

TIPCO FOODS PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
JANUARY 1, 2015 TO DECEMBER 31, 2015

Independent Auditor's Report

To the Shareholders and Board of Directors of Tipco Foods Public Company Limited

I have audited the accompanying consolidated and separate financial statements of Tipco Foods Public Company Limited and its subsidiaries, and of Tipco Foods Public Company Limited, respectively, which comprise the consolidated and separate statements of financial position as at December 31, 2015, the consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated and separate financial statements in accordance with Thai Financial Reporting Standard and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Thai Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

/I believe

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated and separate financial statements referred to above present fairly, in all material respects, the financial position as at December 31, 2015 and the financial performance and cash flows for the year then ended of Tipco Foods Public Company Limited and its subsidiaries and of Tipco Foods Public Company Limited, respectively, in accordance with Thai Financial Reporting Standards.

Other Matter

The financial statements of Tipco Foods Public Company Limited and its subsidiaries, and of Tipco Foods Public Company Limited for the year ended December 31, 2015, were audited by another auditor of the same office who expressed an unqualified opinion on those statements on February 20, 2015.

(Mr. Pornchai Kittipanya-ngam)

Certified Public Accountant

Registration No. 2778

Bunchikij Co., Ltd.

Bangkok

February 19, 2016

Tipco Foods Public Company Limited and its subsidiaries

Statements of financial position

As at December 31, 2015

Unit : Baht

	<i>Note</i>	<i>Consolidated Financial Statements</i>		<i>Separate Financial Statements</i>	
		<i>Dec. 31, 2015</i>	<i>Dec. 31, 2014</i>	<i>Dec. 31, 2015</i>	<i>Dec. 31, 2014</i>
ASSETS					
CURRENT ASSETS					
<i>Cash and cash equivalent</i>	<i>3.2 and 5</i>	<i>76,355,545</i>	<i>41,657,226</i>	<i>39,155,492</i>	<i>18,045,188</i>
<i>Current investment</i>	<i>6</i>	<i>3,800,857</i>	<i>3,737,499</i>	<i>-</i>	<i>-</i>
<i>Trade and other receivable</i>	<i>3.3 and 7</i>	<i>874,654,042</i>	<i>485,733,407</i>	<i>259,835,464</i>	<i>144,715,767</i>
<i>Short - term loans to related parties</i>	<i>8</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>33,500,000</i>
<i>Inventories</i>	<i>3.4 and 9</i>	<i>808,683,816</i>	<i>935,936,521</i>	<i>304,986,735</i>	<i>352,607,853</i>
<i>Accounts receivable to forward exchange contract</i>	<i>34</i>	<i>68,769</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Other current asset</i>	<i>10</i>	<i>20,811,138</i>	<i>13,178,195</i>	<i>7,268,309</i>	<i>3,771,052</i>
Total current assets		<i>1,784,374,167</i>	<i>1,480,242,848</i>	<i>611,246,000</i>	<i>552,639,860</i>
NON-CURRENT ASSETS					
<i>Investments in associated companies</i>	<i>3.5 and 12</i>	<i>2,466,355,206</i>	<i>1,431,925,238</i>	<i>644,929,739</i>	<i>647,109,739</i>
<i>Investments in subsidiary companies</i>	<i>3.5 and 12</i>	<i>-</i>	<i>-</i>	<i>465,336,902</i>	<i>465,336,902</i>
<i>Restricted deposit at bank</i>	<i>13</i>	<i>1,016,000</i>	<i>1,016,000</i>	<i>-</i>	<i>-</i>
<i>Investment properties</i>	<i>14</i>	<i>7,269,561</i>	<i>18,284,061</i>	<i>7,269,561</i>	<i>18,284,061</i>
<i>Property, plant and equipment</i>	<i>3.8 and 15</i>	<i>2,284,168,108</i>	<i>2,418,612,564</i>	<i>819,733,849</i>	<i>962,650,392</i>
<i>Intangible asset</i>	<i>3.9 and 16</i>	<i>46,411,924</i>	<i>39,319,719</i>	<i>35,654,906</i>	<i>33,057,906</i>
<i>Deposits and guarantee</i>		<i>12,068,990</i>	<i>11,938,598</i>	<i>3,140,570</i>	<i>2,328,970</i>
<i>Deferred tax assets, net</i>	<i>28</i>	<i>106,684,272</i>	<i>115,572,456</i>	<i>56,052,793</i>	<i>62,473,017</i>
<i>Other non-current assets</i>		<i>6,595,480</i>	<i>4,552,829</i>	<i>5,749,371</i>	<i>3,789,749</i>
Total non-current assets		<i>4,930,569,541</i>	<i>4,041,221,465</i>	<i>2,037,867,691</i>	<i>2,195,030,736</i>
Total assets		<i>6,714,943,708</i>	<i>5,521,464,313</i>	<i>2,649,113,691</i>	<i>2,747,670,596</i>

Notes to financial statements are an integral part of these statements

Tipco Foods Public Company Limited and its subsidiaries

Statements of financial position

As at December 31, 2015

Unit : Baht

	Note	Consolidated Financial Statements		Separate Financial Statements	
		Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
<i>Bank overdrafts and short-term loans from</i>					
		<i>financial institution.</i>			
	17	1,320,288,281	1,467,108,976	620,058,736	990,000,000
	18	720,540,421	494,381,633	222,357,918	124,679,665
	19	94,513,976	182,351,801	13,882,000	80,922,729
		3,044,170	8,251,145	-	-
	21	-	202,983	-	156,444
		19,507,431	17,653,164	4,072,265	3,867,495
Total current liabilities		2,157,894,279	2,169,949,702	860,370,919	1,199,626,333
NON-CURRENT LIABILITIES					
	19	517,181,976	551,932,000	116,550,000	71,932,000
		-	2,434,749	-	2,434,749
		2,406,000	2,391,500	-	-
	20	56,682,386	39,778,761	37,125,090	23,358,762
Total non-current liabilities		576,270,362	596,537,010	153,675,090	97,725,511
Total liabilities		2,734,164,641	2,766,486,712	1,014,046,009	1,297,351,844
SHAREHOLDERS' EQUITY					
<i>Share capita</i>					
	22	<i>Authorized share capita</i>			
		500,000,000	500,000,000	500,000,000	500,000,000
		<i>Issued and paid-up share capita</i>			
		482,579,640	482,579,640	482,579,640	482,579,640
		<i>Non-controlling interests in subsidiary of the associated</i>			
		<i>company acquired at price lower than book value</i>			
		1,494,466	1,510,347	-	-
		<i>Change in the interest in subsidiary of the associated company</i>			
		<i>which not resulted in loss of control of the associate</i>			
		(73,900,864)	(74,686,161)	-	-
		<i>Capital reserve for share-based payment transactions of</i>			
		<i>the associated company</i>			
		18,078,255	9,305,759	-	-
		<i>Retained earning.</i>			
	22.1	50,000,000	50,000,000	50,000,000	50,000,000
		3,081,058,341	1,892,590,342	1,102,488,042	919,521,008
		6,109,519	(31,213,680)	-	(1,781,896)
Total equity holders of the parent		3,565,419,357	2,330,086,247	1,635,067,682	1,450,318,752
		415,359,710	424,891,354	-	-
Total shareholders' equity		3,980,779,067	2,754,977,601	1,635,067,682	1,450,318,752
Total liabilities and shareholders' equity		6,714,943,708	5,521,464,313	2,649,113,691	2,747,670,596

Notes to financial statements are an integral part of these statements

Tipco Foods Public Company Limited and its subsidiaries

Statements of comprehensive income

For the year ended December 31, 2015

Unit : Baht

	Note	Consolidated Financial Statements		Separate Financial Statements	
		Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014
Revenues from the sales of goods and the rendering of service	24	5,337,909,489	5,507,795,418	2,266,843,958	2,113,300,476
Cost of the sales of goods and the rendering of service		3,635,920,120	3,735,893,879	2,108,563,881	2,009,078,836
Gross profit		1,701,989,369	1,771,901,539	158,280,077	104,221,640
Other incomes	25	252,499,486	250,539,053	365,881,102	97,526,535
Profit before expenses		1,954,488,855	2,022,440,592	524,161,179	201,748,175
Selling expenses		(1,430,457,736)	(1,490,144,806)	(87,298,079)	(75,080,824)
Administrative expenses		(489,103,384)	(518,108,243)	(211,600,063)	(215,077,656)
Loss on impairment of investmen.		(1,340,659)	(229,272,680)	(1,340,659)	(37,628,708)
Profit (loss) before Share of profit from investments in associated company		33,587,076	(215,085,137)	223,922,378	(126,039,013)
Share of profit from investments in associated compan		1,216,173,249	283,450,215	-	-
Profit (loss) before finance costs and income tax		1,249,760,325	68,365,078	223,922,378	(126,039,013)
Finance cost:	27	(59,018,771)	(83,415,143)	(34,980,595)	(50,891,328)
Profit (loss) before income tax expenses		1,190,741,554	(15,050,065)	188,941,783	(176,930,341)
Income tax expenses	28	(11,805,200)	68,777,738	(5,974,750)	43,917,619
Profit (loss) for the years		1,178,936,354	53,727,673	182,967,033	(133,012,722)
Other comprehensive income					
Items that will not be reclassified to profit or loss :					
Change in fair value of interest rate swap contra		2,227,371	1,263,578	2,227,371	1,263,578
Actuarial gain (losses,		-	(9,808,276)	-	(3,812,523)
Share of comprehensive income (loss) in associated compan		35,613,719	(15,051,679)	-	-
Income tax effect		(517,892)	1,271,551	(445,474)	509,789
		37,323,198	(22,324,826)	1,781,897	(2,039,156)
Items that will be reclassified to profit or loss :					
Losses on revaluation available-for-sale investmen		-	(517,790)	-	(517,790)
Income tax effect		-	103,558	-	103,558
		-	(414,232)	-	(414,232)
Other comprehensive income (loss) for the years		37,323,198	(22,739,058)	1,781,897	(2,453,388)
Total comprehensive income (loss) for the years		1,216,259,552	30,988,615	184,748,930	(135,466,110)
Profit (loss) attributable to :					
Equity holders of the paren		1,188,467,999	77,693,007	182,967,033	(133,012,722)
Non-controlling interest.		(9,531,645)	(23,965,334)	-	-
		1,178,936,354	53,727,673	182,967,033	(133,012,722)
Total comprehensive income (loss) attributable to :					
Equity holders of the paren		1,225,791,197	56,922,964	184,748,930	(135,466,110)
Non-controlling interest.		(9,531,645)	(25,934,349)	-	-
		1,216,259,552	30,988,615	184,748,930	(135,466,110)
Basic earnings (loss) per share					
Profit of shareholders' equity-parent compar	(Baht)	2.4627	0.1610	0.3791	(0.2756)

Notes to financial statements are an integral part of these statemen.

Tipco Foods Public Company Limited and its subsidiaries
Statements of changes in shareholders' equity (consolidated financial statements)
For the year ended December 31, 2015

Unit : Baht

	Equity holders of the parent												
	Change in the interest				Other components of equity								
	Non-controlling interest		in subsidiary of the		Other comprehensive income								
	Issued and paid-up share capital	associated company acquired at price lower than book value	in subsidiary of the associated company which not resulted in loss of control of the associate	Capital reserve for share-based payment transactions of the associate	Retained earnings		Fair value of interest rate swap contract	Available-for-sale investments	Share of comprehensive income in associate (Note 23)	Total other components of equity	Total equity holders of the parent	Non-controlling Interest	Total Shareholders' Equity
Balance as at December 31, 2013	482,579,646	1,517,573	3,139,507	5,656,439	50,000,000	1,821,062,834	(2,792,759)	414,232	(14,230,609)	(16,609,136)	2,347,346,857	460,629,703	2,807,976,560
Share-based payment transactions of the associated company	-	(7,226)	(77,825,668)	3,649,320	-	-	-	-	-	-	(74,183,574)	-	(74,183,574)
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(9,804,000)	(9,804,000)
Total comprehensive income for the year 2014	-	-	-	-	-	77,693,007	1,010,862	(414,232)	(15,201,174)	(14,604,544)	63,088,463	(25,934,349)	37,154,114
Actuarial gain (losses)	-	-	-	-	-	(6,165,499)	-	-	-	-	(6,165,499)	-	(6,165,499)
Balance as at December 31, 2014	482,579,646	1,510,347	(74,686,161)	9,305,759	50,000,000	1,892,590,342	(1,781,897)	-	(29,431,783)	(31,213,680)	2,330,086,247	424,891,354	2,754,977,601
Balance as at December 31, 2014	482,579,646	1,510,347	(74,686,161)	9,305,759	50,000,000	1,892,590,342	(1,781,897)	-	(29,431,783)	(31,213,680)	2,330,086,247	424,891,354	2,754,977,601
Share-based payment transactions of the associated company	-	(15,881)	785,297	8,772,496	-	-	-	-	-	-	9,541,912	-	9,541,912
Total comprehensive income for the year 2015	-	-	-	-	-	1,188,467,999	1,781,897	-	35,541,302	37,323,199	1,225,791,198	(9,531,644)	1,216,259,554
Balance as at December 31, 2015	482,579,646	1,494,466	(73,900,864)	18,078,255	50,000,000	3,081,058,341	-	-	6,109,519	6,109,519	3,565,419,357	415,359,710	3,980,779,067

Notes to financial statements are an integral part of these statements.

Tipco Foods Public Company Limited and its subsidiaries
Statements of changes in shareholders' equity (separate financial statements)
For the year ended December 31, 2015

Unit : Baht

	Issued and paid-up share capital	Retained earnings		Other components of equity			Total Shareholders' Equity
		Appropriated Legal reserve	Unappropriated	Othe comprehensive income			
				Fair value of interest rate swap contract	Available-for-sale investments	Total other components of equity	
<i>Balance as at December 31, 2013</i>	482,579,640	50,000,000	1,055,583,749	(2,792,759)	414,232	(2,378,527)	1,585,784,862
<i>Total comprehensive income for the year 201.</i>	-	-	(133,012,722)	1,010,862	(414,232)	596,630	(132,416,092)
<i>Actuarial gain (losses,</i>	-	-	(3,050,018)	-	-	-	(3,050,018)
<i>Balance as at December 31, 2014</i>	482,579,640	50,000,000	919,521,009	(1,781,897)	-	(1,781,897)	1,450,318,752
<i>Balance as at December 31, 2014</i>	482,579,640	50,000,000	919,521,009	(1,781,897)	-	(1,781,897)	1,450,318,752
<i>Total comprehensive income for the year 201.</i>	-	-	182,967,033	1,781,897	-	1,781,897	184,748,930
<i>Balance as at December 31, 2015</i>	482,579,640	50,000,000	1,102,488,042	-	-	-	1,635,067,682

Notes to financial statements are an integral part of these statemen

Tipco Foods Public Company Limited and its subsidiaries

Statements of cash flows

For the year ended December 31, 2015

Unit : Baht

Note	Consolidated Financial Statements		Separate Financial Statements	
	Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014
<i>Cash flows from operating activities :</i>				
<i>Profit (loss) before income tax</i>	1,190,741,554	(15,050,065)	188,941,783	(176,930,341)
<i>Adjustments to reconcile profit before income tax to net cash provided by operating activities</i>				
<i>Depreciation and amortization</i>	232,371,658	250,991,741	123,636,023	135,366,046
<i>Doubtful accounts</i>	-	388,618	-	-
<i>Loss on expired goods (reversal)</i>	(30,971,607)	39,888,624	(33,066,226)	38,521,839
<i>Loss on decline in value of inventories</i>	559,766	(7,210,016)	559,766	(7,210,016)
<i>Gain on exchange rate</i>	(337,653)	(12,146,589)	(222,973)	(7,154,131)
<i>Gain on sales of available-for-sale investments</i>	-	(4,770,430)	-	(4,770,430)
<i>Gain on sales associated company investments</i>	(7,671,250)	-	(10,313,750)	-
<i>(Gain) loss on sales of fixed assets and writting of</i>	(68,676,786)	2,751,171	(48,486,678)	(513,475)
<i>Loss on impairment of asset:</i>	1,340,659	229,272,680	1,340,659	37,628,708
<i>Employee benefit expenses</i>	20,312,699	8,184,787	17,021,121	5,284,913
<i>Dividend income</i>	-	-	(222,003,996)	(46,917,164)
<i>Share of profit from investments in associated companies</i>	(1,216,173,249)	(283,450,214)	-	-
<i>Interest income</i>	(65,572)	(94,656)	(725,423)	(1,549,244)
<i>Interest expense:</i>	59,018,770	85,957,011	34,980,511	50,891,328
	180,448,989	294,712,662	51,660,817	22,648,033
<i>Change in operating assets and liabilities</i>				
<i>(Increase) decrease in asset</i>				
<i>Trade and other receivable</i>	(391,948,891)	275,209,190	(122,065,254)	58,673,798
<i>Inventories</i>	156,547,557	370,865,356	79,760,710	386,474,172
<i>Other current asset</i>	2,712,145	2,108,944	772,522	73,629
<i>Deposits and guarantee</i>	(130,394)	(1,688,552)	(841,599)	-
<i>Other non-current asset</i>	488,040	919,752	269,250	269,250
<i>Increase (decrease) in liability</i>				
<i>Trade and other payable</i>	113,970,666	(338,296,823)	97,094,697	(68,815,714)
<i>Other current liability</i>	76,038,675	2,450,469	(1,045,487)	(656,601)
<i>Employee benefit obligation:</i>	(3,409,073)	(17,242,507)	(3,254,793)	(17,242,507)
<i>Cash generated from operation</i>	134,717,714	589,038,491	102,350,863	381,424,060
<i>Interest paid</i>	(60,251,672)	(87,388,824)	(35,714,547)	(52,328,501)
<i>Refund of prepaid company income tax</i>	-	2,255,537	-	2,255,537
<i>Income taxes paid</i>	(14,846,332)	(6,874,515)	(1,474,410)	(2,086,826)
<i>Net cash provided by operating activities</i>	59,619,710	497,030,689	65,161,906	329,264,270

Notes to financial statements are an integral part of these statements

Tipco Foods Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the year ended December 31, 2015

Unit : Baht

	Note	Consolidated Financial Statements		Separate Financial Statements	
		Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014
<i>Cash flows from investing activities :</i>					
Increase in current investmen		(63,357)	(79,831)	-	-
Increase in short-term loans to related partie		-	-	33,500,000	17,500,000
Sales of Available-for-sale investment:		12,493,750	4,972,921	12,493,750	4,972,922
Sales of fixed assets		87,290,943	3,469,744	63,569,917	2,064,917
Sales of Investment propertie:		48,734,370	-	48,734,370	-
Purchases of fixed asset:		(114,867,381)	(270,092,020)	(27,897,060)	(168,166,056)
Payment for intangible asset		(6,167,227)	(214,400)	(4,051,043)	(170,900)
Dividend received		222,003,996	37,113,166	222,003,996	46,917,164
Interest receivea		65,572	94,656	725,423	1,549,244
Net cash provided by (used in) investing activities		249,490,666	(224,735,764)	349,079,353	(95,332,709)
<i>Cash flows from financing activities :</i>					
Increase (decrease) in bank overdraf.		(1,820,694)	(2,645,102)	58,736	(4,754,078)
Increase (decrease) in loans from financial institutio		(162,724,615)	(265,000,000)	(370,000,000)	55,000,000
Repayment for long - term machinery payabl		-	(5,863,576)	-	-
Repayment for liabilities under finance leas		(4,609,931)	(4,687,980)	(3,702,729)	(3,621,798)
Proceeds from long - term loan.		129,500,000	500,000,000	129,500,000	-
Repayment for long - term loan.		(234,769,231)	(479,538,462)	(149,000,000)	(278,000,000)
Dividend paid		-	(9,804,000)	-	-
Net cash used in financing activities		(274,424,471)	(267,539,120)	(393,143,993)	(231,375,876)
Effect from exchange rate in cash and cash equivalents		12,414	(12,564)	13,038	(6,427)
Increase in cash and cash equivalents, net		34,698,319	4,743,241	21,110,304	2,549,258
Cash and cash equivalents as at January 1,		41,657,226	36,913,985	18,045,188	15,495,930
Cash and cash equivalents as at December 31,	3.2 and 5	76,355,545	41,657,226	39,155,492	18,045,188
<i>Non-cash items :</i>					
Accounts payable for fixed asset:		35,723,962	32,395,952	4,056,313	379,103
Accounts payable for intangible asset		12,430,511	2,148,800	3,745,728	57,200

Notes to financial statements are an integral part of these statemen

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

1. General information

1.1 The Company was incorporated in Thailand on March 22, 1976, and has been listed in the Stock Exchange of Thailand since 1989. The Company and its subsidiaries are engaged in the manufacture and distribution of products of pineapple in syrup, pineapple juice, mixed fruit juice, and natural mineral water.

1.2 The address of the company and its subsidiaries are 118/1 Rama 6 Rd., Samsen Nai, Bangkok 10400 and the factories are as follows :

- 212 Phetkasem Rd., Moo 16, Aownoi, Amphur Muang, Prachaubkhirikhan 77210
- 504 Phetkasem Rd., Prachaubkhirikhan, Amphur Muang, Prachaubkhirikhan 77000
- 205/1 Moo 2, Pongyaeng, Amphur Mae-Rim, Chiang Mai 50180
- 90/1 Moo 7, Phaholyothin Rd., Sanubtueb, Amphur Wangnoi, Ayuthaya 13170

1.3 The major shareholders of the Company is Supsakorn family.

2. Basis for the preparation and presentation of the financial statements

2.1 The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles, which are issued under the Accounting Professions Act B.E.2547, and have been presented under the Accounting Act B.E. 2543, and according to the requirements of the Securities and Exchange Commission, and the regulation of the Stock Exchange of Thailand.

2.2 The financial statements are presented for Thai currency reporting purpose and prepared in Thai language. This English translation of financial statements has been prepared for the convenience of the readers. All financial information presented in Thai Baht has been rounded in the notes to the financial statements unless otherwise stated.

2.3 Basis of preparation of the consolidated financial statements

The consolidated financial statements included the accounts of the company and the subsidiaries as follows :

Name	Paid – up share capital(Baht)		% of investments	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
SUBSIDIARIES				
Tipco Biotech Co., Ltd.	50,000,000	50,000,000	99.99	99.99
Tipco F&B Co., Ltd.	600,000,000	600,000,000	50.00	50.00
Tipco Retail Co., Ltd.	50,000,000	50,000,000	75.50	75.50
INDIRECT SUBSIDIARIES				
TFB Distribution Co., Ltd. (indirect portion by Tipco F&B Co., Ltd.)	1,000,000	1,000,000	50.00	50.00

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

2. Basis for the preparation and presentation of the financial statements (Continued)

2.3 Basis of preparation of the consolidated financial statements (Continued)

Outstanding intragroup balances, significant intragroup transactions, and the investment of the Company in subsidiary companies and shareholders' equity of the subsidiaries have been eliminated in this consolidation.

The financial statements of the subsidiaries are prepared by using the same significant accounting policies used by to the Company.

2.4 New Financial Reporting Standards

The Federation of Accounting Professions has notifications of applying the revised and new financial reporting standards are as follows:

2.4.1 The Financial Reporting Standards that became effective in the current accounting period

The Company and its subsidiaries has adopted the Thai Financial Reporting Standards that are effective for annual periods beginning on or after January 1, 2015. The adoption of these Thai Financial Reporting Standards does not have any significant impact on the Company's and its subsidiaries financial statements.

2.4.2 The Financial Reporting Standards that will become effective in the future

The Financial Reporting Standards which are effective for accounting periods beginning on or after January 1, 2016, as follow:

Conceptual Framework for Financial Reporting (revised 2015)

Financial Reporting Standards

TFRS 2 (revised 2015)	Share – based Payment
TFRS 3 (revised 2015)	Business Combinations
TFRS 4 (revised 2015)	Insurance Contract
TFRS 5 (revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (revised 2015)	Exploration for and Evaluation of Mineral Assets
TFRS 8 (revised 2015)	Operating Segments
TFRS 10 (revised 2015)	Consolidated Financial Statements
TFRS 11 (revised 2015)	Joint Arrangements

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

2. Basis of preparation and presentation of the financial statements (Continued)

2.4 New Financial Reporting Standards (Continued)

2.4.2 The Financial Reporting Standards that will become effective in the future (Continued)

The Financial Reporting Standards which are effective for accounting periods beginning on or
after January 1, 2016 (Continued)

Financial Reporting Standards (Continued)

TFRS 12 (revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (revised 2015)	Fair Value Measurement
Accounting Standards	
TAS 1 (revised 2015)	Presentation of Financial Statements
TAS 2 (revised 2015)	Inventories
TAS 7 (revised 2015)	Statement of Cash Flow
TAS 8 (revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2015)	Events After the Reporting Period
TAS 11 (revised 2015)	Construction Contracts
TAS 12 (revised 2015)	Income Taxes
TAS 16 (revised 2015)	Property, Plant and Equipment
TAS 17 (revised 2015)	Leases
TAS 18 (revised 2015)	Revenue
TAS 19 (revised 2015)	Employee Benefits
TAS 20 (revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2015)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2015)	Borrowing Cost
TAS 24 (revised 2015)	Related Party Disclosure
TAS 26 (revised 2015)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2015)	Separate Financial Statements
TAS 28 (revised 2015)	Investments in Associates and Joint Ventures
TAS 29 (revised 2015)	Financial Reporting in Hyperinflationary Economies
TAS 33 (revised 2015)	Earnings per Share

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

2. Basis of preparation and presentation of the financial statements (Continued)

2.4 New Financial Reporting Standards (Continued)

2.4.2 The Financial Reporting Standards that will become effective in the future (Continued)

The Financial Reporting Standards which are effective for accounting periods beginning on or
after January 1, 2016 (Continued)

Accounting Standards (Continued)

TAS 34 (revised 2015)	Interim Financial Reporting
TAS 36 (revised 2015)	Impairment of Assets
TAS 37 (revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2015)	Intangible Assets
TAS 40 (revised 2015)	Investment Property
TAS 41	Agriculture

Financial Reporting Standards Interpretations

TFRIC 1 (revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2015)	Determining whether an Arrangement contains a Lease
TFRIC 5 (revised 2015)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2015)	Applying the Restatement Approach under TAS 29 (revised 2015) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (revised 2015)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2015)	Service Concession Arrangements
TFRIC 13 (revised 2015)	Customer Royalty Programs
TFRIC 14 (revised 2015)	TAS 19 (revised 2015) Employee Benefits – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (revised 2015)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2015)	Transfers of Assets from Customer
TFRIC 20 (revised 2015)	Stripping Cost in the Production Phase of a Surface Mine
TFRIC 21	Levies

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

2. Basis of preparation and presentation of the financial statements (Continued)

2.4 New Financial Reporting Standards (Continued)

2.4.2 The Financial Reporting Standards that will become effective in the future (Continued)

The Financial Reporting Standards which are effective for accounting periods beginning on or
after January 1, 2016 (Continued)

Accounting Standard Interpretations

TSIC 10 (revised 2015)	Government Assistance – No Specific Relation to Operating Activities
TSIC 15 (revised 2015)	Operating Leases – Incentives
TSIC 25 (revised 2015)	Income Taxes – Changes in the Tax Status of an Entity or its Shareholders
TSIC 27 (revised 2015)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (revised 2015)	Disclosure – Service Concession Arrangements
TSIC 31 (revised 2015)	Revenue – Barter Transaction Involving Advertising Services
TSIC 32 (revised 2015)	Intangible Assets – Web Site Costs
Accounting Treatment Guidance	Accounting Treatment Guidance for Measurement and Recognition for Bearer Plant

The Company and its subsidiaries would not yet adopt the above standards before the effective date. The management of the Company and its subsidiaries assess that there will have no material the impact on the financial statements in the year when they are initially applied.

- 2.5 Preparation of financial statements in conformity with the Generally Accepted Accounting Principles, which requires management to make estimates and assumptions that affect the reported amounts of these interim financial statements. The actual results may differ from such estimates.

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

3. Summary of significant accounting policies

3.1 Measurement basis used in preparing the financial statements

Historical cost is used as measurement basis in preparing these financial statements except some items indicated in relevant notes.

3.2 Cash and cash equivalents

Cash represents cash on hand and demand deposits with banks.

Cash equivalents comprise fixed deposit and short-term highly liquid investments which are not restricted in their uses, and that are readily convertible to known amount of cash and which are subject to an insignificant risk of change in value, such as deposit expiring less than 3 months from acquisition date or investments.

3.3 Trade receivables

Trade receivables are stated at net realizable value which are the amount of invoices netted from the allowance for doubtful account. Allowance for doubtful account is based on the estimated uncollectible amounts by considering from the present financial status of each account receivable.

Besides, the management of company and its subsidiaries will also provide the allowance for doubtful accounts by considering from the status of each account receivable.

3.4 Inventories

Inventories are valued at cost or net realizable value, whichever is lower. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

The costs of purchased inventories comprise the purchase price and other costs directly attributed to the acquisition of goods. Manufacturing cost of finished goods and work in process comprise raw materials, labor and manufacturing overhead. The cost of inventories are calculated as follow :

Raw material, spare parts and factory supplies	- Valued at cost price under average method.
Work in process	- Valued at production cost price under average method.
Finished goods	- Valued at production cost price under average method.

The Company and its subsidiary provided the allowance for expired goods from the goods which were considered to expire and expected to damage.

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

3. Summary of significant accounting policies (Continued)

3.5 Investments

Available-for-sale investments represent investments in marketable equity securities-available for sale, which was accounted for at fair value (the lasted bid price) as at the close of business on the Statements of Financial Position date by reference to the Stock Exchange of Thailand. Unrealized gain (loss) on adjustment of the investments value are recognized in shareholder 'equity

Investments in associated company in the consolidated financial statements are accounted for by the equity method.

Investments in subsidiaries and associated companies in the Separate financial statements are accounted for by the cost method less allowance for decline in value of investments.

3.6 Lease agreements

Financial leases

The leases of assets, which all the substantially risks and rewards associated with the ownership of the assets have been transferred to the lessee, title may or may not eventually be transferred to the lessee under the finance lease arrangements, are classified as finance leases. The lessee records asset and obligation at an amount equal to the fair value of the leased asset or the present value of the minimum lease payment, whichever is lower. The interest expense is charged to the profit or loss over the lease period. The leased asset is depreciated over the useful life of the asset.

Operating leases

The leases of assets, which all the substantially the risks and rewards associated with the ownership of the assets have not been transferred to the lessee, are classified as operating leases. The payments made under operating leases are charged to the profit or loss on the straight-line method over the period of the lease.

3.7 Investment property

Investment properties are properties which are held to earn rental income, for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes.

Investment properties are stated at cost.

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

3. Summary of significant accounting policies (Continued)

3.8 Property, plant and equipment

Property is stated at cost. Plant and equipment are stated at cost less accumulated depreciation and allowance for loss on impairment of assets. Depreciation is calculated by the straight-line method based on the estimated useful lives of assets and in accordance with the estimated production capacity of machinery as the following :

Land development	10 Years
Building and complement	10-25 Years
Machinery and equipment	
- Straight-line method	10-20 Years
- Estimated production capacity	919.04 million bottles
Tools and equipment	5-20 Years
Furniture and office equipment	3-10 Years
Vehicles	5-10 Years

An initial estimate of the costs of dismantling and removing the item and restoring the site, when the Company and its subsidiaries have obligation to do, have been included in cost of property, plant and equipment.

Cost of addition, improvement, repair or extension of lease agreement which contributes future economic benefits is capitalized as assets.

Depreciation is separately calculated on each component of assets, when the cost of each component is significant in relation to the total cost of the item.

The useful life and residual value of assets, and depreciation method are reviewed at least at each financial year-end.

Depreciation is recognized as expense for each accounting period.

3.9 Intangible Assets

Intangible assets are stated at cost less accumulated amortization and allowance for loss on impairment of assets (if any). Amortization is charged to the statements of income by the straight-line method from the date that intangible assets are available for use over the estimated useful lives of the economic benefit of the assets, Unless such lives are indefinite, intangible assets with an indefinite useful life are not amortized but are systematically tested for impairment at each statement of financial position date. The estimated useful lives are as follows:

Computer Softwares	3-10 Years
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The Company and its subsidiaries recorded the amortization as expenses for each accounting period.

Tipto Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

3. Summary of significant accounting policies (Continued)

3.10 Impairment of assets

The Company and its subsidiaries assess the impairment of assets i.e. Property, Plant and Equipment and Intangible assets whenever there is indication that an asset may be impaired, the impairment will be assessed by estimating the recoverable amount of asset, if it is below the carrying amount of the asset, it signs an asset is impairment. The company recognize the impairment loss in the profit or loss.

Recoverable amount of assets represents asset's net selling price or its value in use, whichever is higher and it is determined from an individual asset or a cash-generating unit.

3.11 Liabilities, provisions and expenses

The Company and its subsidiaries recognizes liabilities, provisions and expenses in the financial statements when it has legal obligation or possible obligation arising from past events, the settlement of which is expected to be made in the amount that can be estimated with sufficient reliability.

The Company and its subsidiaries recognize accrued the dividend, approved by the resolution of ordinary shareholders' meeting.

3.12 Revenue recognition

Revenue from sales of goods is recognized when significant risks and rewards of ownership have been transferred to the buyer based on the invoices values less discount, goods return, and the estimates of good return of goods return (if any).

Revenue from services is recognized when the outcome of a service can be estimated reliably based on the stage of completion of the transaction at the balance sheet date. When the outcome of a service cannot be estimated reliably, revenue is recognized only to the extent of expenses that are recoverable.

Interest income is recognized the period.

Rental income is recognized on the period of agreement.

Dividend income is recognized when the right to receive dividend is announced.

3.13 Employee benefits

Short – term employee benefits

Short – term employee benefits, which fall due wholly within 12 months after the end of period in which the employees render the related service, are recognized as expenses when incurred.

Postemployment benefits

The company and its subsidiaries and their employees have jointly established a provident fund for the employees. The fund composed of contributions from employees which are deducted from the is monthly salaries and contributions made by the Company and its subsidiaries. The fund's assets are held in a separate trust fun and the Company and its subsidiaries' contributions are recognized as expenses when incurred.

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

3. Summary of significant accounting policies (Continued)

3.13 Employee benefits (Continued)

The severance payments retirement under the labor law as a defined benefit plan, was calculated by a qualified actuary by using the projected unit credit method.

The Company and its subsidiaries recognizes the actuarial gains and losses arising from defined benefit plans in other comprehensive income and recognize all expenses related to postemployment benefit plans in profit or loss.

3.14 Income tax

Income tax expense represents the aggregate of current income tax expense and deferred tax.

Current income tax expense and deferred tax are recognized in profit or loss, except for related to a business combination, or items recognized directly in equity or in other comprehensive income.

Current income tax represents the amount of expected income tax payable or recoverable on the taxable profit or loss for the period, in accordance with the Revenue Code.

Deferred tax is recognized in respect of temporary differences between the carrying amounts of records recognized by the tax rulings. Assets and liabilities for and the amounts at the end of the reporting period.

The measurement of deferred reflects the tax consequences that would recover or settle the carrying amount of its assets and liabilities.

Deferred tax liabilities is recognized for all income taxes payable in the future periods in respect of taxable temporary differences.

Deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that the related tax benefit will be realised.

3.15 Translation of foreign currency transactions

Foreign currency transactions are translated into Thai Baht at the exchange rate on the transaction date. The remaining balances of assets and liabilities denominated in foreign currency at the end of reporting periods are translated into Thai Baht at the exchange rate of that date. Exchange differences are accounted for as profit or loss in the statements of income.

The foreign investment was translated at the historical rate.

Equity in profit (loss) of foreign subsidiary company was translated at the average exchange rate for the periods of 12 months.

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

3. Summary of significant accounting policies (Continued)

3.16 Basic earnings per share

Basic earnings per share are computed by dividing the profit (loss) for the years attributable to equity holders of the parent by the number of weighted average ordinary shares which are issued during of the years (482,579,640 shares).

4. Related party transactions

4.1 The relationship of person or related parties

Person or related parties	The relationship
Tipco F&B Co., Ltd.	Holding and co-directors
Tipco Biotech Co., Ltd.	Holding and co-directors
Tipco Retail Co., Ltd.	Holding and co-directors
TFB Distribution Co., Ltd.	Co-directors
Suntory Beverage & Food Asia Pte., Ltd. in Japan	Co-directors
Suntory Beverage & Food Asia Pte., Ltd. in Singapore	Co-directors
Tipco Asphalt PCL.	Holding and co-directors
Thanomwongse Service Co., Ltd.	Co-directors
Ruamsapsin Co., Ltd.	Co-directors
Tipco Tower Co., Ltd.	Co-directors
Raycol Asphalt Co., Ltd.	Indirect portion
Thai Slurry Seal Co., Ltd.	Holding by associates' directors
Ekachaicontainer Terminal Co., Ltd.	Co-directors
Thai Crushing Co., Ltd.	Co-directors
Rattanajit Co., Ltd.	Co-directors
Siamcontainer Transport Co., Ltd.	Holding by directors
Suratt Bittumen Co., Ltd.	Co-directors
Bitumen Marine Co., Ltd.	Co-directors
Thai Bitumen Co., Ltd.	Co-directors
Tasco Shipping Co., Ltd.	Co-directors
Vital Well Co., Ltd.	Co-directors
Tipco Maritime Co., Ltd.	Co-directors
Alpha Maritime Co., Ltd.	Co-directors

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

4. Related party transactions (Continued)

4.2 The company and its subsidiaries' policy about the price charge to the related parties are as follows:

Type of transactions	Policies of price setting
Transactions between the company and its subsidiaries	
- Sales and services to the subsidiary companies	Cost plus contribution margin
- Sales and services from the subsidiary companies	Cost plus contribution margin
Transactions related to the company, its subsidiaries with the related parties	Market price

The financial statements included related party transactions by considering the following: intercompany shareholding or the same group of shareholders, directors or management team. Besides, the related parties are considered when one of parties has the ability to control the other party or can exercise significant influence over the other party in making financial and operating decisions. Part of the company's assets, liabilities, revenues and expenses arose from transaction with the persons and related parties. The effects of these transactions are reflected in the accompanying financial statements on the basis determined by the normal business.

The related party transaction are as follows :

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Balance at the end periods				
Trade receivables				
-Subsidiary company				
Tipco F&B Co., Ltd.	-	-	16,507,741	26,533,035
Tipco Retail Co., Ltd.	-	-	861,897	1,002,112
Tipco Biotech Co., Ltd.	-	-	102,820	31,319
-Related companies				
Tipco Asphalt PCL.	985,663	940,264	-	-
Thai Slurry Seal Co., Ltd.	27,507	39,033	-	-
Thanomwongse Service Co., Ltd.	1,035,395	1,014,685	-	-
Rattanajit Co., Ltd.	21,240	99,760	-	-
Siamcontainer Transport Co., Ltd.	200,507	142,850	-	-
Raycol Asphalt Co., Ltd.	34,029	93,812	-	-
Tipco Maritime Co., Ltd.	-	45,516	-	-
Thai Bitumen Co., Ltd.	74,426	131,200	-	-
Tipco Tower Co., Ltd.	34,311	-	-	-

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

4. Related party transactions (Continued)

The related party transaction are as follows : (Continued)

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Balance at the end periods (Continued)				
Other receivables				
-Subsidiary companies				
Tipco F&B Co., Ltd.	-	-	(332,609)	3,054,486
Tipco Biotech Co., Ltd.	-	-	490,526	57,535
Tipco Retail Co., Ltd.	-	-	(87,498)	21,711
TFB Distribution Co., Ltd.	-	-	1,859	1,859
-Related parties				
Tipco Asphalt PCL.	42,081	41,730	-	11,235
Tasco Shipping Co., Ltd.	-	1,605	-	-
Alpha Maritime Co., Ltd.	-	16,853	-	-
Raycol Asphalt Co., Ltd.	-	1,605	-	-
Thai Bitumen Co., Ltd.	11,235	20,063	-	-
Bitumen Marine Co., Ltd.	1,605	1,605	-	-
Suntory Beverage & Food Limited in Japan	9,206	5,922,845	-	-
Suntory Beverage & Food Asia PTE LTD. In Singapore	36,479	18,763	-	-
Suntory Beverage & Food (Thailand)Ltd.	-	33,170	-	-
Loans receivable				
-Subsidiary companies				
Tipco Biotech Co., Ltd.				
Balance brought forward	-	-	33,500,000	51,000,000
Increase in loans receivable in the period	-	-	3,000,000	8,001,020
Repayment of loans receivable in the period	-	-	(36,500,000)	(25,501,020)
Balance carried forward	-	-	-	33,500,000

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

4. Related party transactions (Continued)

The related party transaction are as follows : (Continued)

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Balance at the end periods (Continued)				
Trade accounts payable				
-Subsidiary company				
Tipco F&B Co., Ltd.	-	-	310,242	3,022,911
Tipco Biotech Co., Ltd.	-	-	2,213,867	109,824
Other payables				
-Related parties				
Tipco Asphalt PCL.	652,097	867,393	223,366	470,038
Thanomwongse Service Co., Ltd.	136,246	1,150,499	84,972	564,022
Tipco Tower Co., Ltd.	5,536,915	-	5,130,030	-
Ruamsapsin Co., Ltd.	1,348,952	477,283	54,881	-
Siamcontainer Transport Co., Ltd.	74,459	96,856	55,199	63,554
Suntory Beverage & Food Limited in Japan	-	376,754	-	-
Suntory Beverage & Food Asia PTE LTD. In Singapore	2,349,037	-	-	-

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

4. Related party transactions (Continued)

The related party transaction are as follows : (Continued)

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Revenues and expenses for the periods				
Sales				
-Subsidiary companies	-	3,653,759	336,652,223	272,092,628
Rental income				
-Subsidiary companies	-	-	2,775,570	1,646,533
Interest income				
-Subsidiary companies	-	-	724,597	1,547,738
Dividend income				
-Subsidiary companies	-	-	-	9,803,998
-Related companies	-	-	-	37,113,166
Other income				
-Subsidiary companies	-	-	13,022,884	67,400,935
-Related companies	-	182,815,175	199,595	110,757
Purchases				
-Subsidiary company	-	-	23,122,436	27,639,203
Rental and services expenses				
-Related companies	40,770,036	41,332,237	16,988,157	15,187,748
Marketing support expenses				
-Subsidiary companies	-	-	-	54,519,596
Key management personnel				
- Short-term employee benefits	49,120,507	39,903,785	37,773,057	26,840,875
- Post-employment benefits	1,057,906	1,105,213	905,515	962,918
Total key management personnel benefit expenses	50,178,413	41,008,998	38,678,572	27,803,793

The Group paid the director and administrative remunerations which are comprised of salaries, bonus, defined contribution, other benefits meeting peridium, and post-employee benefits, etc.

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

5. Cash and cash equivalents*Unit : Baht*

<i>Consist of :</i>	<i>Consolidated Financial Statements</i>		<i>Separate Financial Statements</i>	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
<i>Cash on hand</i>	1,619,410	1,548,791	590,590	511,529
<i>Demand deposits</i>	74,736,135	40,108,435	38,564,902	17,533,659
<i>(As at December 31, 2015 and 2014 the interest rate are 0.01 %-0.10% p.a. and 0.01 %-0.10% p.a. respectively)</i>				
<i>Total</i>	76,355,545	41,657,226	39,155,492	18,045,188

6. Current investments

They represent the fixed deposit (6 months) of the subsidiaries which are free of commitments. (The interest rate as at December 31, 2015 and 2014 are at 1.85% - 1.95% p.a. and 1.85% - 1.95% p.a. respectively).

7. Trade and other receivables*Unit : Baht*

<i>Consist of :</i>	<i>Consolidated Financial Statements</i>		<i>Separate Financial Statements</i>	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Trade receivables				
- Domestic	574,009,703	291,084,016	18,957,971	11,396,584
- Foreign	235,217,965	108,746,427	219,978,966	94,801,928
- Related parties	2,413,078	2,507,120	17,472,458	27,566,466
	811,640,746	402,337,563	256,409,395	133,764,978
Less Allowance for doubtful accounts	(6,879,767)	(6,937,320)	(6,548,703)	(6,548,703)
Total trade receivables	804,760,979	395,400,243	249,860,692	127,216,275
Other receivables				
- Other receivables - others	49,964,159	50,861,046	1,238,588	1,979,523
- Other receivables – related parties	100,606	6,058,239	72,278	3,146,826
- Prepaid expenses	14,860,944	23,115,897	8,468,045	7,071,058
- Advance to employees	138,277	126,756	61,270	62,706
- Accrued income	4,829,077	10,171,226	134,591	5,239,379
Total other receivables	69,893,063	90,333,164	9,974,772	17,499,492
Total	874,654,042	485,733,407	259,835,464	144,715,767

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

7. Trade and other receivables (Continued)

Aging schedule as at **December** 31, 2015

Unit : Baht

	Consolidated Financial Statements	Separate Financial Statements
Not yet due	467,539,935	223,777,640
Overdue 1-90 Days	337,190,158	26,083,053
Overdue 91-180 Days	31,036	-
Overdue 181-270 Days	29,850	-
Overdue 271-360 Days	-	-
Overdue 360 Days	6,849,767	6,548,702
Total	811,640,746	256,409,395

Aging schedule as at December 31, 2014

Unit : Baht

	Consolidated Financial Statements	Separate Financial Statements
Not yet due	359,319,763	106,694,039
Overdue 1-90 Days	35,650,012	20,522,236
Overdue 91-180 Days	34,455	-
Overdue 181-270 Days	451,156	-
Overdue 271-360 Days	108,886	-
Overdue 360 Days	6,773,291	6,548,703
Total	402,337,563	133,764,978

8. Short - term loans to related parties

Unit : Baht

<i>Consist of :</i>	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Tipco Biotech Co., Ltd.	-	-	-	33,500,000

(*The interest rate at 3.65% p.a. and 3.25% p.a. as at December 31, 2015 and 2014, respectively.*)

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

9. Inventories

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Finished goods	408,554,419	439,342,306	242,573,773	224,671,549
Work in process	80,609,597	103,665,941	3,791,019	19,366,732
Raw materials	283,535,515	402,982,506	58,603,044	139,557,376
Spare parts and factory supplies	51,951,283	50,626,658	28,294,385	28,781,588
	824,650,814	996,617,411	333,262,221	412,377,245
Less Allowance for loss on decline in value of inventories	(1,322,370)	(762,604)	(1,322,370)	(762,604)
Allowance for expired goods	(32,587,081)	(63,558,689)	(28,437,722)	(61,503,948)
	790,741,363	932,296,118	303,502,129	350,110,693
Goods in transit	17,942,453	3,640,403	1,484,606	2,497,160
Total	808,683,816	935,936,521	304,986,735	352,607,853

10. Other current assets

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Value added tax	12,499,439	7,961,826	5,224,814	694,492
Short – term deposits	379,300	1,375,370	30,000	-
Prepaid company income tax	5,572,665	-	-	-
Withholding tax	1,638,717	2,279,430	1,474,410	2,086,826
Tax coupon	466,052	-	352,869	-
Others	254,965	1,561,569	186,216	989,734
Total	20,811,138	13,178,195	7,268,309	3,771,052

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

11. Available - for - sale investments (Consolidated and Separate financial statement)

Unit : Baht

	Dec 31, 2015	Dec 31, 2014
Opening cost amount	-	720,282
Additions	-	-
Disposals	-	(720,282)
Closing cost amount	-	-
Changes in fair value	-	-
Closing net book amount	-	-

In the year 2011, the Company has received free warrants for purchasing new ordinary shares in totally 3,711,316 units, which the term is 3 years. The Company classified the investment as available-for-sale, which were accounted for at fair value.

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

12. Investments in subsidiaries and associated companies

Investments in associated company in the Consolidated financial statements are accounted for by the equity method.

Unit : Thousand Baht

Name	Business	Relationship	Consolidated Financial Statements					
			Paid-up share capital		%		Investments (Equity method)	
			Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
The local subsidiary companies								
TIPCO F&B COMPANY LIMITED	Manufacturer of Fruit Juice	Shareholder	600,000	600,000	50.00	50.00	398,895	407,260
TIPCO RETAIL COMPANY LIMITED	Retail of Foods and Beverage	Shareholder	50,000	50,000	75.50	75.50	14,012	17,669
TIPCO BIOTECH COMPANY LIMITED	Pharmaceutical ingredients	Shareholder	36,800	36,800	99.99	99.99	165,988	141,094
Total							578,895	566,023
Less Eliminated intragroup transactions							(578,895)	(566,023)
							-	-
The local associated company								
TIPCO ASPHALT PUBLIC COMPANY LIMITED	Manufacturer of Asphalt	Shareholder	1,543,850	1,532,780	23.9584	24.2130	2,466,355	1,431,925

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

12. Investments in subsidiaries and associated companies (Continued)

Investments in subsidiaries and associated companies in the Separate financial statements are accounted for by the cost method less allowance for decline in value of investments.

Unit : Thousand Baht

Name	Business	Shareholder	Separate Financial Statements								
			Paid-up share capital		%		Investments (Cost method)		Dividend received		
			Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014	
The local subsidiary companies											
TIPCO F&B COMPANY LIMITED	Manufacturer of Fruit Juice	Shareholder	600,000	600,000	50.00	50.00	279,050	279,050	-	9,804	
TIPCO RETAIL COMPANY LIMITED	Retail of Foods and Beverage	Shareholder	50,000	50,000	51.00	51.00	25,500	25,500	-	-	
TIPCO BIOTECH COMPANY LIMITED	Pharmaceutical ingredients	Shareholder	36,800	36,800	99.99	99.99	160,787	160,787	-	-	
							465,337	465,337	-	9,804	
The local associated company											
TIPCO ASPHALT PUBLIC COMPANY LIMITED	Manufacturer of Asphalt	Shareholder	1,543,850	1,532,780	23.9584	24.2130	644,930	647,110	222,004	37,113	
							1,110,267	1,112,447	222,004	46,917	

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
For the year ended December 31, 2015

12. Investments in subsidiaries and associated companies (Continued)

The financial statements of associated company, named Tipco Asphalt PCL. *as at December 31, 2015 and 2014* were reviewed and audited by the other auditor, which the financial statements reflected investment in associated company by the equity method are as follows:

Unit : Baht

Consist of :	Consolidated Financial Statements	
	Dec 31, 2015	Dec 31, 2014
Investment in associated company	2,466,355,206	1,431,925,238
Percentage of total assets in consolidation	36.74	25.93
Equity in profit for the periods of associated company		
<i>For the year ended December 31,</i>	1,216,173,249	283,450,215
Percentage of total revenues in consolidation	17.87	4.62

The financial statements of associated company are as follows :

Unit : Thousand Baht

Consist of :	Consolidated Financial Statements	
	Dec 31, 2015	Dec 31, 2014
Total assets	16,869,302	15,145,118
Total liabilities	6,304,815	9,020,101
Total revenues	37,615,157	46,249,063
Profit for the period	5,196,273	1,157,109

13. Restricted deposit at bank

This represent the fixed deposit (6 months) of a subsidiary company which was used as collateral for issuing Bank of Guarantee as indicated in Note 37 to the financial statements.

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

14. Investment property

Unit : Baht

Consist of :	Consolidated Financial Statements					Separate Financial Statements				
	31 Dec 2014	Increase (Decrease) in the period			31 Dec 2015	31 Dec 2014	Increase (Decrease) in the period			31 Dec 2015
		Purchases	Disposal	Transfer			Purchases	Disposal	Transfer	
Cost of assets										
Land cost	18,284,061	-	(11,014,500)	-	7,269,561	18,284,061	-	(11,014,500)	-	7,269,561
Total	18,284,061	-	(11,014,500)	-	7,269,561	18,284,061	-	(11,014,500)	-	7,269,561

Unit : Baht

Consist of :	Consolidated Financial Statements					Separate Financial Statements				
	31 Dec 2013	Increase (Decrease) in the period			31 Dec 2014	31 Dec 2013	Increase (Decrease) in the period			31 Dec 2014
		Purchases	Disposal	Transfer			Purchases	Disposal	Transfer	
Cost of assets										
Land cost	11,014,500	7,269,561	-	-	18,284,061	11,014,500	7,269,561	-	-	18,284,061
Total	11,014,500	7,269,561	-	-	18,284,061	11,014,500	7,269,561	-	-	18,284,061

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

15. Property, plant and equipment

Unit : Baht

Consist of :	Consolidated Financial Statements					Separate Financial Statements				
	Dec 31, 2014	Increase (Decrease) in the period			Dec 31, 2015	Dec 31, 2014	Increase (Decrease) in the period			Dec 31, 2015
		Purchases	Disposal	Transfer			Purchases	Disposal	Transfer	
Cost of assets										
Land-original cost	276,666,969	-	(2,010,250)	-	274,656,719	155,523,986	-	-	-	155,523,986
Land development	58,057,992	-	-	-	58,057,992	54,589,902	-	-	-	54,589,902
Building and complement	1,167,529,551	703,850	(367,730)	8,212,797	1,176,078,468	655,574,036	-	(367,731)	6,173,692	661,379,997
Machinery and equipment	2,954,980,231	2,186,390	(338,009,203)	66,391,763	2,685,549,181	1,513,649,770	-	(255,401,950)	692,590	1,258,940,410
Tools and equipment	312,745,079	10,521,961	(19,887,662)	19,741,879	323,121,257	132,556,747	3,662,765	(10,641,377)	9,932,959	135,511,094
Furniture and office equipment	85,627,929	2,822,706	(6,887,224)	2,582,990	84,146,401	49,676,309	451,185	(6,034,588)	1,224,543	45,317,449
Vehicles	45,781,679	105,500	(6,608,900)	-	39,278,279	30,250,386	-	(582,000)	-	29,668,386
Total	4,901,389,430	16,340,407	(373,770,969)	96,929,429	4,640,888,297	2,591,821,136	4,113,950	(273,027,646)	18,023,784	2,340,931,224
Accumulated depreciation										
Land development	33,193,027	3,994,139	-	-	37,187,166	32,397,178	3,756,600	-	-	36,153,778
Building and complement	539,086,175	54,651,159	(417,206)	-	593,320,128	395,397,427	30,249,106	(417,205)	-	425,229,328
Machinery and equipment	1,400,038,973	126,712,430	(270,619,756)	-	1,256,131,647	989,144,945	72,405,764	(208,385,351)	-	853,165,358
Tools and equipment	220,895,688	28,707,636	(13,427,605)	-	236,175,719	96,452,851	14,347,461	(9,507,263)	-	101,293,049
Furniture and office equipment	61,896,325	25,521,210	(21,163,412)	-	66,254,123	38,570,959	14,130,724	(16,163,663)	-	36,538,020
Vehicles	38,606,249	3,321,141	(6,494,349)	-	35,433,041	26,802,066	1,716,583	(585,997)	-	27,932,652
Total	2,293,716,437	242,907,715	(312,122,328)	-	2,224,501,824	1,578,765,426	136,606,238	(235,059,479)	-	1,480,312,185
Less Impairment of assets	2,607,672,993	-	22,049,429	(1,340,659)	2,416,386,473	1,013,055,710	-	1,845,435	(1,340,659)	860,619,039
	(264,564,769)	-			(243,855,999)	(52,716,804)	-			(52,212,028)
Assets in transit and in progress	2,343,108,224				2,172,530,474	960,338,906				808,407,011
Machinery in transit	75,504,340	134,015,112	(118,441)	(97,763,377)	111,637,634	2,311,486	27,839,422	-	(18,824,070)	11,326,838
Total property, plant and equipment, net	-	-	-	-	-	-	-	-	-	-
	2,418,612,564				2,284,168,108	962,650,392				819,733,849

As at December 31, 2015 The cost of plant and equipment, which were depreciated in fully amount in Consolidated Financial Statements is in the amount of Baht 1,539 million (2014 : Baht 1,538 million) and in Separate Financial Statements is in the amount of Baht 880 million (2014 : Baht 895 million)

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

15. Property, plant and equipment (Continued)

Unit : Baht

Consist of :	Consolidated Financial Statements					Separate Financial Statements				
	Dec 31, 2013	Increase (Decrease) in the period			Dec 31, 2014	Dec 31, 2013	Increase (Decrease) in the period			Dec 31, 2014
		Purchases	Disposal	Transfer			Purchases	Disposal	Transfer	
Cost of assets										
Land-original cost	275,716,969	-	-	950,000	276,666,969	154,573,986	-	-	950,000	155,523,986
Land development	58,057,992	-	-	-	58,057,992	54,589,902	-	-	-	54,589,902
Building and complement	1,140,379,069	285,000	(30,785,300)	57,650,782	1,167,529,551	617,928,803	205,500	-	37,439,733	655,574,036
Machinery and equipment	2,716,935,267	2,811,125	(17,361,802)	252,595,641	2,954,980,231	1,334,663,720	270,000	(8,267,358)	186,983,408	1,513,649,770
Tools and equipment	305,126,290	9,362,708	(18,464,065)	16,720,146	312,745,079	129,954,221	2,063,659	(4,572,855)	5,111,722	132,556,747
Furniture and office equipment	89,554,118	2,979,919	(11,394,999)	4,488,891	85,627,929	52,760,077	757,584	(4,874,668)	1,033,316	49,676,309
Vehicles	49,643,256	-	(4,124,194)	262,617	45,781,679	33,181,235	-	(2,930,849)	-	30,250,386
Total	4,635,412,961	15,438,752	(82,130,360)	332,668,077	4,901,389,430	2,377,651,944	3,296,743	(20,645,730)	231,518,179	2,591,821,136
Accumulated depreciation										
Land development	29,198,887	3,994,140	-	-	33,193,027	28,640,579	3,756,599	-	-	32,397,178
Building and complement	514,726,936	54,135,350	(29,776,111)	-	539,086,175	365,002,211	30,395,216	-	-	395,397,427
Machinery and equipment	1,279,103,259	136,823,139	(15,887,425)	-	1,400,038,973	919,681,337	77,620,314	(8,156,706)	-	989,144,945
Tools and equipment	198,936,055	37,411,575	(15,451,942)	-	220,895,688	86,092,534	13,855,974	(3,495,657)	-	96,452,851
Furniture and office equipment	63,740,497	9,005,612	(10,849,784)	-	61,896,325	38,689,561	4,452,936	(4,571,538)	-	38,570,959
Vehicles	39,148,240	3,524,344	(4,066,335)	-	38,606,249	27,836,133	1,836,496	(2,870,563)	-	26,802,066
Total	2,124,853,874	244,894,160	(76,031,597)	-	2,293,716,437	1,465,942,355	131,917,535	(19,094,464)	-	1,578,765,426
Less Impairment of assets	2,510,559,087				2,607,672,993	911,709,589				1,013,055,710
	(35,292,089)	(229,272,680)	-	-	(264,564,769)	(15,088,095)	(37,628,709)	-	-	(52,716,804)
Assets in transit and in progress	2,475,266,998				2,343,108,224	896,621,494				960,338,906
Machinery in transit	119,171,004	157,531,478	-	(201,198,142)	75,504,340	51,361,518	45,635,669	-	(94,685,701)	2,311,486
	29,059,228	126,852,927	-	(155,912,155)	-	27,022,738	117,061,643	-	(144,084,381)	-
Total property, plant and equipment, net	2,623,497,230				2,418,612,564	975,005,750				962,650,392

As at December 31, 2014 The cost of plant and equipment, which were depreciated in fully amount in Consolidated Financial Statements is in the amount of Baht 1,538 million (2013 : Baht 1,551 million) and in Separate Financial Statements is in the amount of Baht 895 million (2013 : Baht 917 million)

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

16. Intangible assets*Unit : Baht*

<i>Consist of :</i>	<i>Consolidated Financial Statements</i>				
	<i>Dec 31, 2014</i>	<i>Purchase</i>	<i>Decrease</i>	<i>Transfer</i>	<i>31 Dec 2015</i>
<i>Cost price-intangible assets</i>					
<i>Computer software</i>	26,528,416	14,546,695	(505,000)	(1,500,000)	39,070,111
<i>Trademarks</i>	26,051,203	-	-	-	26,051,203
<i>Total</i>	52,579,619	14,546,695	(505,000)	(1,500,000)	65,121,314
<i>Accumulated amortization-intangible assets</i>					
<i>Computer software</i>	13,259,900	5,954,489	(504,999)	-	18,709,390
<i>Total</i>	13,259,900	5,954,489	(504,999)	-	18,709,390
<i>Total intangible assets</i>	39,319,719				46,411,924

Unit : Baht

<i>Consist of :</i>	<i>Separate Financial Statements</i>				
	<i>Dec 31, 2014</i>	<i>Purchase</i>	<i>Decrease</i>	<i>Transfer</i>	<i>Dec 31, 2015</i>
<i>Cost price-intangible assets</i>					
<i>Computer software</i>	16,003,476	7,796,771	(505,000)	(1,500,000)	21,795,247
<i>Trademarks</i>	26,463,244	-	-	-	26,463,244
<i>Total</i>	42,466,720	7,796,771	(505,000)	(1,500,000)	48,258,491
<i>Accumulated amortization-intangible assets</i>					
<i>Computer software</i>	9,408,814	3,699,770	(504,999)	-	12,603,585
<i>Total</i>	9,408,814	3,699,770	(504,999)	-	12,603,585
<i>Total intangible assets</i>	33,057,906				35,654,906

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

17. Bank overdrafts and short-term loans from financial institutions

As at December 31, 2015

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Amount	Interest rate at	Amount	Interest rate at
Bank overdrafts	288,281	MOR	58,736	MOR
Loans from financial institutions :				
-Promissory notes	1,320,000,000	MMR	620,000,000	MMR
Total	1,320,288,281		620,058,736	

As at December 31, 2014

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Amount	Interest rate at	Amount	Interest rate at
Bank overdrafts	2,108,976	MOR	-	MOR
Loans from financial institutions :				
-Promissory notes	1,465,000,000	MMR	990,000,000	MMR
Total	1,467,108,976		990,000,000	

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

18. Trade and other payables

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Trade payables				
- Others	295,453,028	274,797,507	139,037,900	78,218,298
- Related parties	-	-	2,524,109	3,132,735
Total trade payables	295,453,028	274,797,507	141,562,099	81,351,033
Other payables				
- Other payables - others	86,064,449	371,928	5,241,309	7,414
- Other payables – related parties	10,097,706	2,968,785	5,548,448	1,097,614
- Accrued expenses	305,133,942	171,926,376	51,667,772	23,640,956
- Advance incomes	19,336,524	17,165,622	16,389,519	15,668,331
- Deposit received for goods	4,454,772	27,151,415	1,948,771	2,914,317
Total other payables	425,087,393	219,584,126	80,795,819	43,328,632
Total	720,540,421	494,381,633	222,357,918	124,679,665

19. Long-term liabilities

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Facility agreements (Note 19.1)	609,500,000	730,153,846	129,500,000	149,000,000
Lease contract liabilities (Note 19.2)	2,195,952	4,129,955	932,000	3,854,729
	611,695,952	734,283,801	130,432,000	152,854,729
Less Current portion of long-term loans	(92,950,000)	(179,153,846)	(12,950,000)	(78,000,000)
Current portion of lease contract liabilities	(1,563,976)	(3,197,955)	(932,000)	(2,922,729)
Net	517,181,976	551,932,000	116,550,000	71,932,000

Tipco Foods Public Company Limited and its subsidiaries

Notes to the Financial Statements (Consolidated and separate financial statements)

For the year ended December 31, 2015

19. Long-term liabilities (Continued)

19.1 Loan agreements

19.1.1 As at December 22, 2009, the Company entered into the Loan Agreement with a financial institution for long term-loan facilities in the amount of Baht 500 million for using as working capital. The term of repayment will be quarterly, the interest rate referenced to THBFIX. Land, building were mortgaged to cover the loans from financial institution. The first repayment was in September 2010.

On June 29, 2015, the Company has entered into a long-term borrowing agreement with a financial institution for a three-year and six-month loan facility in the amount of Baht 629.5 million, the interest rate referenced to THBFIX, in subject to refinancing its long-term loan of Baht 129.5 million and repayment short-term loans of Baht 500 million. The first repayment due after 9 month grace period end since the signing agreement date and the term of repayment will be quarterly, totally 20 installments. The 1st – 4th installment will be paid for principal at 2.5% of credit facility, each, the 5th – 8th installment will be paid for principal at rate of 3.75% of credit facility, each, the 9th – 19th installment will be paid for principal at rate 6.25% of credit facility, each, and the last installment for the remaining principal. The first repayment will be in March 2016 and the last installment will be in December 2020. Such loan is pledged by a land mortgage agreement, dated September 25, 2015 and buildings and some machines. The Company should maintain the significant financial ratios i.e. debt to equity ratio and fixed charge coverage ratio, etc.

19.1.2 As at October 22, 2010, Tipco F&B Co., Ltd. entered into the Facility Agreements for long term-loan facilities in the amount of Baht 200 million for purchase of machinery. The term of repayment will be quarterly, the first repayment was in August 2012. The interest rate referenced to BIBOR.

19.1.3 On July 21, 2014, Tipco F&B Co., Ltd. has entered into a 7 year long - term loan agreement amounting to Baht 500 million with a financial institution and an interest rate based on BIBOR. The first installment due after 15 month grace period end since fully draw down (July 25, 2014). The loan principal is repayable in 24 quarterly installments, by repaying the 1st - 22nd installment of Baht 20 million, each and the last 2 installments of Baht 30 million, each. The first installment will be in October 2015 and the last installment will be in July 2021. This subsidiary company should maintain the Negative Pledge, Debt-to-Equity Ratio and the structure of the shareholders in accordance with the loan criterion.

19.2 Lease contract liabilities

The Company and the subsidiary entered into the lease contracts with 2 financial institutions, the terms of agreement are 36 - 60 months, the first repayment was in 2008 and the last payment will be in 2016.

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20. Employee benefit obligations

Movement in the present value of the employee benefit obligations

Unit : Baht

<i>Consist of :</i>	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Defined benefit obligations as at the beginning of the period	39,778,761	39,028,025	23,358,762	31,503,833
Current service costs	6,459,833	6,109,316	3,868,814	3,790,790
Interest costs	2,340,046	2,075,471	1,639,487	1,494,123
Past service credit	11,512,820	-	11,512,820	-
Benefits paid by the plan	(3,409,074)	(17,242,327)	(3,254,793)	(17,242,507)
Actuarial (gains) losses	-	9,808,276	-	3,812,523
Defined benefit obligations as at the ending of the period	56,682,386	39,778,761	37,125,090	23,358,762

Unit : Baht

<i>Consist of :</i>	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Expenses recognized in profit or loss				
Current service cost	6,459,833	6,109,316	3,868,814	3,790,790
Interest cost	2,340,046	2,075,471	1,639,487	1,494,123
Total	8,799,879	8,184,787	5,508,301	5,284,913

Principal actuarial assumptions at the reporting date

% per annual

<i>Consist of :</i>	Consolidated and Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014
Discount rate (% per annual)	4.30	4.30
Future salary increase rate (% per annual)	3.00 – 5.00	3.00 – 5.00
Staff turnover rate (depending on age of employee)	0.00 – 50.00	0.00 – 17.00

Assumptions regarding future mortality are based on published statistics and Thailand Mortality Ordinary Life table 2008 (“TMO08”).

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21. Forward exchange contracts

The Company and the subsidiary entered into the selling and buying forward exchange contract which are presented in the financial statements at fair value. Unrealized gain or loss from the forward contracts is recorded in profit or loss.

The outstanding balance of forward exchange contracts are as follows :

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
The exchange forward contract – Sold (USD)	2,519,782	2,421,059	2,519,782	2,369,687
The exchange forward contract – Bought (USD)	819,638	430,371	-	-

22. Equity

22.1 Legal reserve

Pursuant to the Public Limited Companies Act B.E. 2535 (1992), the Company must appropriate the annual net profit to be a reserve fund which not less than five percent of the annual net profit deducted by the total deficit brought forward (if any) until reserve reaches an amount of not less than ten percent of the registered capital. The legal reserve had been fully reserved as the Public Limited Companies Act B.E. 2535 (1992) mentioned.

22.2 Managing Capital

The company and its subsidiaries have policy to manage the capital by maintain their ability to continue the business as a going concern and to maintain an appropriate capital structure by maintain debt to equity ratio as stipulated in loan facility agreements. Besides, the company has policy to pay out dividend not less than 1/3 of net profit of the Company's separate financial statements.

22.3 Dividend payment

The shareholders' meeting of a subsidiary company, held on February 27, 2014, approved to declare the dividend payment to shareholders on the profit of year 2013 in the amount of Baht 19.608 million, at Baht 0.3268 per share.

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For the year ended December 31, 2015

23. Share of comprehensive income in associated company

Unit : Baht

Consist of :	<i>Consolidated Financial Statements</i>	
	Dec 31, 2015	Dec 31, 2014
Currency translation differences	6,109,519	(29,142,110)
Surplus on change in fair value of interest rate swap contract	-	(289,673)
Total	6,109,519	(29,431,783)

24. Revenues from the sale of goods and the rendering of services

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Revenues from the sale of goods	5,337,909,489	5,507,795,418	2,263,286,974	2,110,128,520
Revenues from the rendering of services	-	-	3,556,984	3,171,956
Total	5,337,909,489	5,507,795,418	2,266,843,958	2,113,300,476

25. Other incomes

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Dividend income	-	-	222,003,996	46,917,164
Management fees income	-	-	12,678,872	12,333,095
Royalty income	63,737,550	182,704,416	-	-
Marketing support income	5,858,951	5,707,051	2,309,039	2,725,930
Sale of scraps income	7,671,250	4,770,430	10,313,750	4,770,430
Gain on sale of investments	19,681,403	14,916,775	12,856,951	9,678,320
Gain on exchange rate	30,972,118	-	33,066,738	-
Reversal of loss on expired goods	70,819,842	-	48,386,545	-
Interest income	57,553	94,656	725,665	1,549,244
Others	53,700,819	42,345,723	23,539,546	19,552,352
Total	252,499,486	250,539,053	365,881,102	97,526,535

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26. Staff provident fund

The Company and its subsidiaries joined with a contributory registered provident fund, in accordance with The Provident Fund Act B.E. 2530. The contributions from staffs are deducted from the monthly salaries, with the Company matching the individual's contributions.

27. Classification of expenses by nature

Significant expenses by nature are as follow:

Unit : Baht

<i>Consist of :</i>	Consolidated Financial Statements		Separate Financial Statements	
	Dec 31, 2015	Dec 31, 2014	Dec 31, 2015	Dec 31, 2014
Employee expenses	611,999,943	599,991,351	330,268,845	305,112,031
Depreciation	230,249,062	244,681,216	119,925,864	131,917,535
Amortization	5,388,625	5,176,011	3,699,770	3,439,291
Finance costs	59,018,771	83,415,143	34,980,595	50,891,328
Cost of production and service (Excluded cost of employees and depreciation)	2,687,625,886	2,641,676,364	1,799,674,132	1,356,113,899

28. Income tax

The income tax expenses is computed from the profit before income tax, which is in accordance with the regulation in the Revenue Code.

Income tax reduction

Royal Decree No. 577 B.E. 2557 dated November 10, 2014 grants the reduction to 20% of net taxable profit for the accounting period 2015 which begins on or after January 1, 2015.

On January 22, 2016, The National Legislative Assembly has approved a reduction of the corporate income tax rate from 30% to 20% of net taxable profit for the accounting period which begins on or after January 1, 2016.

The Company and subsidiary companies has applied the reduced tax rate of 20% in measuring deferred tax assets and liabilities as at December 31, 2015 and 2014 in accordance with the clarification issued by the FAP in 2012.

Tipco Foods Public Company Limited and its subsidiaries
Notes to the Financial Statements (Consolidated and separate financial statements)
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28. Income tax (Continued)

income tax expenses for the year ended December 31, 2015 and 2014 are as follow:

Unit : Baht

<i>Consist of :</i>	Consolidated Financial Statements		Separate Financial Statements	
	2015	2014	2015	2014
Current income tax :	3,362,490	11,706,578	-	-
Current income tax expenses				
Deferred tax :				
Temporary difference and reversal of temporary differences	8,442,709	(80,484,316)	5,974,750	(43,917,619)
Income tax expense reported in the statement of comprehensive income	11,805,200	(68,777,738)	5,974,750	(43,917,619)

Reconciliation between the average effective tax rate and the applicable tax rate for the years ended December 31, 2015 and 2014 are as follow:

Unit : Baht

	Consolidated Financial Statements			
	2015		2014	
	<i>Rate</i> (%)		<i>Rate</i> (%)	
Accounting profit before income tax		1,190,741,554		(15,050,065)
Income tax at applicable tax rate	20	238,148,311	20	-
Tax effect :				
Disallowed expenses for net profit calculation		5,875,433		49,651,624
Exemption of income/Deductible expenses		(240,661,253)		(10,436,312)
Privileges according to the Investment Promotion		-		(27,508,734)
Current income tax		3,362,491		11,706,578
Deferred tax:				
Temporary difference and reversal of temporary differences		8,442,709		(80,484,316)
Income tax expenses	0.99	11,805,200	-	(68,777,738)

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28. Income tax (Continued)

Reconciliation between the average effective tax rate and the applicable tax rate for the years ended December 31, 2015 and 2014 as follows: (Continued)

Unit : Baht

	Separate Financial Statements			
	2015		2014	
	<i>Rate</i> (%)		<i>Rate</i> (%)	
Accounting profit (loss) before tax		188,941,785		(176,930,341)
Income tax at applicable tax rate	20	37,788,357	20	-
Tax effect:				
Disallowed expenses for net profit calculation		3,963,895		9,389,331
Exemption of income/Deductible expenses		(41,775,686)		(17,123,118)
Current income tax		-		-
Deferred tax:				
Relating to origination and reversal of temporary differences		5,974,750		(43,917,619)
Income tax expenses	3	5,974,750	-	(43,917,619)

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28. Income tax (Continued)

The components of deferred tax assets and deferred tax liabilities as at December 31, 2015 and 2014 are as follow:

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	2015	2014	2015	2014
Deferred tax assets				
Allowance for doubtful accounts	10,877,240	10,827,241	1,309,741	1,309,740
Allowance for loss on decline in value of inventories	264,474	152,521	264,474	152,521
Allowance for obsolete goods	5,697,646	12,475,466	5,687,544	12,300,790
Allowance for asset impairment	44,053,598	48,783,556	6,207,502	8,160,821
Employee benefit obligations	10,646,553	7,396,973	7,425,018	4,671,752
Difference depreciation for tax purpose	1,347,739	1,456,212	1,347,739	1,456,212
Liabilities under finance lease contracts	1,059,560	1,142,273	1,059,559	1,142,273
Loss exchange rate forward (MTM)	-	31,289	-	31,289
Deficit brought forward	34,336,332	34,336,332	34,336,332	34,336,332
Others	-	546,256	-	486,950
Total	108,283,142	117,148,119	57,637,909	64,048,680
Deferred tax liabilities				
Assets under finance lease contracts	425,116	705,663	425,116	705,663
Amortization of Trademark	1,160,000	870,000	1,160,000	870,000
Deficit brought forward	13,754	-	-	-
Total	1,598,870	1,575,663	1,585,116	1,575,663
Deferred tax assets, net	106,684,272	115,572,456	56,052,793	62,473,017

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29. Privileges according to the Investment Promotion Act B.E. 2520

The Company and its subsidiaries have obtained the certificate for the investment promotion, entitled privileges for manufacturing of empty can, canned coconut milk and desiccated coconut at Prachaubkhirikhan factory and vegetable and fruit juices at Ayuthaya factory as follows :

- 1. Exemption from import duty on machinery as approved by the Board of Investment.*
- 2. Exemption from company income tax for 8 years from the date income is first derived, which have been expired in the year 2021.*
- 3. Shareholders of the Company will be exempted from tax on dividend received during the period in which the company is granted exemption from company income tax.*

The Company and its subsidiaries have to comply with certain conditions contained in the promotion certificate.

The calculation of profit and loss between promoted and non-promoted businesses are distinguished by the transactions which can be specified. Transactions which cannot be specified are allocated by the proportion of income. Interest income except from saving deposits (over 2% of revenues) and income from sales of scrap are recorded under non-promoted business.

30. Revenues report for a Promoted Business

By the Announcement of the Board of Investment No. 14/1998 dated December 30, 1998 regarding revenues report for a promoted business, the company is required to separately report the revenues from domestic sales and export sales and to separately report the promoted and non-promoted business. The Revenues are as follows :

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30. Revenues report for a Promoted Business (Continued)

Unit : Baht

Consist of :	Consolidated Financial Statements					
	Dec 31, 2015			Dec 31, 2014		
	Exemption from company income tax	Non - Promoted Business	Total	Exemption from company income tax	Non - Promoted Business	Total
Sales - Domestic	2,117,585,052	1,018,717,311	3,136,302,363	2,644,038,866	863,211,855	3,507,250,721
Sales - Export	437,387,405	1,764,219,721	2,201,607,126	390,022,303	1,610,522,394	2,000,544,697
	2,554,972,457	2,782,937,032	5,337,909,489	3,034,061,169	2,473,734,249	5,507,795,418

Unit : Baht

Consist of :	Separate Financial Statements					
	Dec 31, 2015			Dec 31, 2014		
	Exemption from company income tax	Non - Promoted Business	Total	Exemption from company income tax	Non - Promoted Business	Total
Sales - Domestic	3,787,008	510,914,485	514,701,493	20,452,682	487,561,751	508,014,433
Sales - Export	34,176,095	1,717,966,370	1,752,142,465	45,786,575	1,559,499,468	1,605,286,043
	37,963,103	2,228,880,855	2,266,843,958	66,239,257	2,047,061,219	2,113,300,476

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31. Long-term lease agreements

January 1, 2013, the Company and subsidiary entered into the renew lease agreement for TIPCO TOWER, for additional using as the office of the company and subsidiary, the term of agreement is 3 years and the rental and service fees is Baht 476,986/month and Baht 715,484/month respectively.

32. Information on operating segments

TFRS 8 “operation segments”

Information on operation segments requires the Company and its subsidiaries disclose the segment information based on the internal reports regularly reviewed by the Company and its subsidiaries’ Chief Operation Decision Maker in order to allocate resources to those segments and to assess the segment’s performance.

The Company and its subsidiaries operate in three reportable business segments which are organized by similar products, (1)products of vegetable & fruit (2)beverages and (3) others. The business operations are carried on both in Thailand and overseas. The information on operating segments has been presented as follows:

Business segment information	Consolidated Financial Statements				Unit : Baht
	For the year ended December 31, 2015				
	Segment			Eliminated	Total
	Products of vegetable & fruit	Beverages	Others		
Revenues from sales of goods	1,905,505,281	3,684,521,098	149,660,125	(401,777,015)	5,337,909,489
Cost of the sales	1,819,323,181	2,069,766,012	149,679,484	(402,848,557)	3,635,920,120
Gross profit	86,182,100	1,614,755,086	(19,359)	1,071,542	1,701,989,369
Other incomes					252,499,486
Profit before expenses					1,954,488,855
Selling expenses					(1,430,457,736)
Administrative expenses					(489,103,384)
Impairment of assets					(1,340,659)
Profit before Share of profit from investments in associated company					33,587,076
Share of profit from investments in associated company					1,216,173,249
Profit before finance costs and income tax					1,249,760,325
Finance costs					(59,018,771)
Income tax expenses					(11,805,200)
Profit after tax					1,178,936,354
Non-controlling interests					(9,531,645)
Profit for the period					1,188,467,999
Fixed assets	523,736,884	1,709,313,624			2,233,050,508

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32. Information on operating segments (Continued)

Business segment information	Consolidated Financial Statements For the year ended December 31, 2014				Unit : Baht
	Segment			Eliminated	Total
	Products of vegetable & fruit	Beverages	Others		
Revenues from sales of goods	1,888,390,834	3,845,834,024	117,241,603	(343,671,043)	5,507,795,418
Cost of the sales	1,821,953,986	2,165,855,938	92,316,918	(344,232,963)	3,735,893,879
Gross profit	66,436,848	1,679,978,086	24,924,685	561,920	1,771,901,539
Other incomes					250,539,053
Profit before expenses					2,022,440,592
Selling expenses					(1,490,144,806)
Administrative expenses					(518,108,243)
Impairment of assets					(229,272,680)
Profit before Share of profit from investments in associated company					(215,085,137)
Share of profit from investments in associated company					283,450,215
Profit before finance costs and income tax					68,365,078
Finance costs					(83,415,143)
Income tax expenses					68,777,738
Profit after tax					53,727,673
Non-controlling interests					(23,965,334)
Profit for the period					77,693,007
Fixed assets	614,921,994	1,720,372,785	62,673,255		2,397,968,034

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32. Segment information (Continued)

Geographic segment information				Unit : Baht
				<i>For the year ended December 31, 2015</i>
	Sales-export	Sales-Domestic	Eliminated	Total
Revenues from the sale of goods and the rendering of services	2,201,607,126	3,538,079,378	(401,777,015)	5,337,909,489
Segment operating profit	953,031,040	747,886,787	1,071,542	1,701,989,369
				Unit : Baht
				<i>For the year ended December 31, 2014</i>
	Sales-export	Sales-Domestic	Eliminated	Total
Revenues from the sale of goods and the rendering of services	2,000,544,697	3,850,921,764	(343,671,043)	5,507,795,418
Segment operating profit	118,750,370	1,653,713,089	(561,920)	1,771,901,539

33. Financial instruments

The Company and its subsidiaries' financial instruments are as follows :-

33.1 Risk management policies

33.1.1 Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations. The Company and its subsidiaries are exposed to credit risk primarily with respect to trade accounts receivable. The company and its subsidiaries manage the risk by adopting appropriated credit control policies and procedures.

Credit risk which arise from trade accounts receivable is minimal, since the company has a strict policy concerning the analyzing and approving credit for its customer and the debt collection process is also closely tracked by the company. Besides, the major part of the subsidiary's trade accounts receivable are the famous firms.

The maximum exposure to credit risk is limited to the carrying amounts of receivables as stated in the statements of financial position.

33.1.2 Interest rate risk

Interest rate risk arises from the potential for a change in market interest rates to having affect the value of the financial assets and liabilities of the Company and its subsidiaries.

The company and its subsidiaries have the significant financial assets and liabilities are classified by type of interest rates, and the fixed interest rates are classified based on the maturity date or the date of new interest rate is fixed if it is fixed before the maturity date, are as follows :

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33. Financial instruments (Continued)

33.1 *Risk management* policies (Continued)

33.1.2 Interest rate risk (Continued)

	Consolidated financial statements			Unit : Million Baht	
	As at December 31, 2015				
	Fixed interest rates		Floating	Non-	Total
	Within	Over	interest	interest	
1 year	1 – 5 year	rate	bearing		
Financial Assets					
Cash and cash equivalents	-	-	2	74	76
Current investments	4	-	-	-	4
Trade and other receivables	-	-	-	875	875
Restricted deposit at bank	1	-	-	-	1
Financial liabilities					
Bank overdrafts and short-term loans					
from financial institutions	1,320	-	-	-	1,320
Trade and other payables	-	-	-	721	721
Long – term loans from banks	-	-	609	-	609
Long – term machinery payable	-	-	-	-	-
Financial lease payable	1.5	0.6	-	-	2.1
	Consolidated financial statements			Unit : Million Baht	
	As at December 31, 2014				
	Fixed interest rates		Floating	Non-	Total
	Within	Over	interest	interest	
1 year	1 – 5 year	rate	bearing		
Financial Assets					
Cash and cash equivalents	-	-	1	41	42
<i>Current investments</i>	4	-	-	-	4
<i>Trade and other receivables</i>	-	-	-	486	486
<i>Restricted deposit at bank</i>	1	-	-	-	1
Financial liabilities					
<i>Bank overdrafts and short-term loans</i>					
<i>from financial institutions</i>	1,465	-	2	-	1,467
<i>Trade and other payables</i>	-	-	-	494	494
<i>Long – term loans from banks</i>	-	-	730	-	730
<i>Long – term machinery payable</i>	-	-	-	-	-
<i>Financial lease payable</i>	3	1	-	-	4

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33. Financial instruments (Continued)

33.1 Risk management policies (Continued)

33.1.2 Interest rate risk (Continued)

	<i>Separate financial statements</i>			<i>Unit : Million Baht</i>	
	<i>As at December 31, 2015</i>				
	<i>Fixed interest rates</i>		<i>Floating</i>	<i>Non-</i>	<i>Total</i>
	<i>Within</i>	<i>Over</i>	<i>interest</i>	<i>interest</i>	
<i>1 year</i>	<i>1 – 5 year</i>	<i>rate</i>	<i>bearing</i>		
Financial Assets					
Cash and cash equivalents	-	-	0.6	38.50	39.10
<i>Trade and other receivables</i>	-	-	-	260	260
Short-term loans to related parties	-	-	-	-	-
Financial liabilities					
<i>Bank overdrafts and short-term loans</i>					
<i>from financial institutions</i>	620	-	-	-	620
<i>Trade and other payables</i>	-	-	-	222	222
<i>Long – term loans</i> from banks	-	-	-	129.50	129.50
<i>Financial lease payable</i>	1	-	-	-	1

	<i>Separate financial statements</i>			<i>Unit : Million Baht</i>	
	<i>As at December 31, 2014</i>				
	<i>Fixed interest rates</i>		<i>Floating</i>	<i>Non-</i>	<i>Total</i>
	<i>Within</i>	<i>Over</i>	<i>interest</i>	<i>interest</i>	
<i>1 year</i>	<i>1 – 5 year</i>	<i>rate</i>	<i>bearing</i>		
Financial Assets					
Cash and cash equivalents	-	-	1	17	18
<i>Trade and other receivables</i>	-	-	-	145	145
<i>Short-term loans to related parties</i>	34	-	-	-	34
Financial liabilities					
<i>Bank overdrafts and short-term loans</i>					
<i>from financial institutions</i>	990	-	-	-	990
<i>Trade and other payables</i>	-	-	-	125	125
<i>Long – term loans</i> from banks	-	-	149	-	149
<i>Financial lease payable</i>	3	1	-	-	4

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33. Financial instruments (Continued)

33.1 Risk management policies (Continued)33.1.3 *Foreign exchange rate* risk

The Company and its subsidiaries' exposure to foreign currency risk mainly relating to purchase/sale which are denominated in foreign currencies. The Company and its subsidiaries hedged against currency risk by entering into forward exchange contracts with maturities of less than 1 year.

Foreign exchange contracts of the Company and its subsidiary outstanding at December 31, 2015 are as follows :

Foreign currency	Bought contracts	Sold contracts	Contractual exchange rate	
			Bought	Sold
			(Baht per 1 foreign currency unit)	
US Dollar	819,638	2,519,782	34.235-36.2525	35.475-36.2775

The right to exercise under the contract depends on spot exchange rate on the due date.

The balances of financial assets and liabilities of the Company and its subsidiaries denominated in foreign currencies as at December 31, 2015 are as follow:

Foreign currency	Financial	Financial	Average exchange rate as at December 31, 2015
	assets	liabilities	
			(Baht per 1 foreign currency unit)
US Dollar	6,780,979	999,600	36.04
AUD	-	68,796	26.24
Yen	-	81,592	39.39

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33. Financial instruments (Continued)

33.1 *Risk management* policies (Continued)33.1.3 *Foreign exchange rate* risk (Continued)

Foreign exchange contracts of the Company and its subsidiary outstanding at **December 31, 2014** are as follow:

Foreign currency	Bought contracts	Sold contracts	Contractual exchange rate	
			Bought	Sold
			(Baht per 1 foreign currency unit)	
US Dollar	430,371	2,421,059	33.0475-33.3550	32.3400-33.1550

Option contract of the Company and its subsidiary outstanding at **December 31, 2014** are as follow:

Foreign currency	Financial	Financial	Average exchange rate as at December 31, 2014
	assets	liabilities	
			(Baht per 1 foreign currency unit)
US Dollar	3,209,328	377,413	32.92
Euro	-	12,300	40.00
Yen	-	4,450,000	0.273

33.2 *Fair value of financial instruments*

Fair value means the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The methods and assumptions are used by the company and its subsidiaries in estimating fair value of financial instruments as follows:

Financial assets and financial liabilities held for the short-term maturities, such as cash on hand and deposits at financial institutions, accounts receivable and payable, and short-term loans, the carrying amounts in the statements of financial position approximate at the fair value.

Investment in Debt Securities and Non-marketable Securities Equity Instruments or that do not have a quoted market price in an active market, presented the carrying amounts in the statements of financial position at their fair values, or at the net asset value attributable to investments, or at the discounted cash flow of the present value.

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33. Financial instruments (Continued)

33.2 *Fair value of financial instruments* (Continued)

Long-term loans, with fixed interest rate, the carrying value are approximated at their fair values, calculated by the present value of the contractually determined stream of future cash flow discounted at the market interest rate prevailing on the date of the statement of financial position. Long-term loans with variable interest rates which close to market rates, the carrying value are approximated at their fair value, presented in the statements of financial position.

34. Fair Value Measurement

34.1 Fair Value has been defined in different levels of inputs as follows:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices.)
- Level 3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The financial assets and liabilities that are measured at fair value at December 31, 2015 are as follow:

Unit : Baht

	Consolidated financial Statements			
	Level 1	Level 2	Level 3	Total
Asset				
Derivatives				
Forward exchange rate contracts	-	68,769	-	68,769

Unit : Baht

	Separate financial Statements			
	Level 1	Level 2	Level 3	Total
Liabilities				
Derivatives				
Forward exchange rate contracts	-	-	-	-

In this accounting period, there are no transfers within the fair value level.

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34. Fair Value Measurement (Continued)

34.2 Valuation method of fair values for Level 2 inputs

Level 2 - trading and hedging derivatives comprise forward foreign exchange contracts. That has been fair valued using the discount cash flow technics base on the calculation of the commercial bank. The input data of their fair valuation are mostly extracted from observable data such as spot exchange rate future exchange rate and yield curves etc.

35. Event after the reporting period

At the Board of Directors' meeting held on February 19, 2016, the Board of Directors approved the appropriation dividend of Baht 0.25 per share, amounted to Baht 120.64 million for the 2015 operating result. The dividend will be approved at the annual general meeting of shareholders.

36. Reclassification of accounts

Certain accounts in the 2014 financial statements have been reclassified to conform to the presentation in the 2015 financial statements as follows:

	Unit : Baht					
	Consolidated			Separate		
	financial statements			financial statements		
	Before	After	Before	After	Before	After
	Reclassification	Reclassification	Reclassification	Reclassification	Reclassification	Reclassification
Statement of comprehensive income						
for the year ended December 31, 2014						
Cost of sales of goods and services	(3,825,352,997)	89,459,118	(3,735,893,879)			
Other incomes	339,998,171	(89,459,118)	250,539,053	152,046,131	(54,519,596)	97,526,535
Selling expenses				(129,600,420)	54,519,596	(75,080,824)

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37. Commitments

Unit : Baht

Consist of :	Consolidated Financial Statements		Separate Financial Statements	
	<i>2015</i>	<i>2014</i>	<i>2015</i>	<i>2014</i>
Letter of guarantee	30,046,072	21,450,578	11,720,832	11,720,832

38. Approval of financial statements

These financial statements were approved and authorized for issue by Board of Directors on February 19, 2016 by the authorized directors.
