

T.A.C. Consumer Public Company Limited
Review report and interim financial statements
For the three-month and nine-month periods ended
30 September 2016



Building a better
working world

EY Office Limited
33rd Floor, Lake Rajada Office Complex
193/136-137 Rajadapisek Road
Klongtoey, Bangkok 10110
G.P.O.Box 1047, Bangkok 10501, Thailand
Tel: +66 2264 9090
Fax: +66 2264 0789-90
ey.com

บริษัท สำนักงาน อีวาย จำกัด
ชั้น 33 อาคารเลกซ์ชา
193/136-137 ถนนรัชดาภิเษก
คลองเตย กรุงเทพฯ 10110
ตู้ ป.ณ. 1047 กรุงเทพฯ 10501
โทรศัพท์: +66 2264 9090
โทรสาร: +66 2264 0789-90
ey.com

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of T.A.C. Consumer Public Company Limited

I have reviewed the accompanying statement of financial position of T.A.C. Consumer Public Company Limited as at 30 September 2016, the related statements of comprehensive income for the three-month and nine-month periods ended 30 September 2016, the related statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the financial statements. 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.

Kamontip Lertwitworatep

Certified Public Accountant (Thailand) No. 4377

EY Office Limited

Bangkok: 10 November 2016

T.A.C. Consumer Public Company Limited

Statement of financial position

As at 30 September 2016


(Unit: Thousand Baht)

	<u>Note</u>	<u>30 September 2016</u> (Unaudited but reviewed)	<u>31 December 2015</u> (Audited)
Assets			
Current assets			
Cash and cash equivalents	3	146,069	484,471
Current investments	4	331,965	21,061
Trade and other receivables	5	219,423	180,061
Inventories	6	33,648	27,790
Other current assets		967	5,584
Total current assets		<u>732,072</u>	<u>718,967</u>
Non-current assets			
Restricted bank deposits	3	57,000	27,000
Property, plant and equipment	7	74,759	52,640
Intangible assets		3,536	4,341
Deferred tax assets		2,288	1,787
Other non-current assets		1,727	1,971
Total non-current assets		<u>139,310</u>	<u>87,739</u>
Total assets		<u><u>871,382</u></u>	<u><u>806,706</u></u>


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

**T.A.C. Consumer
Public Company Limited**

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

.....Director

Mr. Chatchawe Vatanasuk

.....Director

Mr. Chanit Suwanparin

T.A.C. Consumer Public Company Limited
Statement of financial position (continued)
As at 30 September 2016

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 September 2016</u> (Unaudited but reviewed)	<u>31 December 2015</u> (Audited)
Liabilities and shareholders' equity			
Current liabilities			
Trade and other payables	9	213,826	163,244
Current portion of liabilities under financial lease agreements		1,581	2,913
Income tax payable		8,865	6,853
Other current liabilities		<u>6,295</u>	<u>4,690</u>
Total current liabilities		<u>230,567</u>	<u>177,700</u>
Non-current liabilities			
Liabilities under financial lease agreements - net of current portion		2,488	5,103
Provision for long-term employee benefits		<u>10,896</u>	<u>8,867</u>
Total non-current liabilities		<u>13,384</u>	<u>13,970</u>
Total liabilities		<u>243,951</u>	<u>191,670</u>

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

T.A.C. Consumer
Public Company Limited
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director

Mr. Chatchawe Vatanasuk


..... Director

Mr. Chanit Suwanparin


T.A.C. Consumer Public Company Limited
Statement of financial position (continued)
As at 30 September 2016


(Unit: Thousand Baht)

	<u>Note</u>	<u>30 September 2016</u> (Unaudited but reviewed)	<u>31 December 2015</u> (Audited)
Liabilities and shareholders' equity (continued)			
Shareholders' equity			
Share capital	10		
Registered			
608,000,000 ordinary shares of Baht 0.25 each		<u>152,000</u>	<u>152,000</u>
Issued and fully paid up			
608,000,000 ordinary shares of Baht 0.25 each		152,000	152,000
Share premium		426,989	426,989
Retained earnings			
Appropriated - statutory reserve		8,345	8,345
Unappropriated		<u>40,097</u>	<u>27,702</u>
Total shareholders' equity		<u>627,431</u>	<u>615,036</u>
Total liabilities and shareholders' equity		<u>871,382</u>	<u>806,706</u>

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

T.A.C. Consumer
Public Company Limited
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr. Chatchawe Vatanasuk


..... Director
Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Statement of comprehensive income


For the three-month period ended 30 September 2016

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

	<u>Note</u>	<u>2016</u>	<u>2015</u>
Profit or loss:			
Revenues			
Sales		291,069	247,848
Other income		1,884	237
Total revenues		<u>292,953</u>	<u>248,085</u>
Expenses			
Cost of sales		201,768	171,362
Selling expenses		45,157	40,599
Administrative expenses		17,867	16,544
Total expenses		<u>264,792</u>	<u>228,505</u>
Profit before finance cost and income tax expenses		28,161	19,580
Finance cost		(315)	(300)
Profit before income tax expenses		27,846	19,280
Income tax expenses	11	(5,654)	(3,946)
Profit for the period		<u>22,192</u>	<u>15,334</u>
Other comprehensive income		-	-
Other comprehensive income for the period		-	-
Total comprehensive income for the period		<u>22,192</u>	<u>15,334</u>
Basic earnings per share	12		
Profit (Baht)		<u>0.04</u>	<u>0.04</u>
Weighted average number of ordinary shares (Thousand shares)		<u>608,000</u>	<u>356,783</u>

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

T.A.C. Consumer
Public Company Limited
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

 Director

Mr. Chatchawe Vatanasuk

 Director

Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Statement of comprehensive income

For the nine-month period ended 30 September 2016


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

	<u>Note</u>	<u>2016</u>	<u>2015</u>
Profit or loss:			
Revenues			
Sales		870,806	743,937
Other income		4,980	1,487
Total revenues		<u>875,786</u>	<u>745,424</u>
Expenses			
Cost of sales		603,138	516,826
Selling expenses		128,129	114,543
Administrative expenses		51,742	44,529
Total expenses		<u>783,009</u>	<u>675,898</u>
Profit before finance cost and income tax expenses		92,777	69,526
Finance cost		(606)	(1,090)
Profit before income tax expenses		92,171	68,436
Income tax expenses	11	(18,979)	(14,150)
Profit for the period		<u>73,192</u>	<u>54,286</u>
Other comprehensive income		-	-
Other comprehensive income for the period		-	-
Total comprehensive income for the period		<u>73,192</u>	<u>54,286</u>
Basic earnings per share	12		
Profit (Baht)		<u>0.12</u>	<u>0.21</u>
Weighted average number of ordinary shares (Thousand shares)		<u>608,000</u>	<u>262,462</u>

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

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

 Director

Mr. Chatchawe Vatanasuk

 Director

Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2016

(Unit: Thousand Baht)

	Note	Retained earnings				Total
		Issued and paid up share capital	Share premium	Appropriated - statutory reserve	Unappropriated	
Balance as at 1 January 2015		30,000	-	1,000	55,434	86,434
Total comprehensive income for the period		-	-	-	54,286	54,286
Share capital issued	10	80,000	-	-	-	80,000
Appropriation of statutory reserve		-	-	3,948	(3,948)	-
Dividend paid	14	-	-	-	(89,460)	(89,460)
Balance as at 30 September 2015		110,000	-	4,948	16,312	131,260
Balance as at 1 January 2016		152,000	426,989	8,345	27,702	615,036
Total comprehensive income for the period		-	-	-	73,192	73,192
Dividend paid	14	-	-	-	(60,797)	(60,797)
Balance as at 30 September 2016		152,000	426,989	8,345	40,097	627,431

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

T.A.C. Consumer
Public Company Limited
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)



Director

Mr. Chatchawe Vatanasuk



Director

Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Cash flow statement

For the nine-month period ended 30 September 2016

(Unit: Thousand Baht)

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities		
Profit before tax	92,171	68,436
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	8,437	5,678
Increase (decrease) in allowance for doubtful accounts	(20)	8
Increase (decrease) in allowance for diminution in inventory value	791	(223)
Gain on sales and change in value of investments in trading securities	(2,903)	(310)
Loss from disposals and write-off of equipment and intangible assets	30	56
Provision for long-term employee benefits	2,029	1,668
Interest income	(1,867)	(411)
Interest expenses	606	1,090
Profit from operating activities before changes in operating assets and liabilities	99,274	75,992
Operating assets (increase) decrease:		
Trade and other receivables	(38,862)	(12,828)
Inventories	(6,649)	2,866
Other current assets	4,617	(660)
Other non-current assets	244	549
Operating liabilities increase (decrease):		
Trade and other payables	49,401	12,372
Other current liabilities	1,605	(761)
Cash from operating activities	109,630	77,530
Cash received from interest income	1,387	304
Cash paid for interest expenses	-	(669)
Cash paid for income tax	(17,468)	(16,932)
Net cash from operating activities	<u>93,549</u>	<u>60,233</u>

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

T.A.C. Consumer
Public Company Limited
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)



Director

Mr. Chatchawe Vatanasuk



Director

Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Cash flow statement (continued)

For the nine-month period ended 30 September 2016

(Unit: Thousand Baht)

	<u>2016</u>	<u>2015</u>
Cash flows from investing activities		
Decrease (increase) in restricted bank deposits	(30,000)	140
Increase in current investments	(308,001)	(26,728)
Acquisitions of plant and equipment	(26,717)	(4,491)
Cash received from disposals of equipment	1	1,151
Increase in intangible assets	<u>(356)</u>	<u>(1,666)</u>
Net cash used in investing activities	<u>(365,073)</u>	<u>(31,594)</u>
Cash flows from financing activities		
Decrease in bank overdrafts	-	(8,993)
Repayments of liabilities under finance lease agreements	(6,081)	(3,151)
Repayments of long-term loan	-	(2,628)
Cash received from issuance of ordinary shares	-	80,000
Dividend paid	<u>(60,797)</u>	<u>(89,460)</u>
Net cash used in financing activities	<u>(66,878)</u>	<u>(24,232)</u>
Net increase (decrease) in cash and cash equivalents	(338,402)	4,407
Cash and cash equivalents at beginning of period	<u>484,471</u>	<u>1,173</u>
Cash and cash equivalents at end of period (Note 3)	<u><u>146,069</u></u>	<u><u>5,580</u></u>

Supplemental cash flows information

Non-cash transactions

Acquisitions of assets under financial lease agreements	1,528	4,378
Acquisitions of equipment that have not been paid	1,184	-

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

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)



.....Director

Mr. Chatchawe Vatanasuk



.....Director

Mr. Chanit Suwanparin

T.A.C. Consumer Public Company Limited

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2016

1. General information

1.1 Company information

T.A.C. Consumer Public Company Limited (“the Company”) was incorporated as a limited company under Thai laws and registered the change of its status to a public limited company under the Public Limited Companies Act on 26 August 2015. The Company operates in Thailand and its principal activity is the manufacture and distribution of beverage, with the registered office address at 9/231-233, 23rd Floor, UM Tower, Ramkhamhaeng Road, Suanluang, Bangkok, and its factory address is at 99/112 Moo 1, Nongmaidaeng, Banbueng, Chonburi.

On 21 August 2015, the Extraordinary General Meeting of the Company’s shareholders passed a resolution to approve the change of the Company’s name from “T.A.C. Consumer Company Limited” to “T.A.C. Consumer Public Company Limited” according to the transformation to a public limited company. The Company registered the change of its name with the Ministry of Commerce on 26 August 2015.

1.2 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.

T.A.C. Consumer
Public Company Limited
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr.Chatchawe Vatanasuk


..... Director
Mr.Chanit Suwanparin

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's financial statements.

1.4 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.

2. Related party transactions

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2016 and 2015, the Company had employee benefit expenses payable to its directors and management as below.

(Unit: Thousand Baht)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Short-term employee benefits	11,952	8,145	30,003	24,557
Post-employment benefits	911	741	2,652	2,231
Total	<u>12,863</u>	<u>8,886</u>	<u>32,655</u>	<u>26,788</u>

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

.....
Mr.Chatchawe Vatanasuk Director

.....
Mr.Chanit Suwanparin Director

(Unaudited but reviewed)

3. Cash and cash equivalents

(Unit: Thousand Baht)

	30 September 2016	31 December 2015
Cash	20	30
Bank deposits	203,049	511,441
Total	203,069	511,471
Less: Restricted bank deposits	(57,000)	(27,000)
Total cash and cash equivalents	<u>146,069</u>	<u>484,471</u>

As at 30 September 2016, bank deposits in savings accounts carried interests between 0.13 and 1.10 percent per annum (31 December 2015: between 0.13 and 0.38 percent per annum).

Restricted bank deposits are deposits pledged with the bank to secure bank overdrafts and credit facilities as discussed in Note 8. On 14 October 2016, the Company has released the pledge of its bank deposits of Baht 30 million.

4. Current investments

4.1 As at 30 September 2016 and 31 December 2015, current investments consisted of the following:

(Unit: Thousand Baht)


	30 September 2016	31 December 2015
Investments in trading securities - fair value (Note 4.2)	271,964	21,061
Fixed deposits	60,001	-
Total current investments	<u>331,965</u>	<u>21,061</u>

As at 30 September 2016, the Company had current investments in 5-month and 12-month fixed deposits totaling Baht 60 million, carrying interests between 1.25 and 1.50 percent per annum and due for redemption during January 2017 to March 2017.

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr.Chatchawe Vatanasuk


..... Director
Mr.Chanit Suwanparin

(Unaudited but reviewed)

- 4.2 Movements in the current investments in trading securities during the nine-month period ended 30 September 2016 are summarised below.

(Unit: Thousand Baht)

Balance as at 31 December 2015	21,061
Cash paid for current investments in trading securities during the period - at cost	865,000
Sales during the period - at cost	
Proceeds from sales	(617,000)
Gain on sales	1,849
Total	(615,151)
Gain on change in value	1,054
Balance as at 30 September 2016	<u>271,964</u>

5. Trade and other receivables

(Unit: Thousand Baht)

	30 September 2016	31 December 2015
<u>Trade accounts receivable - unrelated parties</u>		
Aged on the basis of due dates		
Not yet due	205,644	169,984
Past due		
Up to 3 months	1,988	6,946
3 - 6 months	150	373
6 - 12 months	397	66
Over 12 months	61	32
Total	208,240	177,401
Less: Allowance for doubtful accounts	(36)	(57)
Total trade accounts receivable - unrelated parties - net	208,204	177,344
<u>Other receivables</u>		
Other receivables - unrelated parties	1,705	1,377
Less: Allowance for doubtful accounts	(232)	(231)
Total other receivables - unrelated parties - net	1,473	1,146
Prepaid expenses	9,190	1,495
Interest receivable	556	76
Total other receivables - net	11,219	2,717
Total trade and other receivables - net	<u>219,423</u>	<u>180,061</u>

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr. Chatchawe Vatanasuk


..... Director
Mr. Chahit Suwanparin

(Unaudited but reviewed)

6. Inventories

Movements in the reduction of inventories to net realisable value account during the nine-month period ended 30 September 2016 are summarised below.

(Unit: Thousand Baht)

Balance as at 31 December 2015	751
Reduction of inventory value during the period	791
Balance as at 30 September 2016	<u>1,542</u>

7. Property, plant and equipment

Movements in the property, plant and equipment account during the nine-month period ended 30 September 2016 are summarised below.

(Unit: Thousand Baht)

Net book value as at 31 December 2015	52,640
Acquisitions during the period - at cost	29,426
Disposals and write-off during the period - net book value on disposal/write-off date	(31)
Depreciation for the period	(7,276)
Net book value as at 30 September 2016	<u>74,759</u>

The Company has mortgaged its land with structures thereon with the net book value as at 30 September 2016 of approximately Baht 17.9 million (31 December 2015: Baht 18.2 million) as collateral for bank overdrafts and credit facilities granted by a commercial bank as discussed in Note 8.

8. Bank overdrafts

The bank overdrafts are secured by the pledge of the Company's bank deposits and the mortgage of land with structures thereon.

As at 30 September 2016, the Company had bank overdrafts which had not yet been drawn down amounting to Baht 134.8 million (31 December 2015: Baht 109.8 million).

9. Trade and other payables


(Unit: Thousand Baht)

	30 September 2016	31 December 2015
Trade payables - unrelated parties	133,979	119,739
Other payables - unrelated parties	20,897	18,227
Accrued expenses	58,950	25,278
Total trade and other payables	<u>213,826</u>	<u>163,244</u>

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr. Chatchawe Vatanasuk


..... Director
Mr. Chanit Suwanparin

10. Share capital

10.1 On 20 March 2015, the Annual General Meeting of the Company's shareholders passed a resolution to increase the Company's registered share capital from Baht 30 million (300,000 ordinary shares of Baht 100 each) to Baht 77 million (770,000 ordinary shares of Baht 100 each), through the issuance of 470,000 new ordinary shares at a par value of Baht 100 each. The Company registered the share capital increase with the Ministry of Commerce on 1 April 2015.

10.2 On 21 August 2015, the Extraordinary General Meeting of the Company's shareholders passed the following resolutions.

10.2.1 Approved the change of the par value of the Company's ordinary shares from Baht 100 per share to Baht 0.25 per share, resulting in an increase in the number of ordinary shares from 0.77 million shares to 308 million shares. The Company registered the change in the par value of the Company's ordinary shares with the Ministry of Commerce on 26 August 2015.

10.2.2 Approved an increase of the Company's registered share capital of Baht 75 million from Baht 77 million (308 million ordinary shares of Baht 0.25 each) to Baht 152 million (608 million ordinary shares of Baht 0.25 each) through an issuance of 300 million new ordinary shares of Baht 0.25 each in which 132 million ordinary shares to be offered to the existing shareholders of the Company, 159 million ordinary shares for the initial public offering and 9 million ordinary shares to be offered to the directors, management and employees of the Company. On 21 August 2015, the Company issued 132 million new ordinary shares to the existing shareholders of the Company totaling Baht 33 million. The Company registered the increase in the registered and paid up share capital with the Ministry of Commerce on 28 August 2015.

10.3 During 25 - 27 November 2015, the Company offered 168 million ordinary shares, with a par value of Baht 0.25 each, at a price of Baht 2.88 each through the Initial Public Offering, and to the directors, management and employees of the Company. The Company received share subscription amounting to Baht 483.84 million which included share premium amounting to Baht 441.84 million. As a result, the issued and paid-up share capital increased from Baht 110 million (440 million ordinary shares with a par value of Baht 0.25 each) to Baht 152 million (608 million ordinary shares with a par value of Baht 0.25 each). The Company registered the increase in its paid up share capital with the Ministry of Commerce on 30 November 2015 and the Stock Exchange of Thailand approved the 168 million ordinary shares with a par value of Baht 0.25 each as listed securities for trading, effective from 2 December 2015. The Company incurred expenses relating to the share offering totaling Baht 14.85 million (net of income tax of Baht 3.71 million) which were presented as a deduction from the share premium.

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr. Chatchawe Vatanasuk


..... Director
Mr. Charit Suwanparin

11. 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 and the nine-month periods ended 30 September 2016 and 2015 are made up as follows:


	(Unit: Thousand Baht)			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Current income tax:				
Interim corporate income tax charge	5,527	3,687	19,480	14,362
Deferred tax:				
Relating to origination and reversal of temporary differences	127	259	(501)	(212)
Income tax expenses reported in the statements of comprehensive income	<u>5,654</u>	<u>3,946</u>	<u>18,979</u>	<u>14,150</u>


12. Earnings per share

Basic earnings per share is calculated by dividing profit for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period, after adjusting the number of ordinary shares in proportion to the change in the number of shares as a result of the change in the par value from Baht 100 per share to Baht 0.25 per share as discussed in Note 10. The number of ordinary shares is adjusted as if the change in the number of shares and par value had occurred at the beginning of the earliest year reported.

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


.....Director
Mr.Chatchawe Vatanasuk


.....Director
Mr.Chanit Suwanparin

13. Segment information

The Company is organised into business units based on its products. During the current period, the Company has not changed the organisation of its reportable operating segment. The Company is principally engaged in one reportable operating segment in the manufacture and distribution of beverage. Its operations are carried on only in Thailand, through the distribution channel both in domestic and overseas markets. During the three-month and nine-month periods ended 30 September 2016, domestic sales represented 93 percent and 91 percent of total sales, respectively (2015: 92 percent and 93 percent of total sales, respectively). Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss and assets in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment and geographical area.

14. Dividend

Dividend	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
<u>2015</u>			
Dividends for 2014	Annual General Meeting on 20 March 2015	52.50	175.00
Interim dividends for 2015	Board of Director's meeting on 5 August 2015	36.96	48.00
Total dividends for 2015		<u>89.46</u>	<u>223.00</u>
<u>2016</u>			
Dividends for 2015	Annual General Meeting on 21 April 2016	24.32	0.04
Interim dividends for 2016	Board of Director's meeting on 11 August 2016	36.48	0.06
Total dividends for 2016		<u>60.80</u>	<u>0.10</u>

15. Commitments

15.1 Capital commitments

As at 30 September 2016, the Company had capital commitments relating to the purchases of equipment amounting to approximately Baht 31.4 million.

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


.....Director
Mr.Chatchawe Vatanasuk


.....Director
Mr.Chanit Suwanparin

15.2 Operating lease commitments

The Company has entered into several operating lease and service contracts in respect of the lease of office building space and equipment and other services. The terms of the agreements are generally between 1 and 4 years.

Future minimum payments required under these non-cancellable operating lease and service contracts were as follows:

	(Unit: Million Baht)	
	30 September 2016	31 December 2015
Payable		
In up to 1 year	3.4	6.8
In over 1 year and up to 4 years	0.2	2.0

15.3 Merchandise sub-license commitments

On 29 April 2016, the Company entered into a merchandise sub-license agreement with Sanrio Wave Hong Kong Co., Ltd. Under the terms of the agreement, the Company is granted the privilege to utilise the Sanrio's characters in connection with the manufacture and distribution of licensed products under the Company's trademark. The Company agrees to pay royalty fee at certain percentage of net sales as specified in the agreement. The agreement is for a period of 5 months, starting from 1 August 2016 to 31 December 2016, and is extendable by giving one month written notice before the expiry date.

16. Fair value hierarchy

As of 30 September 2016, the Company had the following assets that were measured at fair value.

	(Unit: Thousand Baht)
	<u>Level 2</u>
Financial assets measured at fair value	
Held for trade investments - Debt instruments	271,964

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

17. Approval of interim financial statements

These interim financial statements were authorised for issue by the board of directors of the Company on 10 November 2016.

T.A.C. Consumer
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)


..... Director
Mr. Chatchawe Vatanasuk


..... Director
Mr. Chanit Suwanparin