4	169,620	249,786	129,470	66,833
Trade and other receivables	5	749,374	623,812	842,978	730,190
Other short-term loans	6	51,550	51,550	51,550	51,550
Inventories		1,177,960	1,225,289	1,009,533	1,105,422
Other current assets					
Refundable value added tax		4,760	1,203	4,759	1,203
Supplies		17,029	16,517	11,415	11,407
Others		2,579	3,227	1,597	2,087
		<u>24,368</u>	<u>20,947</u>	<u>17,771</u>	<u>14,697</u>
Total Current Assets		<u>2,206,639</u>	<u>2,233,159</u>	<u>2,066,902</u>	<u>2,009,363</u>
NON-CURRENT ASSETS					
Deposit at bank under obligation	7	6,489	6,843	6,489	6,843
Available-for-sale investments	8	1,549,717	1,469,346	1,538,692	1,458,621
Investments in subsidiaries	9	-	-	132,032	132,032
Investments in associates	10	41,896	46,999	58,046	58,046
Other long-term investments	11	873,730	852,917	870,460	849,647
Investment property		717,093	676,993	721,887	681,874
Property, plant and equipment		1,288,550	1,350,327	1,125,811	1,178,007
Intangible assets		39,545	41,662	39,207	41,235
Leasehold rights		3,076	3,677	3,076	3,677
Other non-current assets		5,228	5,290	3,289	3,559
Total Non-current Assets		<u>4,525,324</u>	<u>4,454,054</u>	<u>4,498,989</u>	<u>4,413,541</u>
TOTAL ASSETS		<u><u>6,731,963</u></u>	<u><u>6,687,213</u></u>	<u><u>6,565,891</u></u>	<u><u>6,422,904</u></u>

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2017

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		June 30,	December 31,	June 30,	December 31,
		2017	2016	2017	2016
		“Unaudited”		“Unaudited”	
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Bank overdrafts and short-term borrowings					
from financial institutions	12	-	18,000	-	18,000
Trade and other payables	13	496,431	576,416	565,415	614,117
Current portion of financial lease liabilities	14	452	436	278	255
Accrued income tax		24,165	13,946	22,783	13,231
Other current liabilities					
Provision for goods returned		30,000	30,000	30,000	30,000
Withholding tax payable		2,345	7,662	1,807	6,438
Others		4,831	5,150	802	1,600
		<u>37,176</u>	<u>42,812</u>	<u>32,609</u>	<u>38,038</u>
Total Current Liabilities		<u>558,224</u>	<u>651,610</u>	<u>621,085</u>	<u>683,641</u>
NON-CURRENT LIABILITIES					
Financial lease liabilities	14	422	648	423	568
Deferred tax liabilities	15	100,504	86,061	130,712	116,560
Employee benefit obligations	16	528,711	509,203	343,254	340,425
Total Non-current Liabilities		<u>629,637</u>	<u>595,912</u>	<u>474,389</u>	<u>457,553</u>
TOTAL LIABILITIES		<u>1,187,861</u>	<u>1,247,522</u>	<u>1,095,474</u>	<u>1,141,194</u>

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2017

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		June 30,	December 31,	June 30,	December 31,
		2017	2016	2017	2016
		“Unaudited”		“Unaudited”	
LIABILITIES AND EQUITY (CONTINUED)					
EQUITY					
SHARE CAPITAL					
Authorized share capital					
120,000,000 ordinary shares of					
Baht 1.00 each		120,000	120,000	120,000	120,000
Issued and paid-up share capital					
120,000,000 ordinary shares of					
Baht 1.00 each, fully paid		120,000	120,000	120,000	120,000
PREMIUM ON ORDINARY SHARES		297,190	297,190	297,190	297,190
RETAINED EARNINGS					
Appropriated					
Legal reserve		12,000	12,000	12,000	12,000
General reserve		371,402	354,038	371,402	354,038
Unappropriated		3,879,550	3,856,400	3,807,082	3,699,865
OTHER COMPONENTS OF EQUITY		863,741	799,817	862,743	798,617
EQUITY ATTRIBUTABLE TO					
OWNERS OF THE PARENT		5,543,883	5,439,445	5,470,417	5,281,710
NON-CONTROLLING INTERESTS		219	246	-	-
TOTAL EQUITY		5,544,102	5,439,691	5,470,417	5,281,710
TOTAL LIABILITIES AND EQUITY		6,731,963	6,687,213	6,565,891	6,422,904

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF PROFIT OR LOSS

FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Revenues from sales of goods and rendering of services	17	1,150,030	1,017,135	1,222,825	1,118,733
Costs of sales of goods and rendering of services	18	(880,690)	(779,363)	(1,004,682)	(932,169)
Gross profit		269,340	237,772	218,143	186,564
Dividend		53,276	48,063	170,607	164,939
Other income		24,314	21,422	24,977	21,540
Profit before expenses		346,930	307,257	413,727	373,043
Selling expenses		(29,332)	(26,015)	(28,051)	(24,935)
Administrative expenses		(161,984)	(145,686)	(139,609)	(125,141)
Management benefit expenses		(27,304)	(31,747)	(19,695)	(24,118)
Loss on impairment of investments		(3,970)	(3,390)	(3,970)	(3,390)
Other expenses		-	(397)	-	(397)
Profit before financial cost and income tax expense		124,340	100,022	222,402	195,062
Financial cost		(36)	(1,364)	(31)	(1,355)
Share of loss from investments in associates	10	(1,834)	(4,127)	-	-
Profit before income tax		122,470	94,531	222,371	193,707
Income tax expense	19	(11,387)	(6,044)	(9,879)	(5,797)
NET PROFIT FOR THE PERIOD		111,083	88,487	212,492	187,910
PROFIT ATTRIBUTABLE TO					
Owners of the parent		111,082	88,483	-	-
Non-controlling interests		1	4	-	-
		111,083	88,487	-	-
BASIC EARNINGS OF THE COMPANY					
PER SHARE	BAHT	0.93	0.74	1.77	1.57
WEIGHTED AVERAGE NUMBER OF					
ORDINARY SHARES	SHARES	120,000,000	120,000,000	120,000,000	120,000,000

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2017
“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Net profit for the period	111,083	88,487	212,492	187,910
Other comprehensive income (loss)				
Items that will be reclassified subsequently to profit or loss				
Unrealized gain (loss) on the changes				
in fair value of available-for-sale securities	(23,492)	12,129	(22,512)	13,106
Exchange differences on translating financial statements				
of foreign operations	(347)	-	-	-
Income tax relating to items that will be				
reclassified subsequently	4,770	(2,426)	4,503	(2,621)
Other comprehensive income for the period, net of income tax	(19,069)	9,703	(18,009)	10,485
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	92,014	98,190	194,483	198,395
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	92,013	98,186	-	-
Non-controlling interests	1	4	-	-
	92,014	98,190	-	-

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF PROFIT OR LOSS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Revenues from sales of goods and rendering of services	17	2,205,282	2,029,698	2,368,383	2,219,695
Costs of sales of goods and rendering of services	18	(1,679,174)	(1,553,786)	(1,938,396)	(1,831,342)
Gross Profit		526,108	475,912	429,987	388,353
Dividend		65,555	55,557	182,886	172,433
Other income		43,059	45,381	44,751	45,693
Profit before expenses		634,722	576,850	657,624	606,479
Selling expenses		(53,089)	(48,718)	(51,400)	(46,337)
Administrative expenses		(310,928)	(281,008)	(269,145)	(241,552)
Management benefit expenses		(38,952)	(46,946)	(28,074)	(36,018)
Loss on impairment of investments		(6,170)	(3,790)	(6,170)	(3,790)
Profit before financial cost and income tax expenses		225,583	196,388	302,835	278,782
Financial cost		(209)	(3,382)	(197)	(3,362)
Share of loss from investments in associates	10	(5,071)	(4,237)	-	-
Profit before income tax		220,303	188,769	302,638	275,420
Income tax expense	19	(23,781)	(22,362)	(22,057)	(21,984)
NET PROFIT FOR THE PERIOD		196,522	166,407	280,581	253,436
PROFIT ATTRIBUTABLE TO					
Owners of the parent		196,514	166,393	-	-
Non-controlling interests		8	14	-	-
		196,522	166,407	-	-
BASIC EARNINGS OF THE COMPANY					
PER SHARE	BAHT	1.64	1.39	2.34	2.11
WEIGHTED AVERAGE NUMBER OF					
ORDINARY SHARES	SHARES	120,000,000	120,000,000	120,000,000	120,000,000

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017
“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Net profit for the period	196,522	166,407	280,581	253,436
Other comprehensive income (loss)				
Items that will be reclassified subsequently to profit or loss				
Unrealized gain on the changes				
in fair value of available-for-sale securities	79,934	35,071	80,157	35,753
Exchange differences on translating financial statements				
of foreign operations	(31)	-	-	-
Income tax relating to items that will be				
reclassified subsequently	(15,979)	(7,014)	(16,031)	(7,151)
Other comprehensive income for the period, net of income tax	63,924	28,057	64,126	28,602
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	260,446	194,464	344,707	282,038
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	260,438	194,450	-	-
Non-controlling interests	8	14	-	-
	260,446	194,464	-	-

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CHANGES IN EQUITY

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

		Other Component of equity									
	Notes	Issued and	Premium on	Retained earnings		Unrealized gain on the	Exchange differences	Total	Non-controlling	Total	
		paid-up	ordinary	Appropriated	Unappropriated	changes in fair value of	on translating	Other	interests	equity	
		share	shares	Legal reserve	General reserve	available-for-sale	financial statements	Component			
		capital				securities	of foreign operations	of equity			
Beginning balance as at January 1, 2016		120,000	297,190	12,000	338,135	3,693,351	719,227	-	5,179,903	250	5,180,153
Dividend paid	20	-	-	-	-	(132,000)	-	-	(132,000)	-	(132,000)
General reserve	20	-	-	-	15,903	(15,903)	-	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	(36)	(36)	(36)
Total comprehensive income		-	-	-	-	166,393	28,057	-	194,450	14	194,464
Ending balance as at June 30, 2016		120,000	297,190	12,000	354,038	3,711,841	747,284	-	5,242,353	228	5,242,581
Beginning balance as at January 1, 2017		120,000	297,190	12,000	354,038	3,856,400	799,817	-	5,439,445	246	5,439,691
Dividend paid	20	-	-	-	-	(156,000)	-	-	(156,000)	-	(156,000)
General reserve	20	-	-	-	17,364	(17,364)	-	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	(35)	(35)	(35)
Total comprehensive income		-	-	-	-	196,514	63,949	(25)	260,438	8	260,446
Ending balance as at June 30, 2017		120,000	297,190	12,000	371,402	3,879,550	863,766	(25)	5,543,883	219	5,544,102

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CHANGES IN EQUITY

SEPARATE FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

	Notes	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Unappropriated	Unrealized gain on the changes in fair value of available-for-sale securities	Total equity
				Legal reserve	General reserve			
Beginning balance as at January 1, 2016		120,000	297,190	12,000	338,135	3,500,486	717,763	4,985,574
Dividend paid	20	-	-	-	-	(132,000)	-	(132,000)
General reserve	20	-	-	-	15,903	(15,903)	-	-
Total comprehensive income		-	-	-	-	253,436	28,602	282,038
Ending balance as at June 30, 2016		<u>120,000</u>	<u>297,190</u>	<u>12,000</u>	<u>354,038</u>	<u>3,606,019</u>	<u>746,365</u>	<u>5,135,612</u>
Beginning balance as at January 1, 2017		120,000	297,190	12,000	354,038	3,699,865	798,617	5,281,710
Dividend paid	20	-	-	-	-	(156,000)	-	(156,000)
General reserve	20	-	-	-	17,364	(17,364)	-	-
Total comprehensive income		-	-	-	-	280,581	64,126	344,707
Ending balance as at June 30, 2017		<u>120,000</u>	<u>297,190</u>	<u>12,000</u>	<u>371,402</u>	<u>3,807,082</u>	<u>862,743</u>	<u>5,470,417</u>

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax	220,303	188,769	302,638	275,420
Adjustments :				
Depreciation	49,129	47,856	31,483	28,903
Amortization of intangible assets and leasehold rights	3,841	3,977	3,752	3,860
Gain on sale of property, plant and equipment	(153)	(1,093)	(153)	(660)
Gain on sale of intangible assets	(5)	(9)	(5)	(9)
Share of loss from investments for the equity method	5,071	4,237	-	-
Unrealized loss on exchange rate	135	110	419	110
Dividend income from investments	(65,555)	(55,557)	(182,886)	(172,433)
Loss on impairment of long-term investments	6,170	3,790	6,170	3,790
Loss on devaluation of inventories	16,810	28,002	16,013	26,849
Gain on sale of investments	(1,200)	(3,999)	(218)	(3,568)
Unrealized gain on trading securities	(204)	(2,336)	(204)	(2,336)
Employee benefit expense	41,570	30,424	19,913	21,376
Interest income	(4,603)	(8,121)	(4,297)	(7,700)
Interest expense	209	3,382	197	3,362
	<u>271,518</u>	<u>239,432</u>	<u>192,822</u>	<u>176,964</u>
Operating assets (increase) decrease				
Trade and other receivables	(125,957)	(60,847)	(112,958)	(102,697)
Inventories	30,518	(84,133)	79,876	(66,669)
Refundable value - added tax	(3,557)	(1,816)	(3,556)	(2,053)
Supplies	(512)	154	(8)	633
Other current assets	1,338	2,693	490	2,107
Operating liabilities increase (decrease)				
Trade and other payables	(79,951)	70,406	(48,655)	85,219
Withholding tax payable	(5,316)	(4,071)	(4,631)	(3,431)
Other current liabilities	(319)	(1,248)	(798)	(1,046)
Cash paid for employee benefit	(22,062)	(14,201)	(17,084)	(12,600)
Cash received from operations	<u>65,700</u>	<u>146,369</u>	<u>85,498</u>	<u>76,427</u>
Cash paid for interest expense	(168)	(3,338)	(168)	(3,338)
Cash paid for income tax	(15,789)	(15,055)	(14,385)	(13,582)
Net cash provided by operating activities	<u>49,743</u>	<u>127,976</u>	<u>70,945</u>	<u>59,507</u>

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES				
(Increase) decrease in temporary investments	101,047	163,231	(42,214)	112,781
Proceeds from short-term loans to others	-	50	-	50
Proceeds from short-term loans to related parties	-	99,000	-	99,000
Proceeds from long-term deposits at financial institutions	-	6,000	-	6,000
Payment for purchase of general investment	(19,950)	(247,000)	(19,950)	(247,000)
Payment for purchase of available-for-sale securities	-	(96,683)	-	(96,683)
Proceeds from sale of available-for-sale securities	85	220,355	85	220,355
Payment for purchase of held-to-maturity securities	(27,033)	-	(27,033)	-
Payment for purchase of property, plant and equipment	(27,447)	(124,945)	(19,311)	(122,046)
Proceeds from sale of property, plant and equipment	153	12,702	153	11,148
Proceeds from sale of intangible assets	6	15	6	15
Cash received from dividends	65,555	55,557	182,886	172,433
Cash received from interest	5,000	9,424	4,468	8,991
Increase in other non-current assets	(1,061)	(2,328)	(851)	(2,680)
Net cash provided by investing activities	96,355	95,378	78,239	162,364
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash paid for short-term borrowings from financial institutions	(18,000)	(85,000)	(18,000)	(85,000)
Dividends paid to shareholder	(156,000)	(132,000)	(156,000)	(132,000)
Dividends paid to non-controlling interests	(35)	(36)	-	-
Payment for financial lease liabilities	(289)	(289)	(189)	(189)
Net cash used in financing activities	(174,324)	(217,325)	(174,189)	(217,189)
Effect of exchange rate changes on cash and cash equivalents	218	73	(66)	73
Net increase (decrease) in cash and cash equivalents	(28,008)	6,102	(25,071)	4,755
Cash and cash equivalents as at January 1,	61,775	62,477	40,671	45,455
Cash and cash equivalents as at June 30,	33,767	68,579	15,600	50,210

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Additional information				
Cash and cash equivalents				
Cash in hand	2,192	1,799	2,057	1,678
Bank deposits in savings and current accounts	31,575	66,780	13,543	48,532
	<u>33,767</u>	<u>68,579</u>	<u>15,600</u>	<u>50,210</u>
Non-cash transactions				
Increase (decrease) in payable on purchase of machinery, furniture, fixtures and office equipment	3	1,400	(9)	859
Increase in unrealized gains on changes in fair value of available-for-sale securities in equity	66,527	28,057	64,126	28,602

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2017
“UNAUDITED”

1. OPERATIONS OF THE COMPANY AND SUBSIDIARIES

Thai Wacoal Public Company Limited (the “Company”) was registered in The Stock Exchange of Thailand and its subsidiaries are companies registered in Thailand. The principal business of the Company and subsidiaries is to manufacture and sell clothes which mainly are ladies’ lingerie. Locations of the Company and subsidiaries are as follows:

COMPANY’S NAME	LOCATION
Thai Wacoal Public Co., Ltd.	132 Soi Charoenrat 7, Khwang Bangkhlo, Bangkholaem District, Bangkok 10120
Direct subsidiaries	
SR.W. Garment Co., Ltd.	173/2 Moo 5, Sukaphibal 8 Road, Tambol Bung, Sriracha District, Chonburi 20230
Wacoal Kabinburi Co., Ltd.	121, 121/1 Moo 5, Suwannasorn Road, Tambol Nonsee, Kabinburi District, Prachinburi 25110
Wacoal Lamphun Co., Ltd.	99, 99/4 Moo 5, Liongmuang Road, Tambol Paa-Sak, Muanglamphun District, Lamphun 51000
Tora 1010 Co., Ltd.	132 Soi Charoenrat 7, Khwang Bangkhlo, Bangkholaem District, Bangkok 10120
Indirect subsidiary	
Pattaya Kabinburi Co., Ltd.	123, 123/1 Moo 5, Suwannasorn Road, Tambol Nonsee, Kabinburi District, Prachinburi 25110

The Company and subsidiaries have extensive transactions and relationships with the related companies. Accordingly, the accompanying financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred had the Company and subsidiaries operated without such affiliation.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2016) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.

2.2 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2017. 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's financial statements.

2.3 For the convenience of readers, an English translation of the financial statements has been prepared from Thai language statutory financial statements which are issued for domestic financial reporting purposes.

2.4 The consolidated and separate statements of financial position as at December 31, 2016, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.

2.5 The unaudited results of operations presented in the three-month and the six-month periods ended June 30, 2017 are not necessarily an indication nor anticipation of the operating results for the full year.

2.6 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month and the six-month periods ended June 30, 2017 should be read in conjunction with the audited financial statements for the year ended December 31, 2016.

2.7 Material intercompany transactions between the Company and its subsidiaries have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month and the six-month periods ended June 30, 2017 have included the subsidiaries' interim financial statements for the three-month and the six-month periods ended June 30, 2017 which were reviewed.

Subsidiaries are those companies whose are invested and controlled by Thai Wacoal Public Company Limited. The Company has control over an investee when a) it has power over the investee; b) it is exposed, or has rights, to variable returns from its involvement with the investee and c) has the ability to use its power to affect its returns. All three of these criteria must be met for an investor to have control over an investee.

The subsidiaries and associates incorporated in the consolidated and separate financial statements are as follows:

	As at June 30, 2017 % of Ownership	As at December 31, 2016 % of Ownership
Subsidiaries		
Direct subsidiaries		
SR.W. Garment Co., Ltd.	99.94	99.94
Wacoal Kabinburi Co., Ltd.	99.99	99.99
Wacoal Lamphun Co., Ltd.	99.99	99.99
Tora 1010 Co., Ltd.	99.97	99.97
Indirect subsidiary (Equity held by SR.W. Garment Co., Ltd.)		
Pattaya Kabinburi Co., Ltd.	99.93	99.93
Associates		
Pattaya Myanmar Co., Ltd	20.00	20.00
Myanmar Wacoal Co., Ltd	40.00	40.00

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2016.

4. TEMPORARY INVESTMENTS

Temporary investments as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Time deposit	-	46,598	-	-
Short-term investments in trading securities				
- equity securities	14,987	14,832	14,987	14,832
Short-term investments in available-for-sale securities - debt securities	94,633	138,356	54,483	2,001
Investments in held-to-maturity securities due within 1 year	60,000	50,000	60,000	50,000
	<u>169,620</u>	<u>249,786</u>	<u>129,470</u>	<u>66,833</u>

BAHT '000

Additional details of trading securities consist of the following:

	BAHT '000		
	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at June 30, 2017		
			Fair value As at June 30, 2017

Trading securities
Equity securities
- Ordinary shares

14,462	556	(31)	14,987
14,462	556	(31)	14,987

	BAHT '000		
	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at December 31, 2016		
			Fair value As at December 31, 2016

Trading securities
Equity securities
- Ordinary shares

14,511	340	(19)	14,832
14,511	340	(19)	14,832

Additional details of short-term available-for-sale securities consist of the following:

	BAHT '000		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at June 30, 2017		
			Fair value As at June 30, 2017

Available-for-sale securities
Debt securities

- Unit trust
- The Bank of Thailand's bond

91,571	81	-	91,652
2,981	-	-	2,981
94,552	81	-	94,633

	BAHT '000		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at December 31, 2016		
			Fair value As at December 31, 2016

Available-for-sale securities
Debt securities

- Unit trust
- The Bank of Thailand's bond

135,753	602	-	136,355
2,000	1	-	2,001
137,753	603	-	138,356

	SEPARATE FINANCIAL STATEMENTS			BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at June 30, 2017			As at June 30, 2017
Available-for-sale securities				
Debt securities				
- Unit trust	51,500	2	-	51,502
- The Bank of Thailand's bond	2,981	-	-	2,981
	<u>54,481</u>	<u>2</u>	<u>-</u>	<u>54,483</u>

				BAHT '000
SEPARATE FINANCIAL STATEMENTS				
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at December 31, 2016			As at December 31, 2016
Available-for-sale securities				
Debt securities				
- The Bank of Thailand's bond	2,000	1	-	2,001
	2,000	1	-	2,001

Additional details of investments in held-to-maturity securities due within 1 year consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at June 30, 2017			As at June 30, 2017
Held-to-maturity securities				
- Debentures	60,000	612	-	60,612
	60,000	612	-	60,612

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at December 31, 2016			As at December 31, 2016
Held-to-maturity securities				
- Debentures	50,000	796	-	50,796
	50,000	796	-	50,796

5. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	June 30,	December 31,	June 30,	December 31,
	2017	2016	2017	2016
Trade receivables - related companies (see Note 21)	669,822	558,538	783,819	669,463
Trade receivables - other companies	43,234	52,157	38,623	48,169
Total trade receivables	713,056	610,695	822,442	717,632
Other receivables - related companies	1,479	4,448	1,733	4,637
Other receivables - other companies	236	133	236	133
Prepaid expenses	13,784	4,699	11,598	4,194
Advance payment	5,385	72	5,103	61
Accrued income	14,046	1,981	478	1,975
Accrued interest income	1,388	1,784	1,388	1,558
Total other receivables	36,318	13,117	20,536	12,558
	749,374	623,812	842,978	730,190

Details of aging trade receivables are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	June 30,	December 31,	June 30,	December 31,
	2017	2016	2017	2016
Current	656,260	536,099	748,913	628,909
Overdue				
Within 3 months	34,645	38,332	51,508	52,552
Between 3 and 6 months	20,370	28,046	20,240	27,953
Between 6 and 12 months	1,036	7,823	1,036	7,823
More than 12 months	745	395	745	395
Trade receivables	713,056	610,695	822,442	717,632

6. OTHER SHORT-TERM LOANS

As at June 30, 2017 and December 31, 2016, other short-term loans in the consolidated and the separate financial statements are short-term loans to other companies in the form of promissory notes at call, with interest rate at 4.00% to 6.25% per annum. There is no collateral for such loans.

7. DEPOSIT AT BANK UNDER OBLIGATION

Deposit at bank under obligation as at June 30, 2017 in the consolidated and separate financial statements are time deposit with maturity term of 1 month and as at December 31, 2016 in the consolidated and separate financial statements are time deposit with maturity term of 12 months amounting to HKD 1.5 million which the Company used as collateral for credit facility from financial institution in favor of a related company (see Note 23).

8. AVAILABLE-FOR-SALE INVESTMENTS

Available-for-sale investments as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Available-for-sale securities				
Equity securities				
- Ordinary shares	959,283	872,966	948,258	862,241
- Related companies	583,120	589,021	583,120	589,021
- Other companies	1,542,403	1,461,987	1,531,378	1,451,262
Debt securities	7,314	7,359	7,314	7,359
Total	1,549,717	1,469,346	1,538,692	1,458,621

BAHT '000

8.1 Details of investments in related companies as at June 30, 2017 and December 31, 2016 are as follows: (see Note 21)

BAHT '000																
Companies	Business Type	Relationship	CONSOLIDATED FINANCIAL STATEMENTS								SEPARATE FINANCIAL STATEMENTS					
			Paid-up capital		% of ownership		Cost value		Fair value		% of Ownership		Cost value		Fair value	
			As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at
			June 30,	December 31,	June 30,	December 31,	June 30,	December 31,	June 30,	December 31,	June 30,	December 31,	June 30,	December 31,	June 30,	December 31,
			2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Available-for-sale securities																
Textile Prestige Public Co., Ltd.	Manufacturing garment	The Company's major shareholder has over 10% shareholding	108,000	108,000	18.15	18.15	64,615	64,615	388,057	335,140	18.15	18.15	64,615	64,615	388,057	335,140
I.C.C. International Public Co., Ltd.	Distributor	The Company's major shareholder has over 10% shareholding	290,634	290,634	3.92	3.92	144,640	144,640	418,843	407,446	3.82	3.82	134,815	134,815	407,818	396,721
Saha Pathana Inter Holding Public Co., Ltd.	Holding company	The Company's major shareholder	494,034	494,034	0.68	0.68	53,318	53,318	129,383	107,680	0.68	0.68	53,318	53,318	129,383	107,680
Thanulux Public Co., Ltd.	Manufacturing clothing	The Company's major Shareholder has over 10% shareholding	120,000	120,000	0.83	0.83	27,809	27,809	23,000	22,700	0.83	0.83	27,809	27,809	23,000	22,700
Total available- for-sale securities							290,382	290,382	959,283	872,966			280,557	280,557	948,258	862,241

8.2 Unrealized gains on changes in fair value of available-for-sale securities

Unrealized gains on changes in fair value of short-term and long-term available-for-sale securities as at June 30, 2017 and December 31, 2016 consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Beginning balance	799,817	719,227	798,617	717,763
Increase	63,949	80,590	64,126	80,854
Ending balance	863,766	799,817	862,743	798,617

Additional details of long-term available-for-sale securities consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS			
	Cost value/ amortized cost As at June 30, 2017	Unrealized gross profit	Unrealized gross loss	Fair value As at June 30, 2017
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related companies	290,382	673,710	(4,809)	959,283
- Other companies	172,372	423,431	(12,683)	583,120
Total	462,754	1,097,141	(17,492)	1,542,403
Debt securities				
- Government's bond	7,336	-	(22)	7,314
Total	7,336	-	(22)	7,314
	470,090	1,097,141	(17,514)	1,549,717

	CONSOLIDATED FINANCIAL STATEMENTS			
	Cost value/ amortized cost As at December 31, 2016	Unrealized gross profit	Unrealized gross loss	Fair value As at December 31, 2016
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related companies	290,382	587,693	(5,109)	872,966
- Other companies	172,372	420,672	(4,023)	589,021
Total	462,754	1,008,365	(9,132)	1,461,987
Debt securities				
- The Bank of Thailand's bonds	7,421	-	(62)	7,359
Total	7,421	-	(62)	7,359
	470,175	1,008,365	(9,194)	1,469,346

SEPARATE FINANCIAL STATEMENTS				BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at June 30, 2017			As at June 30, 2017
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related companies	280,557	672,510	(4,809)	948,258
- Other companies	172,372	423,432	(12,684)	583,120
Total	452,929	1,095,942	(17,493)	1,531,378
Debt securities				
- Government's bond	7,336	-	(22)	7,314
Total	7,336	-	(22)	7,314
	460,265	1,095,942	(17,515)	1,538,692

SEPARATE FINANCIAL STATEMENTS				BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at December 31, 2016			As at December 31, 2016
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related companies	280,557	586,793	(5,109)	862,241
- Other companies	172,372	420,672	(4,023)	589,021
Total	452,929	1,007,465	(9,132)	1,451,262
Debt securities				
- Government's bond	7,421	-	(62)	7,359
Total	7,421	-	(62)	7,359
	460,350	1,007,465	(9,194)	1,458,621

9. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as at June 30, 2017 and December 31, 2016 are as follows:

					BAHT '000	
SEPARATE						
FINANCIAL STATEMENTS						
Company	Business Type	Paid-up capital		Cost method		
		As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016	
Subsidiaries						
SR.W. Garment Co., Ltd.	Manufacturing clothing	20,000	20,000	22,037	22,037	
Wacoal Kabinburi Co., Ltd.	Manufacturing clothing	50,000	50,000	49,999	49,999	
Wacoal Lamphun Co., Ltd.	Manufacturing clothing	50,000	50,000	49,999	49,999	
Tora 1010 Co., Ltd.	Trading clothing	10,000	10,000	9,997	9,997	
Total investments in subsidiaries				132,032	132,032	

10. INVESTMENTS IN ASSOCIATES

Investments in associates as at June 30, 2017 and December 31, 2016 are as follows:

							BAHT '000
Company	Business Type	Paid-up capital		CONSOLIDATED		SEPARATE	
				FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Associates							
Pattaya Myanmar Co., Ltd.	Manufacturing clothing	25,424	25,424	5,459	5,440	5,085	5,085
Myanmar Wacoal Co., Ltd.	Manufacturing clothing	132,400	132,400	36,437	41,559	52,961	52,961
Total investments in associates				41,896	46,999	58,046	58,046

On September 12, 2013, the Company has invested in Pattaya Myanmar Co., Ltd. with 1,600 common shares at par value of USD 100 each, totaling Baht 5.08 million, or 20% of its registered shares.

On February 9, 2015, the Company has invested with a major shareholder to establish a company in the Republic of the Union of Myanmar, named as “Myanmar Wacoal Company Limited”. The total number of authorized shares is 40,000 shares, at par value of USD 100 each. The Company has invested in such company with 40% of its registered shares.

As at June 30, 2017 and December 31, 2016, the Company recorded investments in associates by equity method in the consolidated financial statements, using the information from the financial statements of the associate for the three-month and six-month periods ended June 30, 2017 and the year ended December 31, 2016 which were not audited and reviewed. Share of loss from investment in such associated companies for the three-month and six-month periods ended June 30, 2017 were Baht 1.83 million and Baht 5.07 million, respectively.

Summarized financial information in respect of the associated companies is set out below:

	UNIT : MILLION BAHT	
	As at June 30, 2017	As at December 31, 2016
Total assets	263.00	316.24
Total liabilities	(167.24)	(171.51)
Net assets	<u>95.76</u>	<u>144.73</u>

UNIT : MILLION BAHT
For the three-month periods ended
June 30,

	2017	2016
Total revenue	20.29	14.38
Net loss	(5.62)	(9.86)
Share of loss of associated companies accounted for under the equity method	(1.83)	(4.13)

UNIT : MILLION BAHT
For the six-month periods ended
June 30,

	2017	2016
Total revenue	39.98	26.55
Net loss	(12.63)	(10.41)
Share of loss of associated companies accounted for under the equity method	(5.07)	(4.24)

11. OTHER LONG-TERM INVESTMENTS

Other long-term investments as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
General investments				
Ordinary shares				
- Related companies	650,735	630,396	650,735	630,396
Less Allowance for impairment	(15,140)	(11,740)	(15,140)	(11,740)
	635,595	618,656	635,595	618,656
- Other companies	159,700	160,089	156,430	156,819
Less Allowance for impairment	(28,598)	(25,828)	(28,598)	(25,828)
	131,102	134,261	127,832	130,991
Total	766,697	752,917	763,427	749,647
Held-to-maturity securities				
Debentures	107,033	100,000	107,033	100,000
Total	107,033	100,000	107,033	100,000
	873,730	852,917	870,460	849,647

11.1 Details of investments in related companies as at June 30, 2017 and December 31, 2016 are as follows: (see Note 21)

Name of companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
							Carrying value*		Carrying value*	
			As at	As at	As at	As at	As at	As at	As at	As at
			June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
General investments										
Pattaya Manufacturing Co., Ltd.	Manufacturing clothing	The Company’s major shareholder has over 10% shareholding	30,000	30,000	19.10	14.67	31,562	11,611	31,562	11,611
SSDC (Tigertex) Co., Ltd.	Dying	The Company’s major shareholder has over 10% shareholding	324,000	324,000	18.72	18.72	68,855	68,855	68,855	68,855
T.U.C. Elastic Co., Ltd.	Manufacturing elastic	The Company’s major shareholder has over 10% shareholding	160,000	160,000	10.75	10.75	10,258	10,258	10,258	10,258
Wien International Co., Ltd.	Direct sales	The Company’s major shareholder has over 10% shareholding	30,000	30,000	17.90	17.90	14,352	14,352	14,352	14,352
Raja Uchino Co., Ltd.	Lining	The Company’s major shareholder has over 10% shareholding	121,500	121,500	4.47	4.47	4,660	4,660	4,660	4,660
Champ Ace Co., Ltd.	Garment	The Company’s major shareholder has over 10% shareholding	40,000	40,000	10.00	10.00	4,000	4,000	4,000	4,000
Thai Monster Co., Ltd.*	Garment	The Company’s major shareholder has over 10% shareholding	20,000	20,000	5.00	5.00	100	100	100	100

11.1 Details of investments in related companies as at June 30, 2017 and December 31, 2016 are as follows: (see Note 21) (Continued)

Name of companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
							Carrying value*		Carrying value*	
			As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Thai Asahi Kasei Spandex Co., Ltd.	Manufacturer of spandex fiber	The Company's major shareholder has over 10% shareholding	1,350,000	1,350,000	2.00	2.00	27,000	27,000	27,000	27,000
Morgan De Toi (Thailand) Co., Ltd.	Distributor Brand "MORGAN"	The Company's major shareholder has over 10% shareholding	40,000	40,000	12.00	12.00	4,800	4,800	4,800	4,800
International Commercial Coordination(HK)*	Distributor	The Company's major shareholder has over 10% shareholding	8,805	8,805	18.00	18.00	-	-	-	-
Indonesia Wacoal Co., Ltd.	Garment	The Company's major shareholder has over 10% shareholding	108,472	108,472	6.00	6.00	6,508	6,508	6,508	6,508
Carbon Magic (Thailand) Co., Ltd.*	Manufacturer of vehicle's parts	The Company's major shareholder has over 10% shareholding	590,000	590,000	8.33	8.33	41,367	44,567	41,367	44,567
Waseda Education (Thailand) Co., Ltd.	Institute of Japanese	The Company's major shareholder has over 10% shareholding	31,360	31,360	7.14	7.14	2,240	2,240	2,240	2,240
Thai Bunka Fashion Co., Ltd.*	Institute of fashion design	The Company's major shareholder has over 10% shareholding	25,000	25,000	8.00	8.00	730	730	730	730

11.1 Details of investments in related companies as at June 30, 2017 and December 31, 2016 are as follows: (see Note 21) (Continued)

Name of companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS		BAHT '000
			As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016	Carrying value*		Carrying value*		
							As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016	
Sun 108 Co., Ltd.	Retail	The Company's major shareholder has over 10% shareholding	100,000	100,000	5.00	5.00	5,000	5,000	5,000	5,000	
Janome (Thailand) Co., Ltd.	Sewing machine	The Company's major shareholder has over 10% shareholding	97,400	97,400	7.73	7.73	19,254	19,254	19,254	19,254	
Erawan Textile Co., Ltd.	Textile spinning and weaving	The Company's major shareholder has over 10% shareholding	621,463	621,463	16.23	16.23	119,892	119,892	119,892	119,892	
Bangkok Tokyo Socks Co., Ltd.	Manufacturer and export of men's socks	The Company's major shareholder has over 10% shareholding	143,220	143,220	17.11	17.11	24,600	24,600	24,600	24,600	
Fujix International Co., Ltd.*	Thread seller	The Company's major shareholder has over 10% shareholding	100,000	100,000	5.00	5.00	2,010	2,210	2,010	2,210	
A Tech Textile Co., Ltd.	Manufacturer of underwear for woman	The Company's major shareholder has over 10% shareholding	1,000,000	1,000,000	19.00	19.00	190,000	190,000	190,000	190,000	
G Tech Material Co., Ltd.	Manufacturer of underwear for woman	The Company's major shareholder has over 10% shareholding	300,000	300,000	19.00	19.00	57,000	57,000	57,000	57,000	
SRP Nanasai Co., Ltd.	Design & Advertising	Related Company	16,000,000	16,000,000	7.69	7.69	1,019	1,019	1,019	1,019	
Royal Garment Co., Ltd.	Manufacturing clothing	Related Company	1,000,000	1,000,000	9.00	-	388	-	388	-	
Total general investments							<u>635,595</u>	<u>618,656</u>	<u>635,595</u>	<u>618,656</u>	

*Carrying value - Net of allowance for impairment

On January 18, 2016, the Company has invested in A Tech Textile Co., Ltd. with 1,900,000 common shares at par value of Baht 100 each, totalling Baht 190 million, or 19% of its registered shares and G Tech Meterial Co., Ltd. with 570,000 common shares at par value of Baht 100 each, totalling Baht 57 million, or 19% of its registered shares.

As at June 30, 2017, general investment in T.U.C. Elastic Co., Ltd. is on the process of liquidation. The Company has received cash in advance from such investment amounting to Baht 17.20 million (see Note 21).

As at June 30, 2017, general investment in Saha nam Textile Co., Ltd. is on the process of liquidation. The Company has received cash in advance from such investment amounting to Baht 0.54 million.

As at June 30, 2017, the Company has reclassified the general investment in Royal Garment Co., Ltd. from investment in other company to investment in related company as the Company's Committee is a Management of such company.

11.2 Gain (loss) on sale of investments

Gain on sale of investments, a portion of other income, for the three-month periods ended June 30, consist of the following:

	BAHT '000			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Gain on sale of investments				
- Trading securities	1	385	1	385
- Available-for-sale securities	922	1,368	191	1,075
Total gain on sale of investments	<u>923</u>	<u>1,753</u>	<u>192</u>	<u>1,460</u>

Gain (loss) on sale of investments, a portion of other income, for the six-month periods ended June 30, consist of the following:

	BAHT '000			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Gain (loss) on sale of investments				
- Trading securities	27	(288)	27	(288)
- Available-for-sale securities	1,173	4,287	191	3,856
Total gain on sale of investments	<u>1,200</u>	<u>3,999</u>	<u>218</u>	<u>3,568</u>

11.3 Maturities of held-to-maturity securities

Maturities of held-to-maturity securities as at June 30, 2017 and December 31, 2016 consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Between 1 and 5 years	60,000	70,000	60,000	70,000
Over 5 years	47,033	30,000	47,033	30,000
Total	<u>107,033</u>	<u>100,000</u>	<u>107,033</u>	<u>100,000</u>

Additional details of held-to-maturity securities consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost As at June 30, 2017	Unrealized gross profit	Unrealized gross loss
Held-to-maturity securities			
Debentures	107,033	7,420	-

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost As at December 31, 2016	Unrealized gross profit	Unrealized gross loss
Held-to-maturity securities			
Debentures	100,000	4,875	-

12. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

As at December 31, 2016, the Company has the promissory notes at call issued to commercial banks amounting to Baht 18 million, at the interest rate of 1.60% per annum. There is no collateral for such borrowings. In January 2017, the Company fully settled such short-term borrowing.

As at June 30, 2017 and December 31, 2016, the Company and subsidiaries have unsecured credit facilities as follows:

	CONSOLIDATED		UNIT : MILLION BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Facilities for bank overdrafts and short-term borrowings from financial institutions	1,368.33	1,391.73	1,272.90	1,272.90

The facilities for bank overdrafts and short-term borrowings from such financial institutions bear interest rates of MOR per annum.

13. TRADE AND OTHER PAYABLES

Trade and other payables as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED		BAHT '000 SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Trade payables - related companies (see Note 21)	156,472	183,405	317,624	302,436
Trade payables - other companies	165,908	169,657	110,060	131,798
Total trade payables	322,380	353,062	427,684	434,234
Other payables - related companies	95	3,480	41	3,435
Other payables - other companies	12,486	12,706	8,421	9,369
Accrued bonus expense	96,814	121,168	70,088	85,941
Accrued royalty fee (see Note 21)	27,637	50,195	27,637	50,195
Accrued interest expense	36	38	36	38
Accrued expense	16,676	16,428	11,628	11,869
Unearned income	17,761	17,224	17,761	17,224
Guarantees received in advance	2,546	2,115	2,119	1,812
Total other payables	174,051	223,354	137,731	179,883
	496,431	576,416	565,415	614,117

14. LIABILITIES UNDER FINANCE LEASE AGREEMENTS

The Company and its subsidiaries have entered into finance lease agreements for equipment under financial lease. Liabilities under finance lease agreements as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Liabilities under finance lease agreements	1,034	1,323	852	1,041
<u>Less Deferred interest under finance lease agreements</u>	<u>(160)</u>	<u>(239)</u>	<u>(151)</u>	<u>(218)</u>
Liabilities under finance lease agreements	<u>874</u>	<u>1,084</u>	<u>701</u>	<u>823</u>
Installments due within 1 year	452	436	278	255
Installments due longer than 1 year but not over 5 years	<u>422</u>	<u>648</u>	<u>423</u>	<u>568</u>
Liabilities under finance lease agreements	<u>874</u>	<u>1,084</u>	<u>701</u>	<u>823</u>

15. DEFERRED TAX LIABILITIES

Deferred tax liabilities as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Deferred tax assets				
Consignment sales	1,400	1,800	1,400	1,800
Allowance for diminution in value of finished goods	251	240	251	240
Allowance for impairment of general investments	8,747	7,514	8,747	7,514
Provision for goods returned	6,000	6,000	6,000	6,000
Employee benefit obligations	99,118	98,503	68,651	68,084
Loss carried forward	-	391	-	-
Loss on translating the financial statements of a foreign operation	<u>6</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>115,522</u>	<u>114,448</u>	<u>85,049</u>	<u>83,638</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	(40)	(508)	(40)	(508)
Unrealized gain on the changes in value of available-for-sale securities	(215,942)	(199,955)	(215,686)	(199,654)
Financial lease liabilities	<u>(44)</u>	<u>(46)</u>	<u>(35)</u>	<u>(36)</u>
	<u>216,026</u>	<u>(200,509)</u>	<u>(215,761)</u>	<u>(200,198)</u>
Deferred tax liabilities - net	<u>(100,504)</u>	<u>(86,061)</u>	<u>(130,712)</u>	<u>(116,560)</u>

The movements of deferred tax assets and deferred tax liabilities during the periods are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			BAHT '000
	As at January 1, 2017	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income	As at June 30, 2017
Deferred tax assets				
Consignment sales	1,800	(400)	-	1,400
Allowance for diminution in value of finished goods	240	11	-	251
Allowance for impairment of general investments	7,514	1,233	-	8,747
Provision for goods returned	6,000	-	-	6,000
Employee benefit obligations	98,503	615	-	99,118
Loss carried forward	391	(391)	-	-
Loss on translating the financial statements of a foreign operation	-	-	6	6
	<u>114,448</u>	<u>1,068</u>	<u>6</u>	<u>115,522</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	(508)	468	-	(40)
Unrealized gain on the changes in value of available-for-sale securities	(199,955)	-	(15,987)	(215,942)
Financial lease liabilities	(46)	-	2	(44)
	<u>(200,509)</u>	<u>468</u>	<u>(15,985)</u>	<u>(216,026)</u>
Deferred tax liabilities - net	<u>(86,061)</u>	<u>1,536</u>	<u>(15,979)</u>	<u>(100,504)</u>

	CONSOLIDATED FINANCIAL STATEMENTS			BAHT '000
	As at January 1, 2016	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income	As at June 30, 2016
Deferred tax assets				
Allowance for doubtful accounts	36	-	-	36
Consignment sales	1,800	(200)	-	1,600
Allowance for diminution in value of finished goods	327	-	-	327
Unrealized loss on the changes in value of trading securities	598	(598)	-	-
Allowance for impairment of general investments	6,575	758	-	7,333
Provision for goods returned	6,000	-	-	6,000
Employee benefit obligations	95,251	2,508	-	97,759
Loss carried forward	348	20	-	368
	<u>110,935</u>	<u>2,488</u>	<u>-</u>	<u>113,423</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	-	(467)	-	(467)
Unrealized gain on the changes in value of available-for-sale securities	(179,807)	-	(7,014)	(186,821)
Financial lease liabilities	(41)	(4)	-	(45)
	<u>(179,848)</u>	<u>(471)</u>	<u>(7,014)</u>	<u>(187,333)</u>
Deferred tax liabilities - net	<u>(68,913)</u>	<u>2,017</u>	<u>(7,014)</u>	<u>(73,910)</u>

BAHT '000

SEPARATE FINANCIAL STATEMENTS

	As at January 1, 2017	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income	As at June 30, 2017
Deferred tax assets				
Consignment sales	1,800	(400)	-	1,400
Allowance for diminution in value of finished goods	240	11	-	251
Allowance for impairment of general investments	7,514	1,233	-	8,747
Provision for goods returned	6,000	-	-	6,000
Employee benefit obligations	68,084	567	-	68,651
	<u>83,638</u>	<u>1,411</u>	<u>-</u>	<u>85,049</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	(508)	468	-	(40)
Unrealized gain on the changes in value of available-for-sale securities	(199,654)	-	(16,032)	(215,686)
Financial lease liabilities	(36)	-	1	(35)
	<u>(200,198)</u>	<u>468</u>	<u>(16,031)</u>	<u>(215,761)</u>
Deferred tax liabilities - net	<u>(116,560)</u>	<u>1,879</u>	<u>(16,031)</u>	<u>(130,712)</u>

BAHT '000

SEPARATE FINANCIAL STATEMENTS

	As at January 1, 2016	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income	As at June 30, 2016
Deferred tax assets				
Allowance for doubtful accounts	36	-	-	36
Consignment sales	1,800	(200)	-	1,600
Allowance for diminution in value of finished goods	327	-	-	327
Unrealized loss on the changes in value of trading securities	598	(598)	-	-
Allowance for impairment of general investments	6,575	758	-	7,333
Provision for goods returned	6,000	-	-	6,000
Employee benefit obligations	66,117	1,755	-	67,872
	<u>81,453</u>	<u>1,715</u>	<u>-</u>	<u>83,168</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	-	(467)	-	(467)
Unrealized gain on the changes in value of available-for-sale securities	(179,441)	-	(7,151)	(186,592)
Financial lease liabilities	(32)	(3)	-	(35)
	<u>(179,473)</u>	<u>(470)</u>	<u>(7,151)</u>	<u>(187,094)</u>
Deferred tax liabilities - net	<u>(98,020)</u>	<u>1,245</u>	<u>(7,151)</u>	<u>(103,926)</u>

16. EMPLOYEE BENEFIT OBLIGATIONS

The Company and its subsidiaries operate retirement benefits plans under the Labor Protection Act and the Company and its subsidiaries' retirement benefit plan, which are considered as unfunded defined benefit plans.

Amounts recognized in the statement of profit or loss in respect of these defined benefits plans

For the three-month periods ended June 30,

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Current service cost	10,460	12,642	8,111	8,777
Interest cost	3,136	3,066	2,052	2,057
	<u>13,596</u>	<u>15,708</u>	<u>10,163</u>	<u>10,834</u>

For the six-month periods ended June 30,

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Current service cost	21,478	24,217	15,715	17,197
Interest cost	6,398	6,207	4,198	4,179
	<u>27,876</u>	<u>30,424</u>	<u>19,913</u>	<u>21,376</u>

Movements in the present value of the post-employment benefit obligations for the six-month periods ended June 30, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Beginning balance of post-employment benefits obligation as at January 1,	509,203	485,153	340,425	330,584
<u>Add</u> Current service cost	21,478	24,217	15,715	17,197
Interest cost	6,398	6,207	4,198	4,179
Adjustment from transfer-in of employees	13,694	-	-	-
<u>Less</u> Benefit paid	<u>(22,062)</u>	<u>(14,201)</u>	<u>(17,084)</u>	<u>(12,600)</u>
Ending balance of post-employment benefits obligation as at June 30,	<u>528,711</u>	<u>501,376</u>	<u>343,254</u>	<u>339,360</u>

The principle actuarial assumptions used to calculate the post-employment benefit obligations for the three-month and six-month periods ended June 30, 2017 and 2016 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Discount rate (p.a.)	2.49% - 3.06%	2.49% - 3.06%	2.62%	2.62%
Expected rate of salary increase (p.a.)	1.50% - 5.40%	1.50% - 5.40%	1.85% - 5.00%	1.85% - 5.00%
Voluntary resignation rate (Depended on employee's age) (p.a.)				
- Monthly employees	1% - 37%	1% - 37%	1% - 21%	1% - 21%
- Daily employees	4% - 67%	4% - 67%	6% - 42%	6% - 42%

17. REVENUES FROM SALES OF GOODS AND RENDERING OF SERVICES

Revenues from sales of goods and rendering of services of the Company and subsidiaries for the three-month periods ended June 30, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Revenues from sales of goods	1,136,708	1,006,958	1,220,236	1,114,454
Revenues from rendering of services	13,322	10,177	2,589	4,279
Total revenues from sales of goods and rendering of services	<u>1,150,030</u>	<u>1,017,135</u>	<u>1,222,825</u>	<u>1,118,733</u>

Revenues from sales of goods and rendering of services of the Company and subsidiaries for the six-month periods ended June 30, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Revenues from sales of goods	2,180,360	2,010,937	2,362,749	2,213,031
Revenues from rendering of services	24,922	18,761	5,634	6,664
Total revenues from sales of goods and rendering of services	<u>2,205,282</u>	<u>2,029,698</u>	<u>2,368,383</u>	<u>2,219,695</u>

18. COSTS OF SALES OF GOODS AND RENDERING OF SERVICES

Costs of sales of goods and rendering of services of the Company and subsidiaries for the three-month periods ended June 30, are as follows:

	CONSOLIDATED		BAHT '000 SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Cost of sales of goods	870,474	769,713	1,002,096	928,126
Cost of rendering of services	10,216	9,650	2,586	4,043
Total costs of sales of goods and rendering of services	880,690	779,363	1,004,682	932,169

Costs of sales of goods and rendering of services of the Company and subsidiaries for the six-month periods ended June 30, are as follows:

	CONSOLIDATED		BAHT '000 SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Cost of sales of goods	1,658,003	1,538,563	1,932,807	1,825,189
Cost of rendering of services	21,171	15,223	5,589	6,153
Total costs of sales of goods and rendering of services	1,679,174	1,553,786	1,938,396	1,831,342

19. CORPORATE INCOME TAX

Corporate income tax of the Company and subsidiaries for the three-month periods ended June 30, is as follows:

	CONSOLIDATED		BAHT '000 SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Current income tax</u>				
Current income tax expenses	(12,530)	(8,227)	(11,470)	(7,663)
<u>Deferred tax</u>				
Deferred tax income relating to temporary differences recognized during the period	1,143	2,183	1,591	1,866
Total	(11,387)	(6,044)	(9,879)	(5,797)

Corporate income tax of the Company and subsidiaries for the six-month periods ended June 30, is as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		BAHT '000 SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Current income tax</u>				
Current income tax expenses	(25,317)	(24,379)	(23,936)	(23,229)
<u>Deferred tax</u>				
Deferred tax income relating to temporary differences recognized during the period	1,536	2,017	1,879	1,245
Total	<u>(23,781)</u>	<u>(22,362)</u>	<u>(22,057)</u>	<u>(21,984)</u>

Reconciliation of income tax expenses and the results of the accounting profit multiplied by the income tax rate for the three-month periods ended June 30, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		BAHT '000 SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Income before income tax	122,470	94,531	222,371	193,707
Tax rate	20%	20%	20%	20%
The result of the accounting profit multiplied by the income tax rate - expenses	(24,494)	(18,906)	(44,474)	(38,741)
Effect of the non-taxable income and non-deductible expense	13,107	12,862	34,595	32,944
Income tax - expense	<u>(11,387)</u>	<u>(6,044)</u>	<u>(9,879)</u>	<u>(5,797)</u>

Reconciliation of income tax expenses and the results of the accounting profit multiplied by the income tax rate for the six-month periods ended June 30, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		BAHT '000 SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Income before income tax	220,303	188,769	302,638	275,420
Tax rate	20%	20%	20%	20%
The result of the accounting profit multiplied by the income tax rate - expenses	(44,060)	(37,754)	(60,528)	(55,084)
Effect of the non-taxable income and non-deductible expense	20,279	15,392	38,471	33,100
Income tax - expense	<u>(23,781)</u>	<u>(22,362)</u>	<u>(22,057)</u>	<u>(21,984)</u>

20. DIVIDENDS AND GENERAL RESERVE

The Company and its subsidiaries' shareholders meetings approved dividend payment and set aside the reserve as follows:

Companies	2017				2016			
	Date of shareholders' Meeting	Baht per share	Total amount (Million Baht)	General reserve (Million Baht)	Date of shareholders' meeting	Baht per share	Total amount (Million Baht)	General reserve (Million Baht)
Thai Wacoal Public Company Limited	April 24	1.30	156.00	17.36	April 25	1.10	132.00	15.90
SR.W. Garment Co., Ltd.	April 5	254.00	50.80	(5.00)	April 7	254.00	50.80	-
Wacoal Kabinburi Co., Ltd.	April 5	80.00	40.00	(5.90)	April 7	77.00	38.50	1.74
Wacoal Lamphun Co., Ltd.	April 5	54.00	27.00	(5.31)	April 7	56.00	28.00	1.40
Pattaya Kabinburi Co., Ltd.	April 5	159.00	31.80	-	April 7	182.50	36.50	-

Dividends in the year 2016 were the appropriation of net profit for the year 2015 and paid in May 2016.

SR.W. Garment Co., Ltd., Wacoal Kabinburi Co., Ltd., Wacoal Lamphun Co., Ltd. and Pattaya Kabinburi Co., Ltd. paid dividends in April 2016.

Dividends in the year 2017 were the appropriation of net profit for the year 2016 and paid in May 2017.

SR.W. Garment Co., Ltd., Wacoal Kabinburi Co., Ltd. and Pattaya Kabinburi Co., Ltd. paid dividend in April 2017. In addition, Wacoal Lamphun Co., Ltd. paid dividends in April and May 2017 amounting to Baht 10 million and Baht 17 million, respectively.

The Company and its subsidiaries have appropriated a portion of retained earnings for the general reserve for their business activities in the future. The exact objectives of such reserves have not been specifically identified. However, SR.W. Garment Co., Ltd., Wacoal Kabinburi Co., Ltd. and Wacoal Lamphun Co., Ltd. reversed general reserve in the year 2017 for dividend payment.

21. TRANSACTIONS WITH RELATED PARTIES

In the normal course of business, the Company purchases inventories from subsidiaries and related companies, purchases and sells its main raw materials with related companies and the related company has been a distributor of the Company. The financial statements reflect the effects of these transactions on the basis determined by the Company and the related parties.

Significant balances with the related parties as at June 30, 2017 and December 31, 2016 are as follows:

	Relationship	UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		As at	As at	As at	As at
		June 30,	December 31,	June 30,	December 31,
		2017	2016	2017	2016
Trade receivables					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	499	415	499	415
Wacoal America Inc.	Subsidiary of major shareholder company	37	18	37	18
Wacoal Corporation	The Company's major shareholder	37	40	37	40
Wacoal China Co., Ltd.	The Company's major shareholder has over 10% shareholding	10	-	10	-
Philippine Wacoal Corporation	The Company's major shareholder has over 10% shareholding	7	-	7	-
Pattaya Manufacturing Co., Ltd.	The Company's major shareholder has over 10% shareholding	10	7	9	6
Wien International Co., Ltd.	The Company's major shareholder has over 10% shareholding	48	50	48	50
International Commercial Coordination (HK)	The Company's major shareholder has over 10% shareholding	6	13	6	13
Pattaya Lamphun Co., Ltd.	The Company's major shareholder has over 10% shareholding	-	5	-	5
Kabin Pattanakij Co., Ltd.	The Company's major shareholder has over 10% shareholding	3	3	3	3
Myanmar Wacoal Co., Ltd.	Associated company	4	4	7	4
SR.W. Garment Co., Ltd.	Subsidiary	-	-	42	37
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	20	20
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	36	28
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	20	28
Others		9	4	3	2
Total trade receivables (see Note 5)		670	559	784	669

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Long-term investments in related companies					
- Available-for-sale securities (see Note 8.1)		959	873	948	862
- General investments (see Note 11.1)		635	618	635	618
Trade payables					
Textile Prestige Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	7	6	4	4
A Tech Textile Co., Ltd.	The Company’s major shareholder has over 10% shareholding	49	78	31	53
G Tech Material Co., Ltd.	The Company’s major shareholder has over 10% shareholding	41	47	18	31
Thai Takeda Lace Co., Ltd.	The Company’s major shareholder has over 10% shareholding	9	6	6	5
Wacoal Corporation	The Company’s major shareholder	10	12	10	12
Wacoal International Hongkong Co., Ltd.	The Company’s major shareholder has over 10% shareholding	11	9	11	9
Pattaya Manufacturing Co., Ltd.	The Company’s major shareholder has over 10% shareholding	11	7	11	7
Pattaya Lamphun Co., Ltd	The Company’s major shareholder has over 10% shareholding	2	8	2	8
Myanmar Wacoal Co., Ltd.	Associated company	7	3	7	3
SR.W. Garment Co., Ltd.	Subsidiary	-	-	78	65
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	47	32
Wacoal Lamphun Co., Ltd	Subsidiary	-	-	38	30
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	47	38
Others		9	7	8	5
Total trade payables (see Note 13)		156	183	318	302
Accrued royalty fee (see Note 13)					
Wacoal Corporation	The Company’s major shareholder	28	50	28	50
Unearned income (see Note 11.1)					
T.U.C. Elastic Co., Ltd.	The Company’s major shareholder has over 10% shareholding	17	17	17	17

Significant transactions with the related parties for the three-month and six-month periods ended June 30, are as follows:

ended June 30, are as follows:

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2017	2016	2017	2016
For the three-month periods ended June 30,					
Sale of raw materials and finished products					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	676	569	677	569
Wacoal America Inc.	Subsidiary of major shareholder company	109	111	108	111
Philippine Wacoal Corporation	The Company's major shareholder has over 10% shareholding	18	17	18	17
Wacoal China Co., Ltd	The Company's major shareholder has over 10% shareholding	12	12	12	12
Wacoal Corporation	The Company's major shareholder	197	152	197	152
Pattaya Manufacturing Co., Ltd.	The Company's major shareholder has over 10% shareholding	8	4	8	4
Wien International Co., Ltd.	The Company's major shareholder has over 10% shareholding	13	52	13	52
Kabin Pattanakij Co., Ltd.	The Company's major shareholder has over 10% shareholding	7	9	7	9
G Tech Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	3	-	2	-
Pattaya Lamphun Co.,Ltd	The Company's major shareholder has over 10% shareholding	-	8	-	8
Myanmar Wacoal Co., Ltd.	Associated company	7	-	7	-
SR.W. Garment Co., Ltd.	Subsidiary	-	-	34	37
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	14	23
Wacoal Lamphun Co., Ltd	Subsidiary	-	-	25	20
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	15	33
Tora 1010 Co., Ltd.	Subsidiary	-	-	-	-
Others		4	11	5	11
Total sale of raw materials and finished products		1,054	945	1,142	1,058

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Purchase of raw materials and finished products					
Textile Prestige Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	5	5	3	3
A Tech Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	49	71	29	46
G Tech Material Co., Ltd.	The Company's major shareholder has over 10% shareholding	52	69	23	41
Wacoal Corporation	The Company's major shareholder	31	45	31	45
Wacoal International Hongkong Co., Ltd.	The Company's major shareholder has over 10% shareholding	57	61	57	61
Thai Takeda Lace Co., Ltd.	The Company's major shareholder has over 10% shareholding	10	10	7	8
Erawan Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	1	1	1	1
Pattaya Manufacturing Co., Ltd.	The Company's major shareholder has over 10% shareholding	14	12	14	12
Pattaya Lamphun Co., Ltd.	The Company's major shareholder has over 10% shareholding	6	19	6	19
Myanmar Wacoal Co., Ltd.	Associated company	11	-	11	-
SR.W. Garment Co., Ltd.	Subsidiary	-	-	116	124
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	74	69
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	68	65
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	83	76
Tora 1010 Co., Ltd.	Subsidiary	-	-	30	-
Others		9	-	6	-
Total purchase of raw materials and finished products		245	293	559	570
Hire of work income and rental income					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	3	4	3	4
Thaigunze Co., Ltd.	The Company's major shareholder has over 10% shareholding	3	1	-	-
Pattaya Manufacturing Co., Ltd.	The Company's major shareholder has over 10% shareholding	2	-	-	-
SR.W. Garment Co., Ltd.	Subsidiary	-	-	2	2
Others		5	4	2	2
Total hire of work income and rental income		13	9	7	8

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Waged hire of work and rental expense					
Pattaya Manufacturing Co., Ltd	The Company’s major shareholder has over 10% shareholding	8	9	8	9
Royal Garment Co., Ltd.	Related Company	4	-	3	-
Pattaya Lamphun Co., Ltd.	The Company’s major shareholder has over 10% shareholding	-	1	-	1
Myanmar Wacoal Co., Ltd.	Associated company	2	-	1	-
Others		-	-	1	-
Total wage hire of work and rental expense		14	10	13	10
Royalty fee					
Wacoal Corporation	The Company’s major shareholder	15	12	15	12
Interest income					
Erawan Textile Co., Ltd.	The Company’s major shareholder has over 10% shareholding	-	1	-	1
Management benefit expenses					
Short-term benefit		26	30	19	23
Retirement benefit		1	1	1	1
Total management benefit expenses		27	31	20	24
For the six-month periods ended June 30,					
Sale of raw materials and finished products					
I.C.C. International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	1,309	1,205	1,309	1,205
Wacoal America Inc.	Subsidiary of major shareholder company	192	219	192	219
Philippine Wacoal Corporation	The Company’s major shareholder has over 10% shareholding	19	21	19	21
Wacoal China Co., Ltd	The Company’s major shareholder has over 10% shareholding	26	12	26	12
Wacoal Corporation	The Company’s major shareholder	370	280	370	280
UNE NANA COOL CORP.	The Company’s major shareholder has over 10% shareholding	4	-	4	-
G Tech Material Co., Ltd.	The Company’s major shareholder has over 10% shareholding	5	6	4	4

		UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
For the six-month periods ended June 30,					
Sale of raw materials and finished products					
(Continue)					
Pattaya Manufacturing Co., Ltd.	The Company's major shareholder has over 10% shareholding	16	11	16	11
Wien International Co., Ltd.	The Company's major shareholder has over 10% shareholding	39	82	39	82
Kabin Pattanakij Co., Ltd.	The Company's major shareholder has over 10% shareholding	11	15	11	15
Pattaya Lamphun Co., Ltd.	The Company's major shareholder has over 10% shareholding	6	15	6	15
Myanmar Wacoal Co., Ltd.	Associated company	9	-	9	-
SR.W. Garment Co., Ltd.	Subsidiary	-	-	66	72
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	35	43
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	52	44
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	41	56
Others		6	13	5	13
Total sale of raw materials and finished products		2,012	1,879	2,204	2,092
Purchase of raw materials and finished products					
Textile Prestige Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	10	26	6	18
A Tech Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	111	117	71	74
G Tech Material Co., Ltd.	The Company's major shareholder has over 10% shareholding	110	113	57	68
Wacoal Corporation	The Company's major shareholder	66	63	66	63
Wacoal International Hongkong Co., Ltd.	The Company's major shareholder has over 10% shareholding	108	93	108	93
S&J International Enterprises Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	6	3	6	3
Thai Takeda Lace Co., Ltd.	The Company's major shareholder has over 10% shareholding	20	21	14	17
Erawan Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	2	21	2	15
Pattaya Manufacturing Co., Ltd.	The Company's major shareholder has over 10% shareholding	28	25	28	25

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Purchase of raw materials and finished Products (Continue)					
Pattaya Lamphun Co., Ltd.	The Company’s major shareholder has over 10% shareholding	18	23	18	23
Myanmar Wacoal Co., Ltd.	Associated company	20	-	20	-
SR.W. Garment Co., Ltd.	Subsidiary	-	-	239	253
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	142	145
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	125	130
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	160	158
Tora 1010 Co., Ltd.	Subsidiary	-	-	30	-
Others		10	12	8	10
Total purchase of raw materials and finished products		509	517	1,100	1,095
Hire of work income and rental income					
ICC International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	6	6	6	6
Pattaya Manufacturing Co., Ltd.	The Company’s major shareholder has over 10% shareholding	2	1	1	1
Pattaya Lamphun Co., Ltd.	The Company’s major shareholder has over 10% shareholding	7	-	-	-
Thaigunze Co., Ltd.	The Company’s major shareholder has over 10% shareholding	5	3	-	-
SR.W. Garment Co., Ltd.	Subsidiary	-	-	4	4
Others		2	6	2	4
Total hire of work income and rental income		22	16	13	15
Waged hire of work and rental expense					
Pattaya Manufacturing Co., Ltd	The Company’s major shareholder has over 10% shareholding	17	18	17	18
Pattaya Lamphun Co., Ltd.	The Company’s major shareholder has over 10% shareholding	1	1	1	1
Royal Garment Co., Ltd.	Related Company	4	-	4	-
Myanmar Wacoal Co., Ltd.	Associated Company	2	-	2	-
Others		1	1	1	1
Total wage hire of work and rental expense		25	20	25	20
Royalty fee					
Wacoal Corporation	The Company’s major shareholder	28	25	28	25

	Relationship	UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2017	2016	2017	2016
Interest income					
Erawan Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	-	1	-	1
Management benefit expenses					
Short-term benefit		38	44	27	35
Retirement benefit		1	2	1	1
Total management benefit expenses		<u>39</u>	<u>46</u>	<u>28</u>	<u>36</u>

The Company and subsidiaries sell finished products to related companies at the price and conditions as charging to other customers.

The Company sells raw materials to subsidiaries and related companies at cost plus margin as determined at 1% - 2%.

The Company purchases raw materials and finished products from related companies at the price and conditions as being charged by other suppliers.

The Company pays royalties based on percentage of sales (see Note 22).

The Company pays other services in accordance with conditions in the agreement.

22. TECHNOLOGY LICENSE AGREEMENT

On January 1, 1999, the Company entered into a technology license agreement with Wacoal Corporation, the company's major shareholder (see Note 21), for the latter to grant the use of trademark and provide technical know-how for manufacturing the products set forth on the agreement. The Company has to pay royalty fee of 2% of net sales for such products. On October 15, 2003, the Company renewed such agreement which was effective for a period of 5 years as from January 1, 2004 until December 31, 2008, and is renewable for 5 years. On January 1, 2009, the Company renewed such agreement until December 31, 2013. On December 31, 2013, the Company renewed such agreement until December 31, 2023.

23. CONTINGENT LIABILITIES AND COMMITMENTS

Contingent liabilities and commitments as at June 30, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		UNIT : MILLION BAHT SEPARATE FINANCIAL STATEMENTS	
	As at June 30, 2017	As at December 31, 2016	As at June 30, 2017	As at December 31, 2016
Contingent liabilities in respect of guarantees issued on behalf of				
- International Commercial Coordination Hong Kong Ltd. (see Note 7)	6.45	6.84	6.45	6.84
- Sahapat Real Estate Co., Ltd.	16.72	-	16.72	-
- A Tech Textile Co., Ltd.	18.06	-	18.06	-
Bank's letters of guarantee issued on behalf of the Company	29.02	22.25	27.35	20.58
Commitment in respect of building improvement	4.62	0.90	4.60	0.87

24. OPERATING SEGMENT INFORMATION

The principal business of the Company and subsidiaries is to manufacture and sell clothes which mainly are ladies' lingerie, childrenswear and ladies' outerwear for both domestic sales and export sales. The Company considers operating segment information based on domestic sale and export sale. The Company and subsidiaries have no inter-segment revenue. Information of the Company and subsidiaries' segment revenues from external customers and segment profit and loss and reconciliation of total segment profit to profit or loss before tax expense for the three-month and six-month periods ended June 30, are as follows:

For the three-month periods ended June 30,

	UNIT : MILLION BAHT CONSOLIDATED FINANCIAL STATEMENTS					
	Domestic		Export		Total	
	2017	2016	2017	2016	2017	2016
Segment revenues from sale of goods and rendering of services	801.99	717.16	348.04	299.97	1,150.03	1,017.13
Segment profit (loss)	71.07	20.20	(20.38)	12.76	50.69	32.96
Unallocated expense					(5.80)	(7.91)
Dividend income					53.27	48.06
Other income					24.31	21.42
Profit before income tax					122.47	94.53

For the six-month periods ended June 30,

	UNIT : MILLION BAHT CONSOLIDATED FINANCIAL STATEMENTS					
	Domestic		Export		Total	
	2017	2016	2017	2016	2017	2016
Segment revenues from sale of goods and rendering of services	1,572.32	1,485.42	632.96	544.28	2,205.28	2,029.70
Segment profit (loss)	154.67	69.31	(31.74)	26.55	122.93	95.86
Unallocated expense					(11.24)	(8.03)
Dividend income					65.55	55.56
Other income					43.06	45.38
Profit before income tax					220.30	188.77

25. PROMOTIONAL PRIVILEGES

Subsidiaries have been granted promotional privileges from the Board of Investment as the following summary:

Items	Company name			
	SR.W. Garment	Wacoal Lamphun	Wacoal Kabinburi	Pattaya Kabinburi
Project 2				
- Certificate Number	2876(2)/2555	-	-	-
- Issued Date	Dec. 14, 2012	-	-	-
- Exemption from income tax	Jul. 1, 2014 - Jun. 30, 2021	-	-	-
- Income tax reduction of 50% of normal rate for 5 years	-	-	-	-
- Exemption from import duties for machineries	Dec. 14, 2012 - Jun. 14, 2015	-	-	-
Project 3				
- Certificate Number	-	2904(2)/2555	2877(2)/2555	2878(2)/2555
- Issued Date	-	Dec. 20, 2012	Dec. 14, 2012	Dec. 14, 2012
- Exemption from income tax	-	Jul. 1, 2013 - Jun. 30, 2021	Jul. 1, 2013 - Jun. 30, 2021	Jul. 1, 2013 - Jun. 30, 2021
- Income tax reduction of 50% of normal rate for 5 years	-	Jul. 1, 2021 - Jun. 30, 2026	Jul. 1, 2021 - Jun. 30, 2026	Jul. 1, 2021 - Jun. 30, 2026
- Exemption from import duties for machineries	-	Dec. 20, 2012 - Jun. 20, 2015	Dec. 14, 2012 - Jun. 14, 2015	Dec. 14, 2012 - Jun. 14, 2015

The above four companies thus have to comply with the terms and conditions as stipulated in the promotional certificates.

26. RISK MANAGEMENT POLICIES FOR ASSETS AND LIABILITIES IN FOREIGN CURRENCIES

The Company and subsidiaries have adopted a policy to cover foreign exchange exposure of assets and liabilities in foreign currencies whereby the Company and subsidiaries will deposit money received from sales in foreign currencies into banks for payment of expenses and creditors in foreign currencies.

Significant assets and liabilities of the Company and subsidiaries in foreign currencies are as follows:

BAHT '000													
Description	Term of Receipt/ Payment (Days)	CONSOLIDATED FINANCIAL STATEMENTS						SEPARATE FINANCIAL STATEMENTS					
		AMOUNT						AMOUNT					
		USD	JPY	HKD	EURO	CNY	THB	USD	JPY	HKD	EURO	CNY	THB
As at June 30, 2017													
Cash and cash equivalents	-	5	2,060	-	2	21	955	5	2,060	-	2	21	955
Temporary investments	-	-	-	1,509	-	-	6,489	-	-	1,509	-	-	6,489
Trade receivables	30 - 180	1,953	170,154	1,351	-	-	122,633	1,953	170,154	1,351	-	-	122,633
		1,958	172,214	2,860	2	21	130,077	1,958	172,214	2,860	2	21	130,077
Trade payables	30	522	50,711	-	14	-	33,924	522	50,711	-	14	-	33,924
As at December 31, 2016													
Cash and cash equivalents	-	6	2,038	-	2	-	903	6	2,038	-	2	-	903
Temporary investments	-	-	-	1,500	-	-	6,843	-	-	1,500	-	-	6,843
Trade receivables	30 - 180	711	120,650	2,834	-	-	74,863	711	120,650	2,834	-	-	74,863
		717	122,688	4,334	2	-	82,609	717	122,688	4,334	2	-	82,609
Trade payables	30	582	64,279	-	-	-	40,965	582	64,279	-	-	-	40,965

27. FAIR VALUE MEASUREMENTS

Certain financial assets and financial liabilities of the Company and subsidiaries are measured at fair value in at the end of reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined.

Financial assets and financial liabilities	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS		Fair value hierarchy	Valuation technique(s) and key input(s)
	Fair value (Baht'000) as at		Fair value (Baht'000) as at			
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016		
1. Foreign currency forward Contracts	Asset = 178 Liabilities = 32	Asset = 129 Liabilities = 226	Asset = 178 Liabilities = 32	Asset = 129 Liabilities = 226	Level 2	Discount cash flow. Future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
2. Short-term investments in trading securities - equity securities	14,987	14,832	14,987	14,832	Level 1	Bid prices at the Stock Exchange of Thailand on the last business day of the period
3. Short-term investments in available-for-sale securities - debt securities	94,633	138,356	54,483	2,001	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period
4. Long-term investments in available-for-sale securities - equity securities	1,542,403	1,461,987	1,531,378	1,451,262	Level 1	Bid prices at the Stock Exchange of Thailand on the last business day of the period
5. Long-term investments in available-for-sale securities - debt securities	7,314	7,359	7,314	7,359	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period

28. LITIGATIONS

On June 26, 2014, the Company was sued in a Civil Court case by a person in respect to a request for return of decreased estate and revoke a legal land registration which the Company purchased in the amount of Baht 233.56 million. The court officer notified the Company by the court warrant on September 2, 2014. Subsequently, on May 29, 2015, The Court of First Instance has dismissed such Civil Court case. And on July 6, 2016, the Appeal Court dismissed the request in accordance with the Court of First Instance judgement. On May 25, 2017, the Civil Court read the Supreme Court's adjudication to approve plaintiff to withdraw the petition. The case is hereby terminated in accordance with the Appeal Court's judgement to dismiss the plaintiff.

29. EVENT AFTER THE REPORTING PERIOD

On July 10, 2017, the Extraordinary Shareholders' Meeting No. 1/2017 of SR.W. Garment Co., Ltd. which is a subsidiary, has pass of a resolution to approve a change of its name from "SR.W. Garment Co., Ltd." to "Wacoal Sriracha Co., Ltd.". The subsidiary has registered the name change with the Ministry of Commerce on July 17, 2017.

30. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

This interim financial information has been approved for issue by the Board of Directors of the Company on August 11, 2017.