

**Loxley Public Company Limited  
and its Subsidiaries**

Interim financial statements  
for the three-month period ended  
31 March 2018

and

Independent auditor's report on review of interim financial  
information



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## Independent Auditor's Report on Review of Interim Financial Information

### To the Board of Directors of Loxley Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Loxley Public Company Limited and its subsidiaries, and of Loxley Public Company Limited, respectively, as at 31 March 2018; the consolidated and separate statements of income, comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2018; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

#### *Scope of Review*

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

#### *Conclusion*

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Marisa Tharathornbunpakul)  
Certified Public Accountant  
Registration No. 5752

KPMG Phoomchai Audit Ltd.  
Bangkok  
10 May 2018

**Loxley Public Company Limited and its Subsidiaries**  
**Statements of financial position**

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2018 (Unaudited)	31 December 2017	31 March 2018 (Unaudited)	31 December 2017
<i>(In thousand Baht)</i>					
<b>Current assets</b>					
Cash and cash equivalents		727,429	1,099,929	236,261	224,660
Current investments		323,452	803,225	3,645	223,400
Trade accounts receivable	4	2,886,021	2,665,217	1,192,648	1,164,066
Other receivables	5	278,338	291,446	107,121	132,796
Current portion of receivable under debt restructuring agreement	6	36,507	106,106	-	-
Unbilled trade accounts receivable		2,362,908	2,339,192	1,773,647	1,769,635
Retentions receivable		62,419	122,384	44,206	104,170
Short-term loans to related parties	3	12,250	2,000	121,326	115,180
Short-term loans to other parties		3,110	3,251	-	-
Inventories		1,385,337	1,708,197	331,550	398,159
Advances paid to suppliers		233,317	227,535	128,382	124,927
Dividend receivables	3	-	-	160,000	233,000
Other current assets		12,145	14,316	508	506
<b>Total current assets</b>		<b>8,323,233</b>	<b>9,382,798</b>	<b>4,099,294</b>	<b>4,490,499</b>
<b>Non-current assets</b>					
Investments in associates and joint ventures	7	2,990,730	2,894,082	971,611	971,611
Investments in subsidiaries	8	-	-	2,136,984	2,134,284
Other long-term investments	9	649,064	710,763	592,676	654,409
Other receivables	5	253,370	225,048	85,636	75,469
Receivable under debt restructuring agreement	6	938,928	942,690	-	-
Unbilled trade accounts receivable		143,632	142,694	143,632	142,694
Retentions receivable		183,569	114,549	183,569	114,549
Investment properties		477,174	477,174	127,600	127,600
Property, plant and equipment		1,185,401	1,204,123	517,689	519,264
Intangible assets		90,941	90,065	50,638	49,223
Other non-current assets		25,633	25,652	-	-
<b>Total non-current assets</b>		<b>6,938,442</b>	<b>6,826,840</b>	<b>4,810,035</b>	<b>4,789,103</b>
<b>Total assets</b>		<b>15,261,675</b>	<b>16,209,638</b>	<b>8,909,329</b>	<b>9,279,602</b>

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

**Loxley Public Company Limited and its Subsidiaries**  
**Statements of financial position**

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2018 (Unaudited)	31 December 2017	31 March 2018 (Unaudited)	31 December 2017
<i>(in thousand Baht)</i>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans from financial institutions	10	1,906,799	1,815,358	956,763	771,346
Trade accounts payable	11	2,170,666	2,922,518	782,317	1,279,305
Other payables	12	1,216,713	1,210,840	407,896	407,035
Advances received from customers		627,676	852,080	247,930	262,070
Current portion of long-term liabilities	10	66,372	68,054	-	-
Short-term loans from related parties	3, 10	80,280	80,280	162,000	206,000
Short-term loans from other party	10	1,820	8,793	-	-
Income tax payable		1,340	1,082	-	-
<b>Total current liabilities</b>		<b>6,071,666</b>	<b>6,959,005</b>	<b>2,556,906</b>	<b>2,925,756</b>
<b>Non-current liabilities</b>					
Other payables	12	12,860	12,956	-	-
Long-term liabilities	10	1,145,001	1,160,611	-	-
Long-term debentures	10	1,000,000	1,000,000	1,000,000	1,000,000
Deferred tax liabilities		192,576	205,065	155,097	167,593
Non-current provisions for employee benefits		575,602	577,955	305,804	313,592
<b>Total non-current liabilities</b>		<b>2,926,039</b>	<b>2,956,587</b>	<b>1,460,901</b>	<b>1,481,185</b>
<b>Total liabilities</b>		<b>8,997,705</b>	<b>9,915,592</b>	<b>4,017,807</b>	<b>4,406,941</b>
<b>Equity</b>					
Share capital					
Authorised share capital		2,331,250	2,331,250	2,331,250	2,331,250
Issued and paid-up share capital		2,264,955	2,264,955	2,264,955	2,264,955
Additional paid in capital					
Premium on ordinary shares		503,251	503,251	503,251	503,251
Retained earnings					
Appropriated					
Legal reserve		135,142	135,142	135,142	135,142
Unappropriated		1,216,628	1,197,318	1,375,227	1,306,381
Other components of equity		2,051,093	2,097,409	612,947	662,932
<b>Equity attributable to equity holders of the Company</b>		<b>6,171,069</b>	<b>6,198,075</b>	<b>4,891,522</b>	<b>4,872,661</b>
Non-controlling interests		92,901	95,971	-	-
<b>Total equity</b>		<b>6,263,970</b>	<b>6,294,046</b>	<b>4,891,522</b>	<b>4,872,661</b>
<b>Total liabilities and equity</b>		<b>15,261,675</b>	<b>16,209,638</b>	<b>8,909,329</b>	<b>9,279,602</b>

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

**Loxley Public Company Limited and its Subsidiaries**  
**Statements of income (Unaudited)**

	Note	Consolidated financial statements		Separate financial statements	
		Three month period ended 31 March		Three month period ended 31 March	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
<b>Income</b>	13				
Revenue from sale of goods and rendering of services	3	3,223,343	3,890,775	985,060	1,531,744
Fees and other income	3	71,120	32,787	246,148	202,400
<b>Total income</b>		<u>3,294,463</u>	<u>3,923,562</u>	<u>1,231,208</u>	<u>1,734,144</u>
<b>Expenses</b>					
Cost of sale of goods and rendering of services	3	2,824,298	3,294,413	861,945	1,324,461
Distribution costs	3	186,832	192,756	108,507	113,032
Administrative expenses	3	333,545	336,506	169,668	175,710
Finance costs	3	47,925	44,792	22,242	17,011
<b>Total expenses</b>		<u>3,392,600</u>	<u>3,868,467</u>	<u>1,162,362</u>	<u>1,630,214</u>
<b>Share of profit of investments in associates and joint ventures, net</b>	7	<u>122,008</u>	<u>177,348</u>	-	-
<b>Profit before income tax expense</b>		<u>23,871</u>	<u>232,443</u>	<u>68,846</u>	<u>103,930</u>
Income tax expense	14	(7,931)	(21,270)	-	-
<b>Profit for the period</b>		<u>15,940</u>	<u>211,173</u>	<u>68,846</u>	<u>103,930</u>
<b>Profit (loss) attributable to:</b>					
Owners of the Company		19,310	200,286	68,846	103,930
Non-controlling interests		(3,370)	10,887	-	-
<b>Profit for the period</b>		<u>15,940</u>	<u>211,173</u>	<u>68,846</u>	<u>103,930</u>
<b>Earnings per share (in Baht)</b>	15				
Basic earnings per share		<u>0.01</u>	<u>0.09</u>	<u>0.03</u>	<u>0.05</u>
Diluted earnings per share		-	0.09	-	0.05

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

**Loxley Public Company Limited and its Subsidiaries**  
**Statements of comprehensive income (Unaudited)**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	<b>Three month period ended</b>		<b>Three month period ended</b>	
	<b>31 March</b>		<b>31 March</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
	<i>(in thousand Baht)</i>			
<b>Profit for the period</b>	<b>15,940</b>	<b>211,173</b>	<b>68,846</b>	<b>103,930</b>
<b>Other comprehensive income</b>				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	3,644	(346)	-	-
Net change in fair value of available-for-sale investments	(49,960)	(15,348)	(49,985)	(15,348)
<b>Other comprehensive income for the period</b>	<b>(46,316)</b>	<b>(15,694)</b>	<b>(49,985)</b>	<b>(15,348)</b>
<b>Total comprehensive income (expense) for the period</b>	<b>(30,376)</b>	<b>195,479</b>	<b>18,861</b>	<b>88,582</b>
<b>Total comprehensive income (expense) attributable to:</b>				
Owners of the Company	(27,006)	184,592	18,861	88,582
Non-controlling interests	(3,370)	10,887	-	-
<b>Total comprehensive income (expense) for the period</b>	<b>(30,376)</b>	<b>195,479</b>	<b>18,861</b>	<b>88,582</b>

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

**Loxley Public Company Limited and its subsidiaries**  
**Statements of changes in equity (Unaudited)**

Consolidated financial statements											
Other components of equity											
Retained earnings			Change in								
Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Exchange differences on translating foreign operations	Fair value changes of available-for-sale investments, net	Revaluation surplus on assets, net		Total other components of equity	Equity attributable to equity holders of the Company	Non-controlling interests	Total equity
						Company	Subsidiary				
<i>(in thousand Baht)</i>											
2,264,955	503,250	118,971	1,521,543	(2,586)	321,724	355,215	137,831	1,274,483	2,086,647	329,210	6,674,596
-	-	-	-	-	-	-	-	-	-	(7,502)	(7,502)
-	-	-	-	-	-	-	-	-	-	(7,502)	(7,502)
-	-	-	200,286	-	-	-	-	-	200,286	10,887	211,173
-	-	-	-	(346)	(15,348)	-	-	-	(15,694)	-	(15,694)
-	-	-	200,286	(346)	(15,348)	-	-	-	184,592	10,887	195,479
2,264,955	503,250	118,971	1,521,543	(2,932)	306,376	355,215	137,831	1,274,483	2,070,973	352,595	6,812,973

Three month period ended 31 March 2017  
Balance at 1 January 2017

Transactions with owners, recorded directly in equity  
*Contributions by and distributions to equity holders*  
Dividends of subsidiary to non-controlling interests  
Total contributions by and distributions to equity holders

Comprehensive income for the period  
Profit for the period  
Other comprehensive income  
Total comprehensive income for the period

Balance at 31 March 2017

**Lotley Public Company Limited and its subsidiaries**  
**Statements of changes in equity (Unaudited)**

**Consolidated financial statements**  
**Other components of equity**

	Retained earnings		Change in				Equity attributable to equity holders of the Company	Non-controlling interests	Total equity				
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Exchange differences on translating foreign operations	Fair value changes of available-for-sale investments, net				Revaluation surplus on assets, net	Percentage of holding in subsidiaries and associates	Total other components of equity	
Three month period ended 31 March 2018	2,264,955	503,251	135,142	1,197,318	(6,693)	307,718	355,215	1,303,338	2,097,409	6,198,075	95,971	6,294,046	
Balance at 1 January 2018	-	-	-	-	-	-	-	-	-	-	-	300	
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	300	
Contributions by and distributions to equity holders	-	-	-	19,310	-	-	-	-	-	-	19,310	(3,370)	(5,940)
Paid-up share capital of non-controlling interests	-	-	-	-	3,644	(49,560)	-	-	(46,316)	(46,316)	(46,316)	(46,316)	(46,316)
Total transactions with owners, recorded directly in equity	-	-	-	19,310	3,644	(49,560)	-	-	(46,316)	(46,316)	(27,006)	(3,370)	(50,376)
Comprehensive income for the period	2,264,955	503,251	135,142	1,216,628	(3,049)	257,758	355,215	1,303,338	2,051,093	6,171,069	92,901	6,263,970	
Profit for the period	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	3,644	(49,560)	-	-	(46,316)	(46,316)	(27,006)	(3,370)	(50,376)
Total comprehensive income for the period	2,264,955	503,251	135,142	1,216,628	(3,049)	257,758	355,215	1,303,338	2,051,093	6,171,069	92,901	6,263,970	
Balance at 31 March 2018	-	-	-	-	-	-	-	-	-	-	-	-	300

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



**Loxley Public Company Limited and its subsidiaries**  
**Statements of changes in equity (Unaudited)**

	Separate financial statements						Total equity
	Retained earnings		Fair value		Other components of equity		
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated (in thousand Baht)	changes of available-for-sale investments, net	Revaluation surplus on assets, net	
<b>Three month period ended 31 March 2017</b>							
Balance at 1 January 2017	2,264,955	503,250	118,971	1,157,687	321,724	355,215	676,939
Comprehensive income for the period	-	-	-	103,930	-	-	-
Profit for the period	-	-	-	103,930	-	-	-
Other comprehensive income	-	-	-	-	(15,348)	-	(15,348)
Total comprehensive income for the period	-	-	-	103,930	(15,348)	-	(15,348)
Balance at 31 March 2017	2,264,955	503,250	118,971	1,261,617	306,376	355,215	661,591
<b>Three month period ended 31 March 2018</b>							
Balance at 1 January 2018	2,264,955	503,251	135,142	1,306,381	307,717	355,215	662,932
Comprehensive income for the period	-	-	-	68,846	-	-	-
Profit for the period	-	-	-	68,846	-	-	-
Other comprehensive income	-	-	-	-	(49,985)	-	(49,985)
Total comprehensive income for the period	-	-	-	68,846	(49,985)	-	(49,985)
Balance at 31 March 2018	2,264,955	503,251	135,142	1,375,227	257,732	355,215	612,947

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

**Loxley Public Company Limited and its Subsidiaries**  
**Statements of cash flows (Unaudited)**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	Three month period ended		Three month period ended	
	31 March		31 March	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from operating activities</i></b>				
Profit for the period	15,940	211,173	68,846	103,930
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Depreciation and amortisation	39,701	55,886	9,993	11,299
Interest income	(8,920)	(7,595)	(9,545)	(7,576)
Finance costs	47,925	44,792	22,242	17,011
Unrealised loss (gain) on exchange	86	(2,837)	832	(1,180)
Dividends received	-	-	(185,360)	(176,874)
Written off withholding tax deducted at source	-	159	-	5
Set up provision for:				
- Doubtful accounts for trade and other accounts receivable	8,238	7,358	6,984	6,835
- Doubtful accounts for short-term loans to related parties	2,550	2,550	2,550	2,550
- Decline in value of inventories	-	258	-	258
(Gain) loss on disposals of property, plant and equipment and intangible assets	(607)	(1,707)	52	52
Share of profit from investments in associates and joint ventures, net	(122,008)	(177,348)	-	-
Exchange differences on translating foreign operations	3,644	(346)	-	-
Income tax expense	7,931	21,270	-	-
	<b>(5,520)</b>	<b>153,613</b>	<b>(83,406)</b>	<b>(43,690)</b>
<b><i>Changes in operating assets and liabilities</i></b>				
Trade accounts receivable	(180,041)	(37,443)	(29,607)	(128,745)
Other receivables	3,236	(101,198)	21,898	(25,705)
Unbilled trade accounts receivable	(24,904)	(292,158)	(5,199)	(201,905)
Retentions receivable	(9,055)	(8,066)	(9,055)	(8,065)
Receivable under debt restructuring agreement	37,159	-	-	-
Inventories	320,679	204,711	66,609	91,432
Advances paid to suppliers	(5,782)	(43,316)	(3,454)	(31,972)
Other current assets	2,171	6,468	(2)	55
Trade accounts payable	(749,058)	(487,978)	(495,087)	14,179
Other payables	(11,265)	(14,402)	(9,285)	26,686
Advances received from customers	(224,251)	(216,143)	(13,987)	164,523
Provisions for employee benefits	(2,353)	18,858	(7,788)	11,620
Withholding tax deducted at source refunded	904	31,780	-	-
Income tax paid and withholding tax deducted at source	(35,848)	(48,355)	(8,104)	(11,653)
<b>Net cash used in operating activities</b>	<b>(883,928)</b>	<b>(833,629)</b>	<b>(576,467)</b>	<b>(143,240)</b>

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

**Loxley Public Company Limited and its Subsidiaries**  
**Statements of cash flows (Unaudited)**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	Three month period ended		Three month period ended	
	31 March		31 March	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from investing activities</i></b>				
Interest received	1,617	399	2,432	757
Dividends received	25,360	59,376	258,360	159,376
Decrease in current investments	479,791	853,931	219,755	195,654
Increase in investments in subsidiaries	-	-	(2,700)	(25,800)
Increase in investments in associate and joint ventures	-	(69,450)	-	(9,450)
Increase in other long-term investment	(750)	-	(750)	-
Increase in short-term loans to related parties	(12,800)	(29,550)	(8,696)	(157,730)
Decrease in short-term loans to other party	141	5,974	-	-
Cash dividends of subsidiaries paid to non-controlling interests	-	(7,502)	-	-
Increase in property, plant and equipment	(16,287)	(54,720)	(6,745)	(13,052)
Increase in intangible assets	(4,434)	(6,509)	(3,242)	(2,462)
Proceed from paid-up share capital of non-controlling interests	300	-	-	-
Proceed from sales of property, plant and equipment and intangible assets	1,653	4,383	102	638
<b>Net cash provided by investing activities</b>	<b>474,591</b>	<b>756,332</b>	<b>458,516</b>	<b>147,931</b>
<b><i>Cash flows from financing activities</i></b>				
Finance costs paid	(28,686)	(35,390)	(10,211)	(8,559)
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	91,442	(36,956)	185,417	(12,546)
Decrease in short-term loans from related parties	-	(22,000)	(44,000)	-
Increase (decrease) in short-term loans from other parties	(6,973)	31,006	-	-
Repayment of long-term liabilities	(17,292)	(43,460)	-	-
<b>Net cash provided by (used in) financing activities</b>	<b>38,491</b>	<b>(106,800)</b>	<b>131,206</b>	<b>(21,105)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(370,846)</b>	<b>(184,097)</b>	<b>13,255</b>	<b>(16,414)</b>
Cash and cash equivalents at beginning of period	1,099,929	833,668	224,660	226,653
Effect of exchange rate changes on balances held in foreign currencies	(1,654)	(1,184)	(1,654)	(1,073)
<b>Cash and cash equivalents at end of period</b>	<b>727,429</b>	<b>648,387</b>	<b>236,261</b>	<b>209,166</b>

***Non cash transactions***

During the three-month period ended 31 March 2018, the Company had dividend received amounting to Baht 185 million (2017: Baht 177 million). The Company received dividend in cash of Baht 258 million (including payment of dividend receivables at beginning of period of Baht 233 million) (2017: Baht 160 million). The Company had dividend receivables amounting to Baht 160 million (2017: Baht 17 million).

During the three-month period ended 31 March 2018, the Group received payment under debt restructuring agreement amounting to Baht 73 million. The Group received Baht 37 million of cash (including cash received from sales of returned textbooks), and Baht 36 million of installment receivables.

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

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

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**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Executive Board of Directors on 10 May 2018.

**1 General information**

Loxley Public Company Limited, the “Company”, is incorporated in Thailand, and has its registered office at 102 Na Ranong Road, Klong Toey, Klong Toey, Bangkok, 10110, Thailand.

The Company was listed on the Stock Exchange of Thailand in 1994.

The Company’s major shareholder during the financial year was Ekpavee Company Limited (26% shareholding) which was incorporated in Thailand.

The principal businesses of the Company are trading and turnkey contract sales of telecommunication equipment and other items. Active subsidiaries mainly engage in their core businesses of trading, sales and services of computers, sales of consumer products, providing food service and others services. Details of the Company’s subsidiaries as at 31 March 2018 and 31 December 2017 were as follows:

Name of the entity	Type of Business	Ownership interest (%)	
		31 March 2018	31 December 2017
<i>Direct subsidiaries</i>			
Loxbit Public Company Limited	Trading of telecommunication equipment, computers and computer programs	99	99
Loxley Orbit Public Company Limited	Telecommunication and computerised database service	99	99
Data Mining Co., Ltd.	Service of information technology equipment and computer systems	99	99
Loxley Joint and Hold Co., Ltd.	Holding company	99	99
Loxley Mobile Company Limited	Sale and service of various prepaid electronics cash card	99	99
L Food Solutions Company Limited	Provide food service	99	99
Loxley Intertrade (Guangzhou) Co., Ltd.	Trading in the People’s Republic of China	99	99
Loxley Business Innovation Company Limited	Sale, service, and installation of automatic telephone switching systems	99	99
Loxley Power Systems Co., Ltd.	System integration of power system	99	99
L-Elevator and Engineering Co., Ltd.	Trading and installation of elevator and escalator	99	99
Loxley Engineering Co., Ltd.	Engineering services in the telecommunication network systems, and trading all kinds of related materials and tools	99	99
Loxley System Integrator Company Limited	Engineering services in telecommunication network systems	99	99
ASM Security Management Co., Ltd.	Provide security service at Suvarnabhumi Airport and others	99	99

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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Name of the entity	Type of Business	Ownership interest (%)	
		31 March 2018	31 December 2017
<i>Direct subsidiaries</i>			
Loxley Automotive Co., Ltd.	Manufacture, assembly, trading, rent, lease, import, export and after sale service of all kinds of vehicles and their spare parts	99	99
Loxley Environmental Dynamics Co., Ltd.	Provide advice and guidance on the management of garbage, waste and the establishment of a waste disposal plant for electricity generation	94	94
Loxley Property Development Co., Ltd.	Renting of building, advertising board and providing services	90	90
The Foodsource Co., Ltd.	Import, wholesale, and distribution of food ingredients and food products	90	-
Loxley Wireless Public Company Limited	Sale and service of telecommunication and information technology systems	85	85
Green Natural Products Co., Ltd.	Manufacture and distribute citrus essential oil	75	75
L Solar 3 Co., Ltd.	Manufacture and distribute electricity, plan, design, install and construct solar power plant, substation, processing power station, high voltage transmission lines, electric wire, cable and related equipment	74	74
Loxley Global Co., Ltd.	Holding company	51	51
LB EV Co., Ltd.	Manufacturing, assembly, trading electricity automotive including related equipment	51	51
Lego 99 Co., Ltd.	Solar power plant business	50	50
Loxley Trading Company Limited	Sale of consumer products	50	50
Societe Commercial Lao	Trading in Lao People's Democratic Republic	50	50
<i>Indirect subsidiaries</i>			
NetONE Network Solution Co., Ltd.	Trading of computer, computer spare parts and equipment, of all types	99	99
Thai Gateway Company Limited	Trading of telecommunication equipment	99	99
Professional Computer Company Limited	Supply, maintenance and set up of work system, installation of computers and management of computerised center	99	99
L Hardware & Services Co., Ltd.	Installation and repair of IT equipment, sale of computers and peripherals	99	99
Loxley Simulation Technology Co., Ltd.	Import, export and distribution virtual learning services and system development	99	99
LWSN Company Limited	Service of telecommunication, information technology systems and submarine cable network	85	85
LWTN Company Limited	Service of telecommunication, information technology systems and fiber optics	85	85

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

Name of the entity	Type of Business	Ownership interest (%)	
		31 March 2018	31 December 2017
<i>Indirect subsidiaries</i>			
Phetkasem Green Holding Co., Ltd.	Manufacturing, assembling and distributing steam generator, pressure tank, filter, and conveyor belt	50	50

The above direct subsidiaries and indirect subsidiaries were incorporated in Thailand except Societe Commercial Lao which was incorporated in Lao People's Democratic Republic and Loxley Intertrade (Guangzhou) Co., Ltd. which was incorporated in the People's Republic of China.

**2 Basis of preparation of the interim financial statements**

**(a) Statement of compliance**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2017) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2017. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2017.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2017 except that the Group/Company has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2018. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group or the Company.

In addition to the above new and revised TFRS, The FAP has issued TFRS 15 *Revenue from Contracts with Customers* which is effective for annual periods beginning on or after 1 January 2019. The Group/Company has not early adopted this standard in preparing these interim financial statements.

TFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. Revenue should be recognised when (or as) an entity transfers control over goods or services to a customer, measured at the amount to which the entity expects to be entitled. It replaces existing revenue recognition standards as follows:

- TAS 11 (revised 2017) *Construction Contracts*,
- TAS 18 (revised 2017) *Revenue*,
- TSIC 31 (revised 2017) *Revenue-Barter Transactions Involving Advertising Services*,
- TFRIC 13 (revised 2017) *Customer Loyalty Programmes*,
- TFRIC 15 (revised 2017) *Agreements for the Construction of Real Estate*, and
- TFRIC 18 (revised 2017) *Transfers of Assets from Customers*.

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

Management is presently considering the potential impact of adopting and initially applying TFRS 15 on the consolidated and separate financial statements.

**(b) *Functional and presentation currency***

The interim financial statements are presented in Thai Baht, which is the Company's functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest million, unless otherwise stated.

**(c) *Use of judgements and estimates***

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's/Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2017.

*Measurement of fair values*

The Group/Company has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group/Company Audit Committee.

When measuring the fair value of an asset or a liability, the Group/Company uses observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Further information about the assumptions made in measuring fair values is included in note 16 Financial instruments.



**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

**3 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Group/Company if the Group/Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group/Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with subsidiaries, associates and joint ventures are described in notes 7 and 8. Relationships with key management and other related parties were as follows:

<b>Name of entities</b>	<b>Nature of relationships</b>
<b>Major shareholder</b>	
Ekpavee Company Limited	A major shareholder, 26% shareholding of the Company, common director
<b>Key management personnel</b>	
Key management personnel	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.
<b>Other related parties</b>	
Thanakorn Vegetable Oil Products Co., Ltd.	A related party, shareholding by the major shareholder and subsidiary company, common director
L-TAG Technologies Company Limited	A related party, shareholding by the major shareholder
Zin Suapah Company Limited	A related party, shareholding by the major shareholder, common director
L Business Process Outsourcing Co., Ltd.	A related party, shareholding by the major shareholder, common director
LOC Thai Joint Stock Company	A related party, shareholding by the major shareholder
Loxley International Company Limited	A related party, shareholding by Company's director, common director
Law Enforcement Technology Solutions Co., Ltd.	A related party, shareholding by Company's director, common director
Eximnet Co., Ltd.	A related party, shareholding by subsidiary company, common director
Muang Thai Insurance Public Company Limited	A related party, shareholding by Company, common director
Muang Thai Life Assurance Public Company Limited	A related party, common director
GMP (Thailand) Co., Ltd.	A related party, shareholding by the major shareholder, common director
MappointAsia (Thailand) Public Company Limited	A related party, shareholding by the major shareholder
The Lamsam Estate Co., Ltd.	A related party, shareholding by Company's director, common director
Mainstay Property Solutions & Security Services Co., Ltd.	A related party, shareholding by the major shareholder, common director
Spie Oil & Gas Services (Thailand) Ltd.	A related party, common director
Phatra Leasing Public Company Limited	A related party, common director

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

<b>Name of entities</b>	<b>Nature of relationships</b>
<b>Other related parties</b>	
Phuket Smart Bus Co., Ltd.	A related party, shareholding by Company, common director
L Solar 1 Co., Ltd.	A related party, common director
Lox Service Co., Ltd.	A related party, shareholding by the major shareholder
NP Point Asia Co., Ltd.	A related party, shareholding by subsidiary company
LN Siam Co., Ltd.	A related party, shareholding by the major shareholder

The above related parties were incorporated in Thailand except LOC Thai Joint Stock Company which was incorporated in the Socialist Republic of Vietnam.

The pricing policies for particular types of transactions are explained further below:

<b>Transactions</b>	<b>Pricing policies</b>
Sale of goods and rendering of services	Market prices, contractually agreed prices or third party compatible prices
Fees and other income	Market prices or contractually agreed prices
Dividend income	As declared for dividend
Purchase of goods and rendering of services	Market prices, contractually agreed prices or prices agreed by distributors who absorb distribution costs
Distribution cost	Market prices or contractually agreed prices
Administrative expenses	Market prices or contractually agreed prices
Finance costs	Market rates or contractually agreed rates
Key management personnel compensation	Shareholders and/or Board of Directors approve/ employment contract
Purchase of investment	Fair value

Significant transactions for the three-month periods ended 31 March 2018 and 2017 with related parties were as follows:

<b>Three-month period ended 31 March</b>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
	<i>(in million Baht)</i>			
<b>Subsidiaries</b>				
Sale of goods and rendering of services	-	-	57	22
Fees and other income	-	-	14	10
Dividend income	-	-	160	117
Purchases of goods and rendering of services	-	-	41	43
Distribution cost	-	-	1	-
Administrative expenses	-	-	23	25
Purchase of investment	-	-	-	18
<b>Associates and joint ventures</b>				
Sale of goods and rendering of services	27	37	11	19
Fees and other income	10	4	7	3
Dividend income	-	-	25	59
Purchase of goods and rendering of services	81	93	81	91

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<b>Other related parties</b>				
Sale of goods and rendering of services	13	16	6	9
Fees and other income	3	3	3	3
Purchases of goods and rendering of services	308 <sup>1</sup>	389 <sup>1</sup>	5	3
Distribution cost	1	2	-	2
Administrative expenses	11	13	7	12
Finance cost	1	-	-	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term management benefits	38	50	17	17
Long-term management benefits	2	2	1	1

<sup>1</sup> The amount mainly comprises a subsidiary's purchase of vegetable oil from a related party totaling Baht 300 million Baht and 385 million for the three-month periods ended 31 March 2018 and 2017 in the consolidated financial statements, respectively. The pricing policy is based on prices agreed by distributors who absorb distribution costs.

Balances as at 31 March 2018 and 31 December 2017 with related parties were as follows:

**Trade accounts receivable - related parties**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in million Baht)</i>			
Subsidiaries	-	-	136	156
Associates and joint ventures	223	232	117	141
Other related parties	14	22	6	13
<b>Total</b>	<b>237</b>	<b>254</b>	<b>259</b>	<b>310</b>
Less allowance for doubtful accounts	(127)	(128)	(119)	(119)
<b>Net</b>	<b>110</b>	<b>126</b>	<b>140</b>	<b>191</b>

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
Reversals of bad debts and doubtful debts expense for the three-month period ended 31 March	(1)	-	-	-



**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

***Loans to related parties***

	Interest rate		Consolidated		Separate	
	31	31	financial statements		financial statements	
	March	December	31	31	31	31
	2018	2017	March	December	March	December
	(% per annum)		<i>(in million Baht)</i>			
<b>Short-term loans</b>						
Subsidiaries	4 - 5	4 - 5	-	-	137	135
Associate and joint ventures	3 - 7.5	3 - 7.5	486	473	478	471
<b>Total</b>			<b>486</b>	<b>473</b>	<b>615</b>	<b>606</b>
Less allowance for doubtful accounts			(474)	(471)	(494)	(491)
<b>Net</b>			<b>12</b>	<b>2</b>	<b>121</b>	<b>115</b>

  

	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
Bad debts and doubtful debts expense for the three-month period ended 31 March	3	2	3	2

Movements during the three-month period ended 31 March 2018 and 2017 of loans to related parties were as follows:

***Loans to related parties***

	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<b>Short-term loans</b>				
<b>Subsidiaries</b>				
At 1 January	-	-	115	-
Increase	-	-	2	155
<b>At 31 March</b>	<b>-</b>	<b>-</b>	<b>117</b>	<b>155</b>
<b>Associates and joint ventures</b>				
At 1 January	2	-	-	-
Increase	13	33	7	2
Decrease	-	(4)	-	-
Decrease from set up allowance for doubtful accounts	(3)	(2)	(3)	(2)
<b>At 31 March</b>	<b>12</b>	<b>27</b>	<b>4</b>	<b>-</b>
<b>Total short-term loans to related parties</b>				
At 1 January	2	-	115	-
Increase	13	33	9	157
Decrease	-	(4)	-	-
Decrease from set up allowance for doubtful accounts	(3)	(2)	(3)	(2)
<b>At 31 March</b>	<b>12</b>	<b>27</b>	<b>121</b>	<b>155</b>

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

*Trade accounts payable - related parties*

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	31	31	31	31
	March	December	March	December
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
Subsidiaries	-	-	27	30
Associates and joint ventures	57	21	57	21
Other related parties	153	189	3	2
<b>Total</b>	<b>210</b>	<b>210</b>	<b>87</b>	<b>53</b>

*Other payables - related parties*

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	31	31	31	31
	March	December	March	December
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
Subsidiaries	-	-	2	3
Other related parties	5	5	-	5
<b>Total</b>	<b>5</b>	<b>5</b>	<b>2</b>	<b>8</b>

*Payables - other expenses*

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	31	31	31	31
	March	December	March	December
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
Subsidiaries	-	-	2	3
Other related parties	5	5	-	5
<b>Total</b>	<b>5</b>	<b>5</b>	<b>2</b>	<b>8</b>

*Loans from related parties*

	<b>Interest</b>		<b>Consolidated</b>		<b>Separate</b>	
	<b>rate</b>		<b>financial statements</b>		<b>financial statements</b>	
	31	31	31	31	31	31
	March	December	March	December	March	December
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>		<i>(in million Baht)</i>			
<b>Short-term loans</b>						
Major shareholder	5	5	80	80	-	-
Subsidiary	1	1	-	-	162	206
<b>Total</b>			<b>80</b>	<b>80</b>	<b>162</b>	<b>206</b>

Movements during the three-month period ended 31 March 2018 and 2017 of loans from related parties were as follows:

*Loans from related parties*

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<b>Short-term loans</b>				
<b>Major shareholder</b>				
At 1 January	80	102	-	-
Decrease	-	(22)	-	-
<b>At 31 March</b>	<b>80</b>	<b>80</b>	<b>-</b>	<b>-</b>

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

*Loans from related parties*

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<b>Subsidiary</b>				
At 1 January	-	-	206	100
Decrease	-	-	(44)	-
<b>At 31 March</b>	<b>-</b>	<b>-</b>	<b>162</b>	<b>100</b>
<b>Total short-term loans from related parties</b>				
At 1 January	80	102	206	100
Decrease	-	(22)	(44)	-
<b>At 31 March</b>	<b>80</b>	<b>80</b>	<b>162</b>	<b>100</b>

*Future minimum lease payments under non-cancellable operating leases - related parties*

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in million Baht)</i>			
Within one year	27	25	26	27
After one year but within five years	35	31	31	31
<b>Total</b>	<b>62</b>	<b>56</b>	<b>57</b>	<b>58</b>

**4 Trade accounts receivable**

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		<i>(in million Baht)</i>			
Related parties	3	237	254	259	310
Other parties		2,998	2,784	1,180	1,124
<b>Total</b>		<b>3,235</b>	<b>3,038</b>	<b>1,439</b>	<b>1,434</b>
Less allowance for doubtful accounts		(349)	(373)	(246)	(270)
<b>Net</b>		<b>2,886</b>	<b>2,665</b>	<b>1,193</b>	<b>1,164</b>
		Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
		<i>(in million Baht)</i>			
Bad debts and doubtful debts expense for the three-month period ended 31 March		1	-	-	-

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

Aging analyses for trade accounts receivable were as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>
	31	31	31	31
	March	December	March	December
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<b>Related parties</b>				
Within credit terms	3	4	57	130
Overdue:				
Less than 3 months	23	31	83	19
3 - 6 months	25	49	-	30
6 - 12 months	51	39	-	11
Over 12 months	135	131	119	120
	<u>237</u>	<u>254</u>	<u>259</u>	<u>310</u>
Less allowance for doubtful accounts	(127)	(128)	(119)	(119)
	<u>110</u>	<u>126</u>	<u>140</u>	<u>191</u>
<b>Other parties</b>				
Within credit terms	835	1,092	34	403
Overdue:				
Less than 3 months	1,318	1,035	735	397
3 - 6 months	277	198	179	60
6 - 12 months	233	138	24	58
Over 12 months	335	321	208	206
	<u>2,998</u>	<u>2,784</u>	<u>1,180</u>	<u>1,124</u>
Less allowance for doubtful accounts	(222)	(245)	(127)	(151)
	<u>2,776</u>	<u>2,539</u>	<u>1,053</u>	<u>973</u>
<b>Net</b>	<u>2,886</u>	<u>2,665</u>	<u>1,193</u>	<u>1,164</u>

Included in trade accounts receivable from other parties over the age thresholds of 6 months as at 31 March 2018 and 31 December 2017 are amounts receivable from government agencies and state enterprises as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>
	31	31	31	31
	March	December	March	December
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
6 - 12 months	196	83	18	22
Over 12 months	61	25	35	9
<b>Total</b>	<u>257</u>	<u>108</u>	<u>53</u>	<u>31</u>



**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

**5 Other receivables**

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		31	31	31	31
		March	December	March	December
		2018	2017	2018	2017
		<i>(in million Baht)</i>			
Receivables - other income	3	236	258	257	264
Prepaid withholding tax		211	183	63	54
Value added tax		74	91	45	42
Advance to employees		49	47	13	17
Prepaid expenses		50	46	15	16
Promotion receivables		37	32	-	-
Deposit	3	24	23	19	20
Refundable retentions		20	20	-	-
Prepaid land rental		11	12	-	-
Accrued income	3	17	8	5	16
Others		30	16	6	2
<b>Total</b>		<b>759</b>	<b>736</b>	<b>423</b>	<b>431</b>
<i>Less</i> allowance for doubtful accounts		(227)	(220)	(230)	(223)
<b>Net</b>		<b>532</b>	<b>516</b>	<b>193</b>	<b>208</b>
Current		278	291	107	133
Non-current		254	225	86	75
<b>Total</b>		<b>532</b>	<b>516</b>	<b>193</b>	<b>208</b>

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		2018	2017	2018	2017
		<i>(in million Baht)</i>			
Bad debts and doubtful debts expense for the three-month period ended 31 March	3	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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**6 Receivable under debt restructuring agreement**

In December 2017, Loxley Wireless Public Company Limited (“Loxley Wireless”) and Office of the Welfare Promotion Commission for Teachers and Educational Personnel (“OTEP”) entered into a compromise agreement. The said debtor agrees to pay the amount of Baht 1,294 million as follows:

- 1) Repayment as textbooks amount of Baht 165 million, which will be delivered to Loxley Wireless within 60 days from the agreement date.
- 2) The remaining amount of Baht 1,129 million is repayable within 6 years. The first installment is due within 25 January 2018 and the last installment is due within 25 December 2023.
  - 2.1) Monthly payment of not less than Baht 5 million, the first installment within 25 January 2018 and within 25<sup>th</sup> of the following month until the end of the agreement but not later than 25 December 2023.
  - 2.2) Additional payment as follows;
    - Additional payment within May 2019 amounting to not less than Baht 120 million
    - Additional payment within May 2020 amounting to not less than Baht 120 million
    - Additional payment within May 2021 amounting to not less than Baht 120 million
    - Additional payment within May 2022 amounting to not less than Baht 200 million
    - The rest of payment will be made within May 2023

In February 2018, Loxley Wireless requested to extend the period of textbooks delivery from OTEP for another 30 days until 31 March 2018. During the three-month period ended 31 March 2018, Loxley Wireless received textbooks from OTEP in amount of Baht 82.1 million, remaining undelivered textbooks of Baht 82.9 million (net book value of Baht 21.7 million).

Receivable under restructuring agreement as at 31 March 2018 and 31 December 2017 are as follows;

	Within one year		After one year but within five years		After five years		Total	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017
Receivable under debt restructuring agreement	82	151	800	800	254	269	1,136	1,220
Less unearned Interest income	(45)	(45)	(113)	(121)	(2)	(5)	(160)	(171)
<b>Total receivable under debt restructuring agreement</b>	<b>37</b>	<b>106</b>	<b>687</b>	<b>679</b>	<b>252</b>	<b>264</b>	<b>976</b>	<b>1,049</b>

**Loxley Public Company Limited and its Subsidiaries**  
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**7 Investments in associates and joint ventures**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<b>Associates</b>				
At 1 January	2,847	2,874	947	928
Increase	-	44	-	10
Transfer from investments in subsidiaries to associates	-	1	-	-
Share of profit from investments, net	126	188	-	-
Dividend income	(25)	(59)	-	-
Return on investment	-	(2)	-	(2)
Reverse allowance of impairment	-	2	-	2
<b>At 31 March</b>	<b>2,948</b>	<b>3,048</b>	<b>947</b>	<b>938</b>
<b>Joint ventures</b>				
At 1 January	47	59	25	25
Increase	-	25	-	-
Share of loss from investments, net	(4)	(11)	-	-
<b>At 31 March</b>	<b>43</b>	<b>73</b>	<b>25</b>	<b>25</b>
<b>Total</b>				
At 1 January	2,894	2,933	972	953
Increase	-	69	-	10
Transfer from investments in subsidiaries to associates	-	1	-	-
Share of profit from investments, net	122	177	-	-
Dividend income	(25)	(59)	-	-
Return on investment	-	(2)	-	(2)
Reverse allowance of impairment	-	2	-	2
<b>At 31 March</b>	<b>2,991</b>	<b>3,121</b>	<b>972</b>	<b>963</b>

**Loxley Public Company Limited and its Subsidiaries**  
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**For the three-month period ended 31 March 2018 (Unaudited)**

Investments in associates and joint ventures as at 31 March 2018 and 31 December 2017, and dividend income from those investments for the three-month period ended 31 March 2018 and 2017 were as follows:

	Consolidated financial statements												Dividend income for the three-month period ended				
	Ownership interest (%)		Paid-up capital		Cost method		Equity method		Impairment		At equity - net			31 March 2018	31 March 2017	31 March 2018	31 March 2017
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017					
<b>Associates</b>																	
Oriental Post Co., Ltd.	50	50	150 million Baht	150 million Baht	82	82	14	14	(14)	(14)	-	-	-	-	-	-	-
K2 Venture Capital Co., Ltd.	50	50	100 million Baht	100 million Baht	50	50	43	42	-	-	43	42	-	-	-	-	-
TLK2 Management Co., Ltd.	50	50	1 million Baht	1 million Baht	1	1	-	1	-	-	-	1	-	-	-	-	-
Parts Zone (Thailand) Co., Ltd.	46	46	56 million Baht	56 million Baht	26	26	13	17	-	-	13	17	-	-	-	-	-
DM-Loxley Co., Ltd.	45	45	36 million Baht	36 million Baht	16	16	16	16	-	-	16	16	-	-	-	-	-
Thai Fiber Optics Company Limited	40	40	100 million Baht	100 million Baht	40	40	161	160	-	-	161	160	-	-	-	-	9
BP - Castrol (Thailand) Limited	40	40	49 million Baht	49 million Baht	20	20	996	882	-	-	996	882	-	-	-	-	-
Loxley GTECH Technology Co., Ltd.	35	35	300 million Baht	300 million Baht	105	105	-	-	-	-	-	-	-	-	-	-	-
Thamthiya Technology Co., Ltd.	30	30	11 million Baht	11 million Baht	15	15	12	12	-	-	12	12	-	-	-	-	-
Wisdom Vast Company Limited	30	30	10 million Baht	10 million Baht	5	5	5	4	-	-	5	4	-	-	-	-	-
Mobile Innovation Co., Ltd.	27	27	184 million Baht	184 million Baht	50	50	22	21	-	-	22	21	-	-	-	-	-
Fosoco (Thailand) Limited	26	26	10 million Baht	10 million Baht	3	3	17	14	-	-	17	14	-	-	-	-	-
MOCAP Limited	25	25	61 million Baht	61 million Baht	15	15	8	9	-	-	8	9	-	-	-	-	-
NS BlueScope Lysaght (Thailand) Limited	20	20	600 million Baht	600 million Baht	120	120	226	228	-	-	226	228	-	-	3	1	-
NS BlueScope (Thailand) Limited	20	20	5,000 million Baht	5,000 million Baht	640	640	1,372	1,379	-	-	1,372	1,379	-	-	22	49	-
BlueScope Buildings (Thailand) Limited	20	20	360 million Baht	360 million Baht	72	72	57	62	-	-	57	62	-	-	-	-	-
					<u>1,260</u>	<u>1,260</u>	<u>2,962</u>	<u>2,861</u>	<u>(14)</u>	<u>(14)</u>	<u>2,948</u>	<u>2,847</u>	<u>25</u>	<u>25</u>	<u>59</u>	<u>59</u>	

**Loxley Public Company Limited and its Subsidiaries**  
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**Consolidated financial statements**

	Ownership interest (%)		Paid-up capital		Cost method		Equity method		Impairment		At equity - net		Dividend income for the three-month period ended
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 March 2017	
<b>Joint ventures</b>													
Car Convinc Co., Ltd.	51	51	50 million Baht	50 million Baht	25	25	6	8	-	-	6	8	-
L S Technology Solutions Co., Ltd.	50	50	10 million Baht	10 million Baht	5	5	-	-	-	-	-	-	-
Loxley Nimap Infra Plus Joint Venture	-	-	-	-	-	-	1	-	-	-	1	-	-
Loxley & AJT Holding Co., Ltd.	43	43	200 million Baht	200 million Baht	100	100	34	37	-	-	34	37	-
Loxtrade Specialty Innovation Co., Ltd.	25	25	5 million Baht	5 million Baht	3	3	2	2	-	-	2	2	-
<b>Total</b>					<u>133</u>	<u>133</u>	<u>43</u>	<u>47</u>	<u>-</u>	<u>-</u>	<u>43</u>	<u>47</u>	<u>-</u>
					<u>1,393</u>	<u>1,393</u>	<u>3,005</u>	<u>2,908</u>	<u>(14)</u>	<u>(14)</u>	<u>2,991</u>	<u>2,894</u>	<u>25</u>
													<u>59</u>

(in million Baht)

**Loxley Public Company Limited and its Subsidiaries**  
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	Separate financial statements												Dividend income for the three-month period ended		
	Ownership interest (%)		Paid-up capital		Cost method		Impairment		At cost - net		March 2018			March 2017	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017		31 March 2018	31 March 2017
(in million Baht)															
<b>Associates</b>															
Oriental Post Co., Ltd.	50	50	150 million Baht	150 million Baht	82	82	(82)	(82)	-	-	-	-	-	-	
Parts Zone (Thailand) Co., Ltd.	46	46	56 million Baht	56 million Baht	26	26	-	-	26	26	-	-	-	-	
DM-Loxley Co., Ltd.	45	45	36 million Baht	36 million Baht	16	16	-	-	16	16	-	-	-	-	
Thai Fiber Optics Company Limited	40	40	100 million Baht	100 million Baht	40	40	-	-	40	40	-	-	-	9	
Thanfaiya Technology Co., Ltd.	30	30	11 million Baht	11 million Baht	15	15	-	-	15	15	-	-	-	-	
Mobile Innovation Co., Ltd.	27	27	184 million Baht	184 million Baht	50	50	(35)	(35)	15	15	-	-	-	-	
Fosoco (Thailand) Limited	26	26	10 million Baht	10 million Baht	3	3	-	-	3	3	-	-	-	-	
NS BlueScope Lysaght (Thailand) Limited	20	20	600 million Baht	600 million Baht	120	120	-	-	120	120	-	-	-	1	
NS BlueScope (Thailand) Limited	20	20	5,000 million Baht	5,000 million Baht	640	640	-	-	640	640	-	-	-	49	
BlueScope Buildings (Thailand) Limited	20	20	360 million Baht	360 million Baht	72	72	-	-	72	72	-	-	-	-	
Loxley GTECH Technology Co., Ltd.	18	18	300 million Baht	300 million Baht	55	55	(55)	(55)	-	-	-	-	-	-	
					<u>1,119</u>	<u>1,119</u>	<u>(172)</u>	<u>(172)</u>	<u>947</u>	<u>947</u>	<u>25</u>	<u>947</u>	<u>25</u>	<u>59</u>	
<b>Joint ventures</b>															
Car Convie Co., Ltd.	51	51	50 million Baht	50 million Baht	25	25	-	-	25	25	-	-	-	-	
L S Technology Solutions Co., Ltd.	50	50	10 million Baht	10 million Baht	5	5	(5)	(5)	-	-	-	-	-	-	
					<u>30</u>	<u>30</u>	<u>(5)</u>	<u>(5)</u>	<u>25</u>	<u>25</u>	<u>25</u>	<u>972</u>	<u>25</u>	<u>59</u>	
<b>Total</b>					<u>1,149</u>	<u>1,149</u>	<u>(177)</u>	<u>(177)</u>	<u>972</u>	<u>972</u>	<u>25</u>	<u>972</u>	<u>25</u>	<u>59</u>	

The above associates and joint ventures were incorporated in Thailand except DM-Loxley Co., Ltd., which was incorporated in Lao People's Democratic Republic.

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**Investment in the 3-digit and 2-digit online lotteries project**

Loxley GTECH Technology Co., Ltd., an associate of the Company, has entered into an agreement with the Government Lottery Office (GLO) of Thailand on 29 July 2005 to service the lottery project. The terms stipulated in the agreement require that the lottery commence within 7 months after the agreement has been signed. Because of circumstances, however, the project could not begin as scheduled. On 28 May 2008, the associate received a letter from GLO indicating that the project was to be launched by 16 September 2008. Later, on 18 August 2008, the associate was informed in writing by GLO about the results of their examination of the lottery system and the lottery vending machines installation. According to GLO's letter, the associate was permitted to partially install the vending machine (6,761 machines) in preparation for the project commencement. On 7 November 2008, the associate sent the notice letter to GLO requesting them to comply with the contract and manage to have the sales of lottery started. The associate also demanded compensation for losses arising from the investment outlay totaling over Baht 2 billion within 30 days. In the case GLO neglected to take appropriate actions, the associate would take legal action against GLO as deemed necessary. On 24 December 2008, GLO replied to the associate's letter requesting fairness regarding the commercial launch of 3-digit and 2-digit online lotteries. GLO responded that they had passed a resolution agreeing to such project; and that their resolution had been furnished to the Ministry of Finance.

In April 2009, the associate lodged another letter with GLO demanding that the Government should comply with the contract. However, the Board of Directors of GLO passed a resolution for GLO to conduct further study over legal and social impacts concerns. A public poll commissioned later on revealed that more than 50 per cent of the respondents supported the lottery launch. In August 2009, the Council of State replied to the queries of GLO in respect of the sale of the 3-digit and 2-digit online lotteries that GLO could be done under the Government Lottery Office Act, B.E.2517. And the associate received a letter from GLO dated 14 December 2009 notifying that its Board of Directors ("the Board") had passed a resolution on 4 December 2009 agreeing in principle to the sales of 3-digit and 2-digit online lotteries. The Board then requested that the project preparation be completed within 90 days for commercial launch, and reported to the Board for further Cabinet notification.

In January 2010, the Prime Minister appointed a panel to study and examine the facts and legal concerns over the sales of 3-digit and 2-digit online lotteries so as to determine options of and alternatives to the sales of online lotteries within 30 days. As a consequence, the Board issued a letter dated 15 January 2010 to the associate stating that the Board had resolved on 5 January 2010 to delay the commercial launch preparation in accordance with the Board's previous resolution on 4 December 2009 until the Prime Minister's appointed panel could finalise its decision for the Board's consideration. On 30 March 2010, the associate submitted a letter to GLO requesting that they honor the agreement, and pay for the damages arising from non-compliance. The associate demanded that GLO urgently comply with the contract, and launch the sales of lotteries. The associate also called for payment for damages incurred due to the operational delay and breach of agreement until GLO honor the agreement. The demanded payment together with interest must be paid to the associate within 30 days after GLO received the letter. The associate would, otherwise, take legal action and other measures deemed necessary to protect and enforce its rights. Consequently, on 9 June 2010, the associate was informed in writing by GLO that GLO, as a government agency operating under GLO Act, B.E. 2517, must strictly abide by the cabinet resolution and the prime minister's direction. GLO is aware of the business consequence that the associate has sustained, and has already furnished all relevant facts to those having authorities under GLO Act for consideration. Once the conclusion is obtained, the associate shall be accordingly informed. GLO strongly hopes that the issue will be resolved in the near future. However, the associate will be able to recover all amounts due under the agreement with GLO as it proposes to take legal action in consultation with its legal advisors to make GLO honor the agreement and to recover all expenses incurred plus related damages due under the terms of the agreement. On 7 April 2011, the associate filed a complaint to the Administrative Court

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against GLO to order GLO to resolve and proceed with the matter accordingly. On 22 December 2017, the Court issued a notice to the associate that 16 January 2018 would be the final day of affirmation. On 19 April 2018, the Court set its first hearing date on 24 May 2018.

However, as at 31 March 2018 and 31 December 2017, the associate has not officially received any further correspondence from GLO regarding the project progress, and accordingly could not determine the date of debut sales of lottery. Currently, the associate has taken legal process to enforce GLO to comply with the agreement. Furthermore, loss of the associate's financial positions has been increasing and operating costs have been rising over the initial budgets. The Company cannot reliably estimate the effect and the amount of time required to recover its investment in the associate.

In respect of the above, the Company recorded full impairment loss on all remaining balances in respects of such project in the separate financial statements as at 31 March 2018 and 31 December 2017 as required by TAS 36 (revised 2017) "Impairment of Assets." The standard provided that when the recoverable amount of an investment is less than its carrying value, the Company must record impairment loss on such investment directly in the profit or loss by reducing the investment cost to its recoverable amount. The details are as follows:

<b>Separate financial statements</b>	Investment	Trade and other receivables <i>(note 3)</i> <i>(in million Baht)</i>	Short-term loans <i>(note 3)</i>	Total
<i>Balance</i>				
At 31 December 2017	105	328	471	904
Addition	-	7	3	10
<b>At 31 March 2018</b>	<b>105</b>	<b>335</b>	<b>474</b>	<b>914</b>
<i>Allowance for doubtful accounts</i>				
At 31 December 2017	105	328	471	904
Addition	-	7	3	10
<b>At 31 March 2018</b>	<b>105</b>	<b>335</b>	<b>474</b>	<b>914</b>
<i>Net book value</i>				
At 31 December 2017	-	-	-	-
At 31 March 2018	-	-	-	-

In the consolidated financial statements, the Group complies with TAS 28 (revised 2017) "Investments in Associates and Joint Ventures" which states that the Group normally must record share of loss of an associate equals to its interest in the associate. The interest in an associate is the carrying amount of the investment in the associate under the equity method together with any long-term interests that, in substance, form part of the investor's net investment in the associate, such as a settlement of loan that is neither planned nor likely to occur in the foreseeable future. The Group's additional share of loss recognised under the equity method is treated as deductions to the components of the interests in the associate. The Group only recognises additional share of loss as liability only when the Group has incurred legal or constructive obligations or made payments on behalf of the associate.



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As at 31 March 2018 and 31 December 2017, the Group recorded additional share of loss over its interest in the associate on the consolidated financial statements, representing 35% interest in the associate. Such share of loss over its interest in the associate is presented as deductions to the trade and other receivables and short-term loans to the associate. In addition, the Group recorded additional allowance for short-term loans to the associate in the consolidated financial statements. The details are as follows:

<b>Consolidated financial statements</b>	Investment	Trade and other receivables <i>(note 3)</i> <i>(in million Baht)</i>	Short-term loans <i>(note 3)</i> <i>(in million Baht)</i>	Total
<b>Balance</b>				
At 31 December 2017	105	328	471	904
Addition	-	7	3	10
<b>At 31 March 2018</b>	<b>105</b>	<b>335</b>	<b>474</b>	<b>914</b>
<b>Equity loss</b>				
At 31 December 2017	105	143	57	305
Addition	-	-	-	-
<b>At 31 March 2018</b>	<b>105</b>	<b>143</b>	<b>57</b>	<b>305</b>
<b>Allowance for doubtful accounts</b>				
At 31 December 2017	-	185	414	599
Addition	-	7	3	10
<b>At 31 March 2018</b>	<b>-</b>	<b>192</b>	<b>417</b>	<b>609</b>
<b>Net book value</b>				
At 31 December 2017	-	-	-	-
At 31 March 2018	-	-	-	-

**8 Investments in subsidiaries**

	<b>Separate financial statements</b>	
	2018	2017
	<i>(in million Baht)</i>	
At 1 January	2,134	2,487
Acquisitions	3	25
<b>At 31 March</b>	<b>2,137</b>	<b>2,512</b>

**2018**

***Acquisitions***

In January 2018, the Company incorporated a new subsidiary, The Foodsource Co., Ltd., with a registered and paid-up share capital of Baht 3 million. This subsidiary engages in import, wholesale, distribution of food ingredients and food products. The Company held 90% of shares and voting right in the subsidiary.

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Investments in subsidiaries as at 31 March 2018 and 31 December 2017 and dividend income from those investments for the three-month period ended 31 March 2018 and 2017 were as follows:

Subsidiaries	Separate financial statements												Dividend income for the three-month period ended
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		Dividend income for the three-month period ended		
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 March 2017	
	(in million Baht)												
<b>Subsidiaries</b>													
Loxbit Public Company Limited	99	99	450 million Baht	450 million Baht	476	476	-	-	476	476	-	-	-
Loxley Orbit Public Company Limited	99	99	45 million Baht	45 million Baht	110	110	-	-	110	110	-	-	-
Data Mining Co., Ltd.	99	99	20 million Baht	20 million Baht	20	20	-	-	20	20	-	-	-
Loxley Joint and Hold Co., Ltd.	99	99	1,000 million Baht	1,000 million Baht	1,000	1,000	-	-	1,000	1,000	160	100	-
Loxley Mobile Company Limited	99	99	20 million Baht	20 million Baht	20	20	(20)	(20)	-	-	-	-	-
L Food Solutions Company Limited	99	99	40 million Baht	40 million Baht	40	40	(30)	(30)	10	10	-	-	-
Loxley Intertrade (Guangzhou) Co., Ltd.	99	99	1.05 million USD	1.05 million USD	35	35	-	-	35	35	-	-	-
Loxley Business Innovation Co., Ltd.	99	99	5 million Baht	5 million Baht	5	5	-	-	5	5	-	-	-
Loxley Power Systems Co., Ltd.	99	99	20 million Baht	20 million Baht	20	20	-	-	20	20	-	-	-
L-Elevator and Engineering Co., Ltd.	99	99	3 million Baht	3 million Baht	3	3	-	-	3	3	-	-	-
Loxley Engineering Co., Ltd.	99	99	10 million Baht	10 million Baht	10	10	-	-	10	10	-	-	-
Loxley system Integrator Co., Ltd.	99	99	20 million Baht	20 million Baht	28	28	-	-	28	28	-	-	-

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	Separate financial statements												Dividend income for the three-month period ended	
	Ownership interest (%)			Paid-up capital		Cost method		Impairment		At cost - net		March 2018		
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 March 2017		
	(in million Baht)													
<b>Subsidiaries</b>														
ASM Security Management Co., Ltd.	99	99	100 million Baht	100 million Baht	95	95	-	-	95	95	-	-	-	
Loxley Automotive Co., Ltd.	99	99	1 million Baht	1 million Baht	1	1	-	-	1	1	-	-	-	
Loxley Environmental Dynamics Co., Ltd.	94	94	9 million Baht	9 million Baht	8	8	-	-	8	8	-	-	-	
Loxley Property Development Co., Ltd.	90	90	250 million Baht	250 million Baht	255	255	-	-	255	255	-	-	-	
The Foodsource Co., Ltd.	90	-	3 million Baht	-	3	-	-	-	-	3	-	-	-	
Loxley Wireless Public Company Limited	85	85	275 million Baht	275 million Baht	255	255	(255)	(255)	-	-	-	-	-	
Green Natural Products Co., Ltd.	75	75	4 million Baht	4 million Baht	14	14	-	-	14	14	-	-	-	
L Solar 3 Co., Ltd.	74	74	10 million Baht	10 million Baht	7	7	-	-	7	7	-	-	-	
Loxley Global Co., Ltd.	51	51	99 million Baht	99 million Baht	50	50	(50)	(50)	-	-	-	-	-	
LB EV Co., Ltd.	51	51	10 million Baht	10 million Baht	5	5	-	-	5	5	-	-	-	
Lego 99 Co., Ltd.	50	50	15 million Baht	15 million Baht	7	7	-	-	7	7	-	-	-	
Loxley Trading Company Limited	50	50	50 million Baht	50 million Baht	25	25	-	-	25	25	-	-	-	
Societed Commercial Lao	50	50	4,135 million Kip	4,135 million Kip	15	15	(15)	(15)	-	-	-	-	-	
L Solar 1 Co., Ltd.	-	-	-	-	-	-	-	-	-	-	-	-	17	
					<b>2,507</b>	<b>2,504</b>	<b>(370)</b>	<b>(370)</b>	<b>2,137</b>	<b>2,134</b>	<b>160</b>	<b>117</b>		

**Loxley Public Company Limited and its Subsidiaries**  
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**9 Other long-term investments**

Movements during the three-month period ended 31 March 2018 and 2017 of other long-term investments were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
	<i>(in million Baht)</i>			
<b>Available-for-sale securities</b>				
At 1 January	654	438	639	438
Valuation adjustment	(63)	(19)	(63)	(19)
<b>At 31 March</b>	<b>591</b>	<b>419</b>	<b>576</b>	<b>419</b>
<b>General investments</b>				
At 1 January	57	62	16	25
Acquisition	1	-	1	-
<b>At 31 March</b>	<b>58</b>	<b>62</b>	<b>17</b>	<b>25</b>
<b>Total</b>	<b>649</b>	<b>481</b>	<b>593</b>	<b>444</b>

**Loxley Public Company Limited and its Subsidiaries**  
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Other long-term investments as at 31 March 2018 and 31 December 2017, and dividend income from those investments for the three-month period ended 31 March 2018 and 2017 were as follows:

<b>Consolidated financial statements</b>																	
	Ownership interest (%)		Paid-up capital		Cost method		Impairment		Unrealised gain (loss) from fair value changes		Fair value		Dividend income for the three-month period ended				
											Listed securities/			At cost - net		for the three-month	
											31 March 2018	31 December 2017		31 March 2018	31 December 2017	31 March 2018	31 December 2017
<i>(in million Baht)</i>																	
<b>Available-for-sale securities</b>																	
- at fair value																	
<b>Other related parties</b>																	
Muang Thai Insurance Public Company Limited	5	5	590	590	36	36	-	-	381	402	417	438	-				
QTC Energy Public Company Limited	5	6	341	291	218	218	-	-	(59)	(17)	159	201	-				
Other parties			15	15	15	15	-	-	-	-	15	15	-				
			<u>269</u>	<u>269</u>	<u>269</u>	<u>269</u>	<u>-</u>	<u>-</u>	<u>322</u>	<u>385</u>	<u>591</u>	<u>654</u>	<u>-</u>				
<b>General investments - at cost</b>																	
<b>Other related parties</b>																	
Thanakorn Vegetable Oil Products Co., Ltd.	7	7	300	300	39	39	-	-	-	-	39	39	-				
Others			14	13	13	13	(10)	(10)	-	-	4	3	-				
Other parties			25	25	25	25	(10)	(10)	-	-	15	15	-				
			<u>78</u>	<u>77</u>	<u>77</u>	<u>77</u>	<u>(20)</u>	<u>(20)</u>	<u>-</u>	<u>-</u>	<u>58</u>	<u>57</u>	<u>-</u>				
<b>Total</b>			<u>347</u>	<u>346</u>	<u>346</u>	<u>346</u>	<u>(20)</u>	<u>(20)</u>	<u>322</u>	<u>385</u>	<u>649</u>	<u>711</u>	<u>-</u>				

**Loxley Public Company Limited and its Subsidiaries**  
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**Separate financial statements**

	Ownership interest		Paid-up capital		Cost method		Impairment		Unrealised gain (loss) from fair value changes		Fair value (Market price of listed securities)/ At cost - net		Dividend income for the three-month period ended	
	31	31	31	31	31	31	31	31	31	31	31	31	31	31
	March 2018	December 2017	March 2018	December 2017	March 2018	December 2017	March 2018	December 2017	March 2018	December 2017	March 2018	December 2017	March 2018	March 2017
	(in million Baht)													
<b>Available-for-sale securities - at fair value</b>														
<b>Other related parties</b>														
Muang Thai Insurance Public Company Limited	5	5	590	590	36	36	-	-	381	402	417	438	-	-
QTC Energy Public Company Limited	5	6	341	291	218	218	-	-	(59)	(17)	159	201	-	-
					<b>254</b>	<b>254</b>			<b>322</b>	<b>385</b>	<b>576</b>	<b>639</b>		
<b>General investments - at cost</b>														
<b>Other related parties</b>														
Other parties					2	1	-	-	-	-	2	1	-	-
					25	25	(10)	(10)	-	-	15	15	-	-
					<b>27</b>	<b>26</b>	<b>(10)</b>	<b>(10)</b>			<b>17</b>	<b>16</b>		
<b>Total</b>					<b>281</b>	<b>280</b>	<b>(10)</b>	<b>(10)</b>	<b>322</b>	<b>385</b>	<b>593</b>	<b>655</b>		

**Loxley Public Company Limited and its Subsidiaries**  
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**10 Interest-bearing liabilities**

*Bank overdrafts and short-term loans from financial institutions and related parties*

Under the terms of certain agreements of short-term loans, the Group has transferred the right for receipt of certain trade accounts receivable under service contracts to a bank.

Under the terms of trust receipts, the Group/Company imported merchandise in trust for the banks. The Group/Company was obligated to maintain the goods or the proceeds from their sale or to hold them ready for repossession by the bank.

*Long-term liabilities from financial institutions*

A subsidiary has pledged right on certain rental proceeds, an investment property, and negative pledge of its asset as collateral.

The Group's credit facilities contain certain restriction on repayment of loan from director and/or related party, dividend payment, financial ratio, shareholding ratio of parent company, and others.

*Long-term debenture*

The Company has to comply with the conditions of the debentures including maintaining certain financial ratios.

*Secured interest-bearing liabilities*

Secured interest-bearing liabilities as at 31 March 2018 and 31 December 2017 were secured on the following assets:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in million Baht)</i>			
Investment property*	265	265	-	-
Trade accounts receivable**	233	174	-	-
<b>Total</b>	<b>498</b>	<b>439</b>	<b>-</b>	<b>-</b>

\* The Group has pledged on investment property as a collateral for borrowing long-term loans from financial institution.

\*\* The Group has transferred the right for receipt of trade accounts receivable under service contracts to a bank.

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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**11 Trade accounts payable**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		<i>(in million Baht)</i>			
Related parties	3	210	210	87	53
Other parties		1,961	2,713	695	1,226
<b>Total</b>		<b>2,171</b>	<b>2,923</b>	<b>782</b>	<b>1,279</b>

**12 Other payables**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		<i>(in million Baht)</i>			
Accrued cost and warranty cost		851	785	323	282
Accrued expenses		188	239	30	53
Payables - other expenses	3	49	66	30	43
Revenue Department payable		52	38	12	16
Deposit		22	21	-	-
Promotion expense received in advance		20	18	-	-
Others		48	57	13	13
<b>Total</b>		<b>1,230</b>	<b>1,224</b>	<b>408</b>	<b>407</b>
Current		1,217	1,211	408	407
Non-current		13	13	-	-
<b>Total</b>		<b>1,230</b>	<b>1,224</b>	<b>408</b>	<b>407</b>



**Loxley Public Company Limited and its Subsidiaries**  
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**13 Segment information**

*Information about reportable segments:*

<i>Three-month period ended 31 March</i>	Information Technology Business Group		Food Services & Distribution Business Group		Energy Business Group		Network Solutions Business Group		Services Business Group		Special and other businesses		Total reportable segments	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
External revenue	970	971	733	959	244	439	516	774	502	441	329	339	3,294	3,923
Inter-segment revenue	5	3	72	29	21	37	15	5	38	35	9	5	160	114
Total segment revenue	975	974	805	988	265	476	531	779	540	476	338	344	3,454	4,037
Segment profit before finance costs and income tax expense	4	80	(3)	12	(6)	36	24	47	31	40	11	(8)	61	207
Segment assets as at 31 March 2018/ 31 December 2017	2,776	3,201	1,300	1,383	994	1,013	3,090	2,844	1,699	1,643	1,617	1,658	11,476	11,742

**Loxley Public Company Limited and its Subsidiaries**  
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*Reconciliation of reportable segment profit or loss and assets*

<i>Three-month period ended 31 March</i>	2018	2017
	<i>(in million Baht)</i>	
<b>Profit or loss</b>		
Total profit for reportable segments before finance costs and income tax expense	61	207
Eliminate of inter-segment profits	(4)	(6)
Unallocated amounts:		
- Revenue	-	1
- Other operating expenses	(107)	(102)
Share of profit from investments, net	122	177
<b>Consolidated profit before finance costs and income tax expense</b>	<u>72</u>	<u>277</u>
	31	31
	March	December
	2018	2017
	<i>(in million Baht)</i>	
<b>Assets</b>		
Total assets for reportable segments	11,476	11,742
Other unallocated amounts	3,786	4,468
<b>Consolidated total assets</b>	<u>15,262</u>	<u>16,210</u>
<b>Unallocated liabilities</b>	<u>8,998</u>	<u>9,916</u>

*Geographical segments*

The Group is managed and operates principally in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

**14 Income tax expense**

The current tax expense in the consolidated and separate statements of income is higher/less than the amount determined by applying the Thai corporation tax rate to the accounting profit for the period principally because:

- (a) the Group/Company unutilised tax losses brought forward from the previous period have been utilised during the period to set-off against the current period's tax charge.
- (b) the different treatment for accounting and taxation purposes of certain items of expense, in particular, provision for doubtful accounts and other provisions.
- (c) losses suffered by certain subsidiaries of the Group/Company cannot be set-off against the profits of other subsidiaries of the Group for tax purposes.

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2018 (Unaudited)**

**15 Earnings per share**

*Basic earnings per share*

The calculations of basic earnings per share for the three-month period ended 31 March 2018 and 2017 were based on the profit for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2018	2017	2018	2017
	<i>(in million Baht / million shares)</i>			
<b>Profit for the period attributable to ordinary shareholders of the Company (basic)</b>	<b>19.31</b>	<b>200.29</b>	<b>68.85</b>	<b>103.93</b>
<b>Number of ordinary shares outstanding</b>	<b>2,264.95</b>	<b>2,264.95</b>	<b>2,264.95</b>	<b>2,264.95</b>
<b>Basic earnings per share (in Baht)</b>	<b>0.01</b>	<b>0.09</b>	<b>0.03</b>	<b>0.05</b>

*Diluted earnings per share*

The calculations of diluted earnings per share for the three-month period ended 31 March 2017 were based on the profit for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the period. Since exercise price of the warrant exceeds the weighted average of fair value of ordinary shares for the three-month period ended 31 March 2017, so the Company excluded the warrants for the calculation of potential diluted ordinary shares for diluted earnings per share for the three-month period ended 31 March 2017, and the warrants matured on 30 September 2017, the calculations are as follows:

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2018	2017	2018	2017
	<i>(in million Baht / million shares)</i>			
<b>Profit for the period attributable to ordinary shareholders of the Company (diluted)</b>	<b>-</b>	<b>200.29</b>	<b>-</b>	<b>103.93</b>
<b>Number of ordinary shares outstanding (basic)</b>	<b>-</b>	<b>2,264.95</b>	<b>-</b>	<b>2,264.95</b>
Effect of issue of warrants	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b>-</b>	<b>2,264.95</b>	<b>-</b>	<b>2,264.95</b>
<b>Earnings per share (diluted) (in Baht)</b>	<b>-</b>	<b>0.09</b>	<b>-</b>	<b>0.05</b>

**Loxley Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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**16 Financial instruments**

*Carrying amounts and fair values*

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
<b>31 March 2018</b>					
<i>Current</i>					
Short-term investment in trading securities	318	-	318	-	318
<i>Non-current</i>					
Long-term investment in available-for-sale securities	591	576	15	-	591
<b>31 December 2017</b>					
<i>Current</i>					
Short-term investment in trading securities	798	-	798	-	798
<i>Non-current</i>					
Long-term investment in available-for-sale securities	654	639	15	-	654
	Carrying amount	Separated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
<b>31 March 2018</b>					
<i>Current</i>					
Short-term investment in trading securities	4	-	4	-	4
<i>Non-current</i>					
Long-term investment in available-for-sale securities	576	576	-	-	576
<b>31 December 2017</b>					
<i>Current</i>					
Short-term investment in trading securities	223	-	223	-	223
<i>Non-current</i>					
Long-term investment in available-for-sale securities	639	639	-	-	639

**Loxley Public Company Limited and its Subsidiaries**  
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*Carrying amounts and fair values of financial instruments not measured at fair value*

- Cash and short-term investments

The carrying amount in statement of financial position approximates fair value because of the short period to maturity.

- Current account receivable and account payable - trade and other

The carrying amount in statement of financial position approximates fair value because of the short period to maturity.

- Loans to and loans from related and other companies and non-current accounts receivable

The carrying amount in statement of financial position approximates fair value because most of these financial instruments bear interest rates approximately at market rates.

- Investment in common shares

Management believe that the carrying amount of investment in common shares for which there are no available quoted market prices in statement of financial position approximates the fair value based on the underlying net asset base of the investment. The fair value of investments in available-for-sale equity securities is determined by reference to their quoted bid price at the reporting date.

- Bank overdrafts and short-term loans from financial institutions

The carrying amount in statement of financial position approximates fair value because of the short period to maturity of these financial instruments.

- Long-term loan

The carrying amount in statement of financial position approximates fair value because most of these financial instruments bear interest rates approximately at market rates.

- Long-term debentures

The carrying amount in statement of financial position approximates fair value because these debenture bear interest rates approximately at market rates.

**Loxley Public Company Limited and its Subsidiaries**  
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**17 Commitments with non-related parties**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>31 March 2018</b>	<b>31 December 2017</b>	<b>31 March 2018</b>	<b>31 December 2017</b>
	<i>(in million Baht)</i>			
<b><i>Future minimum lease payments under non-cancellable operating leases</i></b>				
Within one year	50	52	7	8
After one year but within five years	67	75	7	8
After five years	232	227	-	-
<b>Total</b>	<b>349</b>	<b>354</b>	<b>14</b>	<b>16</b>
<b><i>Other commitments</i></b>				
Unnegotiated letters of credits for goods and supplies	28	7	16	7
Purchase orders for goods and services accepted by suppliers	1,733	1,720	1,355	1,023
Purchase forward contracts	158	108	158	108
Selling forward contracts	2	18	2	18
Bank guarantees (for projects performance, customers tender guarantees and debentures)	5,210	5,085	3,382	3,160
<b>Total</b>	<b>7,131</b>	<b>6,938</b>	<b>4,913</b>	<b>4,316</b>

As at 31 March 2018, the above forward contracts will come to maturity within February 2019 (31 December 2017: September 2018).

As at 31 March 2018, the Company has commitments from securing the credit facilities of an associate amounting to Baht 375 million (31 December 2017: Baht 375 million).

***Agreements***

A subsidiary has entered into an agreement relating to the co-operation project for managing book stores with a government agency. The agreement has period of 12 years, starting from 2014. The subsidiary has commitments and conditions to comply with the agreement.

**18 Events after the reporting period**

In April 2018, the Board of Directors of the Company approved an increase in the registered share capital of The Foodsource Co., Ltd., a subsidiary of the Company, from Baht 3 million to Baht 30 million. And in May 2018, The Company paid the increase in share capital according to percentage of shareholding of 90%, amounting to Baht 24.3 million. However, the said subsidiary is in process of registration of share capital increase.

In April 2018, a subsidiary spun off its division to establish ASM Professional Manpower Co., Ltd., with an authorized and fully paid up share capital amounting to Baht 4 million. The company engages in recruitment and other related services. The subsidiary held 99% of shares (the Group indirectly held 99%), amounting to Baht 4 million.

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In April 2018, a subsidiary spun off its division to establish ASM Training Co., Ltd., with an authorized and fully paid up share capital amounting to Baht 4 million. The company engages in personnel development, training, and other related services. The subsidiary held 99% of shares (the Group indirectly held 99%), amounting to Baht 4 million.

At the annual general meeting of shareholders of the Company held on 30 April 2018, the shareholders approved the appropriation of dividends of Baht 0.07 per share, amounting to Baht 158.5 million.

In May 2018, DM-Loxley Co., Ltd., an associate of the Company, called for an additional paid up of 20%. The Company fully paid up according to percentage of holding of 45% in the said company amounting to Baht 4.05 million.