

**I.C.C. International Public Company Limited
and its Subsidiaries**

Financial statements for the year ended
31 December 2016
and
Independent Auditor's Report

Independent Auditor's Report

To the Shareholders of I.C.C. International Public Company Limited

Opinion

I have audited the consolidated and separate financial statements of I.C.C. International Public Company Limited and its subsidiaries (the "Group"), and of I.C.C. International Public Company Limited (the "Company"), respectively, which comprise the consolidated and separate statements of financial position as at 31 December 2016, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 31 December 2016 and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRSs).

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions under the Royal Patronage of His Majesty the King that is relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Valuation of inventory	
Refer to Note 3(e) and 9	
The key audit matter	How the matter was addressed in the audit
<p>The Company sells fashion goods which are subject to rapid change in consumer's demand. As a result there is the risk that holding a high amount of inventory may result in the Company being unable to sell products before market trend and customer demand changes which may result in the cost of inventories being higher than net realizable value including any inventory obsolescence. Therefore the valuation of inventories involve management's judgment in determining the adequate provision for obsolete stocks to present the appropriate valuation of inventory based upon a detailed analysis of the inventory report and the related accounting policy.</p> <p>This is an area of focus in my audit.</p>	<p>In this area my audit procedures included:</p> <ul style="list-style-type: none"> • understanding the process of inventories valuation by inquiry of the responsible person in this area, and identifying controls and performing tests of controls over the inventory process; • testing items on the inventory aging report to check that these were classified in the appropriate aging bracket with the assistance of KPMG Information Risk Management Audit; • assessing the appropriateness of the methodology used for calculating the provision for obsolete by challenging the assumptions, category of inventory and comparing with historical experience and testing on a sample of the detail of outstanding balances and sales plan; • considering the value of inventories by comparing cost and the selling price less related selling expenses and testing on a sample basis with the related supporting documents; and • assessing the adequacy of disclosures in accordance with the relevant Thai Financial Report Standards.

Valuation of other long-term investments	
Refer to Note 3(h) and 14	
The key audit matter	How the matter was addressed in the audit
<p>The Company has significant investments in affiliated companies and other companies. The Company has a significant risk over the valuation of these investments including the provision of impairment, which is based on the Company's policy and involves management's judgment in determining the adequacy of the provision to present the appropriate valuation of others long-term investments.</p> <p>This is an area of focus in my audit.</p>	<p>In this area my audit procedures included:</p> <ul style="list-style-type: none"> • assessing the process to identify indications of impairment and understanding the impairment process performed by the management; • considering the profitability of the invested companies from the audited financial statements, historical data and other information in order to assess the adequacy of the allowance for impairment of the investments; and • assessing the adequacy of disclosures in accordance with the relevant Thai Financial Report Standards.

Revenue recognition - consignment	
Refer to Note 3 (r) and 25	
The key audit matter	How the matter was addressed in the audit
<p>The Company is the leader in distribution of fashion consumer products in department stores as major channel and outlets stores as the minor channel.</p> <p>In consignment sales, the title does not pass to the customer on delivery and the customer has the right to return the product in certain circumstances which can take a variety of forms and revenue from sales should not be recognized until title has passed to the customer. The terms of the arrangement may stipulate that the consignee will not take title to or pay for the goods until they are sold by the consignee to a third party.</p> <p>This is an area of focus in my audit.</p>	<p>In this area my audit procedures included:</p> <ul style="list-style-type: none"> • understanding and assessing the design and testing the operating effectiveness of internal controls related to recognition of the consignment sales; • testing a sample of sales transaction and sales returns during the year and the period near the end of year; • testing samples of journal entries posted to revenue accounts to consider any possible irregular sales transactions; • performing reconciliation between the input data with data in EPR system with the assistance of KPMG Information Risk Management Audit; • comparing revenue reported by group of product during the current reporting period with comparable prior periods to identify unusual transactions; and • assessing the adequacy of disclosures in accordance with the relevant Thai Financial Report Standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(Bunyarit Thanormcharoen)
Certified Public Accountant
Registration No. 7900

KPMG Phoomchai Audit Ltd.
Bangkok
24 February 2017

I.C.C. International Public Company Limited and its Subsidiaries

Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 December		31 December	
		2016	2015	2016	2015
		<i>(in Baht)</i>			
Current assets					
Cash and cash equivalents	6	1,175,489,491	589,817,003	1,160,290,329	559,607,575
Trade accounts receivable	5, 7	1,550,812,475	1,733,464,809	1,540,564,982	1,727,827,315
Short-term loans	5, 8	165,000,000	120,000,000	339,500,000	283,000,000
Inventories	9	3,687,718,988	3,820,454,931	3,645,569,476	3,791,834,819
Real estate projects under development	10	171,027,646	158,054,494	-	-
Sales VAT on consignment sales of inventories		335,521,729	346,022,680	335,521,729	346,022,680
Other current assets		104,837,160	124,154,163	99,253,550	112,426,220
Total current assets		7,190,407,489	6,891,968,080	7,120,700,066	6,820,718,609
Non-current assets					
Restricted deposits at financial institution		2,948,839	2,948,839	-	-
Available-for-sale investments	11	6,586,035,466	5,515,594,105	6,586,035,466	5,515,594,105
Investments in associates	12	695,810,531	412,613,689	585,116,601	407,559,226
Investments in subsidiaries	13	-	-	55,791,536	141,525,492
Other long-term investments	14	1,685,600,897	1,855,334,349	1,684,511,896	1,854,245,348
Investment properties	15	979,430,872	936,191,070	1,049,027,922	1,007,101,418
Property, plant and equipment	16	2,810,343,828	2,623,076,484	2,727,137,632	2,538,455,926
Goodwill	17	-	66,409,406	-	-
Other non-current assets	18	248,343,990	261,027,148	231,532,133	243,121,778
Total non-current assets		13,008,514,423	11,673,195,090	12,919,153,186	11,707,603,293
Total assets		20,198,921,912	18,565,163,170	20,039,853,252	18,528,321,902

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2016	2015	2016	2015
		<i>(in Baht)</i>			
Current liabilities					
Short-term loans from financial institutions	20	10,000,000	30,000,000	-	-
Short-term loans from related party	20	10,000,000	-	-	-
Trade accounts payable	5, 21	1,328,344,312	1,188,719,087	1,285,403,492	1,162,440,076
Others payable	5	608,847,138	796,950,535	595,021,421	784,460,346
Income tax payable		50,377,503	6,866,054	50,377,503	6,866,054
Total current liabilities		2,007,568,953	2,022,535,676	1,930,802,416	1,953,766,476
Non-current liabilities					
Deferred tax liabilities	19	232,405,390	30,719,298	230,023,836	28,337,744
Employee benefit obligations	22	532,585,693	482,042,668	493,324,370	446,879,484
Other non-current liabilities		46,848,149	44,074,707	45,125,558	42,469,847
Total non-current liabilities		811,839,232	556,836,673	768,473,764	517,687,075
Total liabilities		2,819,408,185	2,579,372,349	2,699,276,180	2,471,453,551
Equity					
Share capital:	23				
Authorised share capital		500,000,000	500,000,000	500,000,000	500,000,000
Issued and paid-up share capital		290,633,730	290,633,730	290,633,730	290,633,730
Additional paid in capital:					
Premium on ordinary shares		1,487,143,830	1,487,143,830	1,487,143,830	1,487,143,830
Surplus on treasury shares		51,433,146	51,433,146	51,433,146	51,433,146
Retained earnings					
Appropriated					
Legal reserve	24	50,000,000	50,000,000	50,000,000	50,000,000
General reserve	24	1,706,711,494	1,638,869,660	1,706,711,494	1,638,869,660
Unappropriated		10,008,706,168	9,445,435,890	9,953,300,636	9,500,309,396
Other components of equity		3,801,025,369	3,038,366,293	3,801,354,236	3,038,478,589
Equity attributable to owners of the Company		17,395,653,737	16,001,882,549	17,340,577,072	16,056,868,351
Non-controlling interests		(16,140,010)	-16,091,728	-	-
Total equity		17,379,513,727	15,985,790,821	17,340,577,072	16,056,868,351
Total liabilities and equity		20,198,921,912	18,565,163,170	20,039,853,252	18,528,321,902

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of comprehensive income

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Year ended 31 December		Year ended 31 December	
		2016	2015	2016	2015
<i>(in Baht)</i>					
Revenue from sale of goods	25	12,615,379,056	12,342,816,129	12,420,967,585	12,291,078,938
Cost of sales of goods	9, 29	7,851,000,585	7,640,906,428	7,712,589,636	7,606,138,395
Gross profit		4,764,378,471	4,701,909,701	4,708,377,949	4,684,940,543
<i>Other income</i>					
Dividends income		526,679,363	378,453,974	538,079,213	389,573,824
Gain on disposal of property, plant and equipments and investment properties		35,177,079	589,620	34,858,526	589,620
Others		237,584,921	157,549,819	244,001,017	160,325,087
Total other income		799,441,363	536,593,413	816,938,756	550,488,531
Profit before expenses		5,563,819,834	5,238,503,114	5,525,316,705	5,235,429,074
<i>Expenses</i>					
Selling expenses	26, 29	2,892,342,464	3,029,890,859	2,883,461,895	3,023,142,856
Administrative expenses	27, 29	1,690,002,782	1,444,156,388	1,721,361,401	1,428,404,316
Finance costs		1,855,312	944,582	-	6,272
Total expenses		4,584,200,558	4,474,991,829	4,604,823,296	4,451,553,444
Share of profit of investments in associates	12	51,132,194	44,659,055	-	-
Profit before income tax expense		1,030,751,470	808,170,340	920,493,409	783,875,630
Income tax expense	30	94,494,919	105,457,284	94,494,919	105,457,284
Profit for the year		936,256,551	702,713,056	825,998,490	678,418,346
Profit attributable to:					
Owners of the Company		936,277,528	703,194,589	825,998,490	678,418,346
Non-controlling interests		(20,977)	(481,533)	-	-
Profit for the year		936,256,551	702,713,056	825,998,490	678,418,346

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of comprehensive income

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Year ended 31 December		Year ended 31 December	
		2016	2015	2016	2015
<i>(in Baht)</i>					
Other comprehensive income					
<i>Items that will never be reclassified to profit or loss</i>					
Defined benefit plan actuarial gains	22, 30	-	96,380,247	-	96,380,247
Income tax on other comprehensive income	19, 30	-	(19,276,049)	-	(19,276,049)
<i>Items that are or may be reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		(243,876)	1,481,531	-	-
Net change in fair value of available-for-sale investments	11, 30	953,594,559	(264,201,032)	953,594,559	-264,201,032
Income tax on other comprehensive income	19, 30	(190,718,912)	52,840,206	-190,718,912	52,840,206
Other comprehensive income (loss) for the year net of income tax		762,631,771	-132,775,097	762,875,647	-134,256,628
Total comprehensive income for the year		1,698,888,322	569,937,959	1,588,874,137	544,161,718
Total comprehensive income attributable to:					
Owners of the Company		1,698,909,299	570,056,662	1,588,874,137	544,161,718
Non-controlling interests		(20,977)	(118,703)	-	-
Total comprehensive income for the year		1,698,888,322	569,937,959	1,588,874,137	544,161,718
Earnings per share (in Baht)					
Basic earnings per share	31	3.22	2.42	2.84	2.33

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

I.C.C. International Public Company Limited and its Subsidiaries
Statement of changes in equity

Consolidated financial statements												
Note	Retained earnings						Other components of equity		Equity attributable to owners of the Company	Non- controlling interests	Total equity	
	Issued and paid-up share capital	Premium on ordinary shares	Surplus on treasury shares	Legal reserve	General reserve	Unappropriated	Currency translation differences	Fair value changes in available-for-sale investments				
Year ended 31 December 2015												
Balance at 1 January 2015	290,633,730	1,487,143,830	51,433,146	50,000,000	1,575,113,219	9,032,403,032	(1,230,997)	3,249,839,415	15,735,335,375	6,906,975	15,742,242,350	
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners of the Company</i>												
Dividends to owners of the Company	32	-	-	-	-	(305,165,416)	-	-	(305,165,416)	-	(305,165,416)	
Total contributions by and distributions to owners of the Company		-	-	-	-	-305,165,416	-	-	-305,165,416	-	-305,165,416	
<i>Changes in ownership interests in subsidiaries</i>												
Acquisition of non-controlling interests with a change in control	13	-	-	-	-	1,655,928	-	-	1,655,928	(16,566,000)	(14,910,072)	
Acquisition of non-controlling interests without a change in control		-	-	-	-	-	-	-	-	(6,314,000)	(6,314,000)	
Total changes in ownership interests in subsidiaries		-	-	-	-	1,655,928	-	-	1,655,928	(22,880,000)	(21,224,072)	
Total transactions with owners, recorded directly in equity		-	-	-	-	-303,509,488	-	-	-303,509,488	-22,880,000	-326,389,488	
Comprehensive income for the year												
Profit		-	-	-	-	703,194,589	-	-	703,194,589	(481,533)	702,713,056	
Other comprehensive income		-	-	-	-	77,104,198	-	-	77,104,198	-	77,104,198	
Defined benefit plan actuarial gains		-	-	-	-	-	1,118,701	-211,360,826	-210,242,125	362,830.00	(209,879,295)	
Others		-	-	-	-	-	-	-	-	-	-	
Total comprehensive income for the year		-	-	-	-	780,298,787	1,118,701	(211,360,826)	570,056,662	(118,703)	569,937,959	
Transfer to general reserve	24	-	-	-	63,756,441	(63,756,441)	-	-	-	-	-	
Balance at 31 December 2015		290,633,730	1,487,143,830	51,433,146	50,000,000	1,638,869,660	9,445,435,890	-112,296	3,038,478,589	16,001,882,549	-16,091,728	15,985,790,821

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of changes in equity

Consolidated financial statements												
	Retained earnings						Other components of equity		Equity attributable to owners of the Company	Non- controlling interests	Total equity	
	Issued and paid-up share capital	Premium on ordinary shares	Surplus on treasury shares	Legal reserve	General reserve	Unappropriated (in Baht)	Currency translation differences	Fair value changes in available-for-sale investments				
<i>Note</i>												
Year ended 31 December 2016												
Balance at 1 January 2016	290,633,730	1,487,143,830	51,433,146	50,000,000	1,638,869,660	9,445,435,890	(112,296)	3,038,478,589	16,001,882,549	-16,091,728	15,985,790,821	
Transactions with owners, recorded directly in equity												
<i>Contributions by and distributions to owners of the Company</i>												
Dividends to owners of the Company	32	-	-	-	-	(305,165,416)	-	-	(305,165,416)	-	(305,165,416)	
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	-	(305,165,416)	-	-	(305,165,416)	-	(305,165,416)	
Total transactions with owners, recorded directly in equity		-	-	-	-	(305,165,416)	-	-	(305,165,416)	-	-305,165,416	
Comprehensive income for the year												
Profit		-	-	-	-	936,277,528	-	-	936,277,528	(20,977)	936,256,551	
Other comprehensive income												
Others		-	-	-	-	-	(216,571)	762,875,647	762,659,076	-27,305	762,631,771	
Total comprehensive income for the year		-	-	-	-	936,277,528	(216,571)	762,875,647	1,698,936,604	(48,282)	1,698,888,322	
Transfer to general reserve	24	-	-	-	67,841,834	(67,841,834)	-	-	-	-	-	
Balance at 31 December 2016		290,633,730	1,487,143,830	51,433,146	50,000,000	1,706,711,494	10,008,706,168	(328,867)	3,801,354,236	17,395,653,737	(16,140,010)	17,379,513,727

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of changes in equity

	Note	Separate financial statements						Other components of equity	Total equity	
		Issued and paid-up share capital	Premium on ordinary shares	Surplus on treasury shares	Retained earnings					Fair value changes in available-for-sale investments
					Legal reserve	General reserve	Unappropriated			
<i>(in Baht)</i>										
Year ended 31 December 2015										
Balance at 1 January 2015		290,633,730	1,487,143,830	51,433,146	50,000,000	1,575,113,219	9,113,708,709	3,249,839,415	15,817,872,049	
Transactions with owners, recorded directly in equity										
<i>Contributions by and distributions to owners of the Company</i>										
Dividends to owners of the Company	32	-	-	-	-	-	(305,165,416)	-	(305,165,416)	
Total contributions by and distributions to owners of the Company		-	-	-	-	-	(305,165,416)	-	(305,165,416)	
Comprehensive income for the year										
Profit		-	-	-	-	-	678,418,346	-	678,418,346	
Other comprehensive income										
Actuarial gains		-	-	-	-	-	77,104,198	-	77,104,198	
Others		-	-	-	-	-	-	(211,360,826)	(211,360,826)	
Total comprehensive income for the year		-	-	-	-	-	755,522,544	(211,360,826)	544,161,718	
Transfer to general reserve	24	-	-	-	-	63,756,441	(63,756,441)	-	-	
Balance at 31 December 2015		290,633,730	1,487,143,830	51,433,146	50,000,000	1,638,869,660	9,500,309,396	3,038,478,589	16,056,868,351	

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of changes in equity

	Note	Separate financial statements						Other components of equity	Total equity	
		Issued and paid-up share capital	Premium on ordinary shares	Surplus on treasury shares	Retained earnings					Fair value changes in available-for-sale investments
					Legal reserve	General reserve	Unappropriated			
<i>(in Baht)</i>										
Year ended 31 December 2016										
Balance at 1 January 2016		290,633,730	1,487,143,830	51,433,146	50,000,000	1,638,869,660	9,500,309,396	3,038,478,589	16,056,868,351	
Transactions with owners, recorded directly in equity										
<i>Contributions by and distributions to owners of the Company</i>										
Dividends to owners of the Company	32	-	-	-	-	-	(305,165,416)	-	(305,165,416)	
Total contributions by and distributions to owners of the Company		-	-	-	-	-	(305,165,416)	-	(305,165,416)	
Comprehensive income for the year										
Profit		-	-	-	-	-	825,998,490	-	825,998,490	
Other comprehensive income										
Others		-	-	-	-	-	-	762,875,647	762,875,647	
Total comprehensive income for the year		-	-	-	-	-	825,998,490	762,875,647	1,588,874,137	
Transfer to general reserve	24	-	-	-	-	67,841,834	(67,841,834)	-	-	
Balance at 31 December 2016		290,633,730	1,487,143,830	51,433,146	50,000,000	1,706,711,494	9,953,300,636	3,801,354,236	17,340,577,072	

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of cash flows

	Consolidated		Separate	
	financial statements		financial statements	
	Year ended 31 December		Year ended 31 December	
	2016	2015	2016	2015
	<i>(in Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the year	936,256,551	702,713,056	825,998,490	678,418,346
<i>Adjustments for</i>				
Depreciation and amortisation	195,601,307	175,755,209	189,218,683	172,605,994
Reversal of allowance for decline in value of investment properties	(50,328,402)	-	(50,328,402)	-
Allowance for doubtful accounts and bad debts	18,783,937	8,416,165	18,735,137	8,315,264
Allowance for decline in value of inventories (reversal)	39,855,504	(448,587)	52,963,328	(448,587)
Allowance for decline in value of investments (reversal)	57,955,658	(506,067)	209,689,614	5,464,533
Impairment losses on goodwill	66,409,406	-	-	-
Interest income	(20,351,997)	(15,777,051)	(24,441,291)	(22,623,215)
Dividends income	(526,679,363)	(378,453,974)	(538,079,213)	(389,573,824)
Finance costs	1,855,312	944,582	-	6,272
Loss on disposal of investment	31,056,857	-	31,056,857	-
Gain on disposal of property, plant and equipment and investment properties	(35,219,498)	(587,139)	(34,912,543)	(587,139)
Loss on retirement of equipment	-	7,052,188	338	7,002,055
Share of profit of investments in associates , net of income tax	(51,132,194)	(44,659,055)	-	-
Income tax expense	94,494,919	105,457,284	94,494,919	105,457,284
	<u>758,557,997</u>	<u>559,906,611</u>	<u>774,395,917</u>	<u>564,036,983</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	163,868,397	(88,267,940)	168,527,195	(93,533,248)
Inventories	92,961,870	71,665,650	93,302,015	68,555,639
Real estate projects under development	(12,973,152)	(5,083,925)	-	-
Other current assets	37,126,633	(31,423,349)	30,909,020	(22,350,112)
Other non-current assets	6,721,849	(12,714,280)	6,288,233	(11,717,945)

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of cash flows

	Consolidated		Separate	
	financial statements		financial statements	
	Year ended 31 December		Year ended 31 December	
	2016	2015	2016	2015
	<i>(in Baht)</i>			
<i>Cash flows from operating activities</i>				
<i>(Continued)</i>				
Trade accounts payable	139,625,225	(193,544,273)	122,963,416	(182,695,491)
Others payable	(135,569,568)	24,437,701	(137,470,874)	28,433,608
Employee benefits obligations	50,543,025	46,003,991	46,444,886	18,505,762
Other non-current liabilities	2,773,442	440,376	2,655,711	999,925
Cash generated from operating activities	1,103,635,718	371,420,562	1,108,015,519	370,235,121
Income tax paid	(40,089,571)	(65,527,970)	(40,016,291)	(65,363,023)
Net cash from operating activities	1,063,546,147	305,892,592	1,067,999,228	304,872,098
<i>Cash flows from investing activities</i>				
Interest received	19,088,850	16,863,055	23,178,144	24,011,488
Dividends received	538,079,213	389,573,824	538,079,213	389,573,824
Purchase of property, plant and equipment and investment properties	(422,882,645)	(258,485,784)	(417,186,415)	(258,339,106)
Sale of property, plant and equipment and investment properties	37,597,028	4,944,126	37,265,405	4,944,126
(Increase) decrease in loans to related parties and employees	(43,392,830)	60,814,357	(54,892,830)	23,114,357
Sale of debt securities	-	45,000,000	-	45,000,000
Purchase of equity securities	(284,523,634)	(220,755,949)	(284,523,634)	(220,755,949)
Sale of equity securities	3,400,394	-	3,400,394	-
Increase in deposit for property, plant and equipment	(20,222,251)	-	(20,222,251)	-
Cash received from reduction of share of investment	1,440,000	1,200,000	1,440,000	1,200,000
Cash received from leasehold	14,250,000	14,250,000	14,250,000	14,250,000
Purchase of intangible assets	(3,385,159)	(6,937,309)	(3,032,355)	(6,930,247)
Cash paid for purchase of subsidiaries	-	-	-	(50,568,752)
Net cash from (used in) investing activities	(160,551,034)	46,466,320	(162,244,329)	(34,500,259)

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

I.C.C. International Public Company Limited and its Subsidiaries

Statement of cash flows

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Year ended 31 December		Year ended 31 December	
		2016	2015	2016	2015
<i>(in Baht)</i>					
<i>Cash flows from financing activities</i>					
Interest paid		(2,018,051)	(1,122,773)	-	(6,272)
Dividends paid to owners of the Company		(305,072,145)	(305,165,416)	(305,072,145)	(305,165,416)
Proceeds from short-term loans from related parties (decrease)		10,000,000	(20,000,000)	-	-
Repayment of short-term loans from financial institutions		(20,000,000)	(35,247,408)	-	-
Proceeds from issue of new ordinary shares of subsidiary		-	35,681,250	-	-
Acquisition of non-controlling interests	4	-	(58,561,249)	-	-
Net cash used in financing activities		<u>(317,090,196)</u>	<u>(384,415,596)</u>	<u>(305,072,145)</u>	<u>(305,171,688)</u>
Net increase (decrease) in cash and cash equivalents					
		585,904,917	(32,056,684)	600,682,754	(34,799,849)
Cash and cash equivalents at 1 January		589,817,003	617,169,755	559,607,575	594,407,424
Effect of exchange rate changes on balances held in foreign currency		(232,429)	4,703,932	-	-
Cash and cash equivalents at 31 December		<u>1,175,489,491</u>	<u>589,817,003</u>	<u>1,160,290,329</u>	<u>559,607,575</u>

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

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These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and 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 authorized for issue by the Board of Directors on 24 February 2016.

1 General information

I.C.C. International Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 530 Soi Sathupradit 58, Bang Phong Phang subdistrict, Yannawa district, Bangkok.

The Company was listed on the Stock Exchange of Thailand in December 1978.

The Company’s major shareholders during the financial period were Saha Pathana Inter-Holding Public Company Limited (22.5% shareholding) and I.D.F. Co., Ltd. (9.5% shareholding). Both companies were incorporated in Thailand.

The principle business of the Company is distributing consumer products.

Details of the Company’s subsidiaries as at 31 December are as follows:

Name	Type of business	Country of incorporation	Ownership interest	
			2016	2015
			(%)	
WBRE Co., Ltd.	Real Estate	Thai	99.9	99.9
Amis Du Monde SARL	Trading	France	81.9	81.9
Thai Itokin Co., Ltd.	Manufacturing and distributing apparels	Thai	58.2	58.2

2 Basis of preparation of financial statements

(a) Statement of compliance

The financial statements are prepared in accordance with Thai Financial Reporting Standards (TFRS); guidelines promulgated by the Federation of Accounting Professions (“FAP”); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The FAP has issued new and revised TFRS effective for annual accounting periods beginning on or after 1 January 2016. The initial application of these new and revised TFRS has resulted in changes in certain of the Group’s accounting policies. These changes have no material effect on the financial statements.

In addition to the above new and revised TFRS, the FAP has issued a number of other new and revised TFRS which are effective for annual financial periods beginning on or after 1 January 2017 and have not been adopted in the preparation of these financial statements. Those new and revised TFRS that are relevant to the Group’s operations are disclosed in note 36.

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(b) Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis on each reporting date.

<i>Items</i>	<i>Measurement bases</i>
Available-for-sale financial assets	Fair value

(c) Functional and presentation currency

The 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 thousand baht unless otherwise stated.

(d) Use of estimates and judgements

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which estimates are revised and in any future periods affected.

(i) Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

Note 13 Consolidation: whether the Group has de facto control over an investee

(ii) Assumptions and estimation uncertainties

Information about assumption and estimation uncertainties that have a significant risk of resulting in a material adjustments to the amounts recognised in the financial statements is included in the following notes:

Note 17 Impairment test: key assumptions underlying recoverable amounts

Note 19 Recognition of deferred tax assets: availability of future taxable profit against which tax losses carried forward can be used

Note 22 Measurement of defined benefit obligations: key actuarial assumptions

Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group 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 CFO.

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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 such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuations should be classified.

Significant valuation issues are reported to the Group Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses market 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.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the following notes:

- Note 11 - available-for-sale financial assets;
- Note 33 - financial instruments.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Basis of consolidation

The consolidated financial statements relate to the Company and its subsidiaries (together referred to as the “Group”) and the Group’s interests in associates.

Business combinations

The Group applies the acquisition method for all business combinations when control is transferred to the Group other than those with entities under common control.

Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The acquisition date is the date on which control is transferred to the acquirer. Judgment is applied in determining the acquisition date and determining whether control is transferred from one party to another.

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Goodwill is measured as the fair value of the consideration transferred including the recognised amount of any non-controlling interest in the acquiree, less the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

The Group measures any non-controlling interest (NCI) at its proportionate interest in the identifiable net assets of the acquiree.

Transaction costs that the Group incurs in connection with a business combination, such as legal fees, and other professional and consulting fees are expensed as incurred.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period, or additional assets or liabilities are recognized, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date.

Step acquisition

When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to its acquisition-date fair value and the resulting gain or loss, if any, is recognised in profit or loss. Amounts arising from interests in the acquiree prior to the acquisition date that have previously been recognised in other comprehensive income are reclassified to profit or loss where such treatment would be appropriate if that interest were disposed of.

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Non-controlling interests

At the acquisition date, the Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

I.C.C. International Public Company Limited and its subsidiaries
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Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Interests in equity - accounted investees

The Group's interests in equity-accounted investees comprise interests in associates.

Associates are those entities in which the Group has significant influence, but not control or joint control, over the financial and operating policies.

Interests in associates are accounted for using the equity method. They are recognised initially at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of equity-accounted investees, until the date on which significant influence.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity-accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) Foreign currencies

Foreign currency transactions

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated to the functional currency at the exchange rates at the dates of the transactions.

Foreign currency differences are generally recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated to Thai Baht at the exchange rates at the reporting date.

The revenues and expenses of foreign are translated to Thai Baht at rates approximating the exchange rates at the dates of the transactions.

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Foreign exchange differences are recognised in other comprehensive income and presented in the foreign currency translation reserve in equity until disposal of the investment, except to extent that the translation difference is allocated to non-controlling interest.

When the settlement of a monetary item receivable from or payable to a foreign operation is neither planned nor likely in the foreseeable future, exchange gains and losses arising from such a monetary item are considered to form part of a net investment in a foreign operation and are recognised in other comprehensive income, and presented in the foreign currency translation reserve in equity until disposal of the investment.

(c) Cash and cash equivalents

Cash and cash equivalents in the statements of cash flows comprise cash balances, call deposits and highly liquid short-term investments. Bank overdrafts that are repayable on demand are a component of financing activities for the purpose of the statement of cash flows.

(d) Trade and other accounts receivable

Trade accounts receivable are stated at their invoice value less allowance for doubtful accounts and provision for sales to retailers with condition.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

(e) Inventories

Inventories are measured at the lower of cost and net realisable value.

Cost of inventories in categories of trading, consignment goods sales to retailers with condition, manufactured inventories and work-in-progress are calculated using the weighted average cost principle and for cost of inventories on real estate-condominium is calculated using the specific method. Cost of inventory comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

(f) Real estate development projects

Real estate development projects are projects for the development of properties with the intention of sale in the ordinary course of business. They are stated at the lower of cost plus, where appropriate, a portion of attributable profit and estimated net realisable value, net of progress billings. Net realisable value represents the estimated selling price less costs to be incurred in selling the properties.

The cost of real estate development projects comprises specifically identified costs, including acquisition costs, development expenditure, borrowing costs and other related expenditure. Borrowing costs payable on loans funding real estate development projects are capitalised, on a specific identification basis, as part of the cost of the property until the completion of development.

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(g) Sales VAT on consignment sales of inventories

Sales VAT on consignment sales shall be recorded and payable when the goods have been delivered to retailers and sales VAT has been submitted to the Revenue Department. This sales VAT shall be recorded as current asset in the statement of financial position. The Company shall also call for VAT from retailers after the goods have been sold to customers.

(h) Investments

Investments in associates and subsidiaries

Investments in associates and subsidiaries in the separate financial statements of the Company are accounted for using the cost method. Investments in associates in the consolidated financial statements are accounted for using the equity method.

Investments in other debt and equity securities

Debt securities and marketable equity securities held for trading are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in profit or loss.

Debt securities that the Group has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are stated at amortised cost, less any impairment losses. The difference between the acquisition cost and redemption value of such debt securities is amortised using the effective interest rate method over the period to maturity.

Debt securities and marketable equity securities, other than those securities held for trading or intended to be held to maturity, are classified as available-for-sale investments. Available-for-sale investments are, subsequent to initial recognition, stated at fair value, and changes therein, other than impairment losses and foreign currency differences on available-for-sale monetary items, are recognised directly in equity. Impairment losses and foreign exchange differences are recognised in profit or loss. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity is recognised in profit or loss. Where these investments are interest-bearing, interest calculated using the effective interest method is recognised in profit or loss.

Equity securities which are not marketable are stated at cost less any impairment losses.

The fair value of financial instruments classified as held-for-trading and available-for-sale is determined as the quoted bid price at the reporting date.

Disposal of investments

On disposal of an investment, the difference between net disposal proceeds and the carrying amount together with the associated cumulative gain or loss that was reported in equity is recognised in profit or loss.

If the Group disposes of part of its holding of a particular investment, the deemed cost of the part sold is determined using weighted average method applied to the carrying value of the total holding of the investment.

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(i) *Investment properties*

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 less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the investment property. The cost of self-constructed investment property includes the cost of materials and direct labour, and other costs directly attributable to bringing the investment property to a working condition for its intended use and capitalised borrowing costs.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each property. The estimated useful lives are as follows:

Investment properties	20 - 40 years
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(j) *Property, plant and equipment*

Recognition and measurement

Owned assets

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income in profit or loss.

Reclassification to investment property

When the use of a property changes from owner-occupied to investment property, the property is remeasured to fair value and reclassified as investment property. Property that is being constructed for future use as investment property is accounted for at fair value. Any gain arising on remeasurement is recognised in profit or loss to the extent the gain reverses a previous impairment loss on the specific property.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

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Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment except for the computer has been determined by using the Sum of Year's Digits Method. The estimated useful lives are as follows:

Buildings and improvements	20 - 50	years
Office equipment	3 - 5	years
Furniture and fixtures	5	years
Vehicles	5	years

No depreciation is provided on freehold land or assets under construction.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(k) Intangible assets

Goodwill

Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. The measurement of goodwill at initial recognition is described in note 3(a). Subsequent to initial recognition, goodwill is measured at cost less accumulated impairment losses.

Other intangible assets

Other intangible assets that are acquired by the Group and have finite useful lives which were trademarks and license database of customers are measured at cost less accumulated amortisation and accumulated impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

Amortisation

Amortisation is based on the cost of the asset, or other amount substituted for cost, less its residual value.

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Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset.

The estimated useful lives for the current and comparative periods are as follows:

Software licenses	10	years
Trademarks	10	years
License database of customer	10	years

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(l) Leasehold

Payments made for leasehold rights are measured at cost method and amortisation is recognised in the profit or loss on straight line basis over the periods of the leasehold agreements.

(m) Impairment

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For goodwill and intangible assets that have indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year at the same time.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in profit or loss unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

When a decline in the fair value of an available-for-sale financial asset has been recognised directly in equity and there is objective evidence that the value of the asset is impaired, the cumulative loss that had been recognised directly in equity is recognised in profit or loss even though the financial asset has not been derecognised. The amount of the cumulative loss that is recognised in profit or loss is the difference between the acquisition cost and current fair value, less any impairment loss on that financial asset previously recognised in profit or loss.

Calculation of recoverable amount

The recoverable amount of held-to-maturity securities carried at amortised cost is calculated as the present value of the estimated future cash flows discounted at the original effective interest rate.

The recoverable amount of available-for-sale financial assets is calculated by reference to the fair value.

The recoverable amount of a non-financial asset is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

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Reversals of impairment

An impairment loss in respect of a financial asset is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised in profit or loss. For financial assets carried at amortised cost and available-for-sale financial assets that are debt securities, the reversal is recognised in profit or loss. For available-for-sale financial assets that are equity securities, the reversal is recognised in other comprehensive income.

An impairment loss in respect of goodwill is not reversed. Impairment losses recognised in prior periods in respect of other non-financial assets are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(n) *Interest-bearing liabilities*

Interest-bearing liabilities are recognised initially at fair value less attributable transaction charges. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in profit or loss over the period of the borrowings on an effective interest basis.

(o) *Trade and other accounts payable*

Trade and other accounts payable are stated at cost.

(p) *Employee benefits*

Defined contribution plans

Obligations for contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in future payments is available.

Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount.

The calculation of defined benefit obligations is performed regularly by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognized immediately in other comprehensive income. The Group determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognized in profit or loss.

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When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Other long-term employee benefits

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognized in profit or loss in the period in which they arise.

Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognizes costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group/Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(q) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

(r) Revenue

Revenue excludes value added taxes and other sales taxes and is arrived at after deduction of trade discounts and volume rebates.

Sale of goods

Revenue is recognised in profit or loss when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods.

Real estate development projects

When the contract meets the criteria for a sale of goods, or if control and significant risks and rewards of ownership of the work in progress are transferred to the buyer at a single time, for example at completion or after delivery, revenue is recognised when the criteria described above for sales of goods and services are met.

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Rental income

Rental income from investment property is recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income. Contingent rentals are recognised as income in the accounting period in which they are earned.

Dividend income

Dividend income is recognised in profit or loss on the date the Company's right to receive payments is established.

Interest income

Interest income is recognised in profit or loss as it accrues.

(s) Finance costs

Finance costs comprise interest expense on borrowings and similar costs are charged to profit or loss for the period in which they are incurred.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

(t) Lease payments

Payments made under operating leases are recognised in profit or loss on a straight line basis over the term of the lease.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

(u) Income tax

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that they relate to a business combination, or items recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

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Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Group to change its judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised 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 it is no longer probable that the related tax benefit will be realised.

(v) Earnings per share

The Group presents basic earnings per share (EPS) data for its ordinary shares and calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year, adjusted for own shares held.

(w) Segment reporting

Segment results that are reported to the CEO (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets and liabilities and head office expenses.

4 Acquisition of subsidiaries and non-controlling interests

At the board of directors meeting of the Company held on 14 August 2015, the directors approved the acquisition of an additional 25.24% of the new common shares issue of Group's associate company, Thai Itokin Co., Ltd., a manufacturer and distributor of ready-made apparel, following Thai Itokin Co., Ltd. increasing its registered capital from Baht 25 million to Baht 140 million by making an offer to existing share owners to purchase new shares of 1.15 million shares at Baht 100 per share, due to some existing share owners declining to purchase their share allocation, Thai Itokin Co., Ltd., therefore allocated the remaining capital increase shares to other existing share owners. Consequently the Group increased its interest from previously held 27.90% share holding to 53.14% of the all issued share capital of Thai Itokin Co.,Ltd. for consideration amount of Baht 67.43 million, which call comprised for paid up of Baht 33.71 million on 8 September 2015, Baht 16.86 million within 8 October 2015 and last amount which hasn't yet called for paid-up of Baht 16.86 million.

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Under TFRS 3 Business Combinations, the investment in Thai Itokin Co., Ltd. is classified as a step acquisition which requires the Group to remeasure the previously held equity interest (27.9%) in Thai Itokin Co., Ltd. at fair value. However, as at 31 December 2015 the Group has completed the assessment of the final fair value of the share valuation. There is no value identified for equity of Thai Itokin as net debt exceeds the enterprise value, resulting in no difference from fair value adjustment of previously held equity interest. Consequently, the Group had not recognised the change in fair value of investment in Thai Itokin Co., Ltd. before changing status from associate to subsidiary and difference rising from fair value on the acquisition date in the statement of comprehensive income for the year ended 31 December 2015.

5 Related parties

For the purposes of these financial statements, parties are considered to be related to the Company if the 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 Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with subsidiaries and associates are described in notes 12 and 13. Relationship with key management and other related parties were as follows:

Name of entities	Country of incorporation/ nationality	Ownership interest (%)	Nature of relationships
Key management personnel	Thai	-	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.
Saha Pathana Inter-Holding Plc.	Thai	9.97	Major shareholders, 22.50% shareholding, some common shareholders and directors
I.D.F. Co., Ltd.	Thai	9.00	Major shareholders, 9.50% shareholding, some common shareholders and directors
Saha Pathanapibul Plc.	Thai	10.19	8.50% shareholding, some common shareholders and directors
WBRE Co., Ltd.	Thai	99.99	Subsidiary, some common directors
Amis Du Monde SARL	France	81.92	Subsidiary
Thai Itokin Co., Ltd.	Thai	58.16	Subsidiary, some common directors
Nanan Cambo Solution Co., Ltd.	Cambodia	49.00	Associate, some common directors
Canchana International Co., Ltd.	Cambodia	40.00	Associate, some common directors

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Name of entities	Country of incorporation/ nationality	Ownership interest (%)	Nature of relationships
Boon Capital Holding Co., Ltd.	Thai	32.00	Associate, Some common directors are close member of the family of the Company's management
SHOP Global (Thailand) Co., Ltd.	Thai	30.00	Associate, some common directors
International Leather Fashion Co., Ltd.	Thai	28.00	Associate, some common directors
Thai Secom Security Co.,Ltd. (Rename from Thai Secom Pitakkij Co., Ltd.)	Thai	25.50	Associates, Some common directors are close member of the family of the Company's management
Issara United Co., Ltd.	Thai	25.00	Associate, some common directors
Worldclass Rent a Car Co., Ltd.	Thai	25.00	Associate
Issara United Development Co., Ltd.	Thai	25.00	Associate, some common directors
Tiger Distribution & Logistics Co., Ltd.	Thai	19.90	Some common directors
Sahapat Real Estate Co., Ltd.	Thai	19.90	Some common directors
O.C.C. Plc.	Thai	19.73	0.60% shareholding, some common directors
SSDC (Tigertex) Co., Ltd.	Thai	19.58	Some common directors
International Laboratories Co., Ltd.	Thai	19.56	1.10% shareholding, some common directors
Bangkok Tokyo Socks Co., Ltd.	Thai	19.55	Some common directors
K. Commercial and Construction Co., Ltd.	Thai	19.50	Some common directors
General Glass Co., Ltd.	Thai	19.50	Some common directors
DF Inter Co., Ltd.	Thai	19.00	Some common directors
Thai Sun Foods Co., Ltd.	Thai	19.00	Some common directors are close member of the family of the Company's management
Thai Cubic Technology Co., Ltd.	Thai	19.00	Some common directors
Laem Cha-Bang Warehouse Co., Ltd.	Thai	19.00	Some common directors
H & B Intertex Co., Ltd.	Thai	19.00	Some common directors
International Commercial Coordination (Hong Kong) Ltd.	Hong Kong	19.00	Some common directors
Pan Asia Footwear Plc.	Thai	18.91	Some common directors
United Utilities Co., Ltd.	Thai	18.56	Some common directors
Top Trend Manufacturing Co., Ltd.	Thai	18.00	Some common directors
Saha Nam Textile Co., Ltd.	Thai	18.00	Some common directors
Tiger MK Logistics (Myanmar) Co., Ltd	Myanmar	18.00	Some common directors are close member of the family of the Company's management
Pan Land Co., Ltd.	Thai	16.67	Some common directors
BNC Real Estate Co., Ltd.	Thai	16.67	Some common directors
Better Way (Thailand) Co., Ltd.	Thai	16.48	Some common directors

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Name of entities	Country of incorporation/ nationality	Ownership interest (%)	Nature of relationships
Erawan Textile Co., Ltd.	Thai	16.41	Some common directors
Otsuka Saha Asia Research Co., Ltd.	Thai	16.33	Some common directors are close member of the family of the Company's management
Thai Gunze Co., Ltd.	Thai	16.00	Some common directors
Shiseido Professional (Thailand) Co., Ltd.	Thai	15.00	Some common directors
Tsuruha (Thailand) Co., Ltd.	Thai	15.00	Some common directors
S & J International Enterprises Plc.	Thai	14.61	Some common directors
Raja Uchino Co., Ltd.	Thai	13.59	Some common directors
Thai Takeda Lace Co., Ltd.	Thai	12.76	Some common directors
Champ Ace Co., Ltd.	Thai	12.50	Some common directors
T.U.C. Elastic Co., Ltd.	Thai	12.00	Some common directors
Treasure Hill Co., Ltd.	Thai	12.00	Some common directors
Morgan De Toi (Thailand) Co., Ltd.	Thai	12.00	Some common directors are close member of the family of the Company's management
Lion Corporation (Thailand) Co., Ltd.	Thai	12.00	Some common directors are close member of the family of the Company's management
Thai Sports Garment Co., Ltd.	Thai	12.00	Some common directors
Saha Tokyu Corporation Co., Ltd.	Thai	12.00	Some common directors
Thai Shikibo Co., Ltd.	Thai	11.74	Some common directors
Sahacogen (Chonburi) Plc.	Thai	11.30	Some common directors
Thanulux Plc.	Thai	11.09	3.40% shareholding, some common directors
Kewpie (Thailand) Co., Ltd.	Thai	10.77	Some common directors are close member of the family of the Company's management
Thai Arai Co., Ltd.	Thai	10.75	Some common directors are close member of the family of the Company's management
Waseda Education (Thailand) Co., Ltd.	Thai	10.71	Some common directors
Far East DDB Plc.	Thai	10.64	Some common directors
Textile Prestige Plc.	Thai	10.43	Some common directors
Kai I.T. Service Co., Ltd.	Thai	10.00	Some common directors
UCC Ueshima Coffee (Thailand) Co., Ltd.	Thai	10.00	Some common directors are close member of the family of the Company's management
Thai Takaya Co., Ltd.	Thai	10.00	Some common directors are close member of the family of the Company's management

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Name of entities	Country of incorporation/ nationality	Ownership interest (%)	Nature of relationships
Total Way Image Co., Ltd.	Thai	10.00	Some common directors are close member of the family of the Company's management
E.P.F. Co., Ltd.	Thai	10.00	Some common directors are close member of the family of the Company's management
K.T.Y. Industry Co., Ltd.	Thai	9.93	Some common directors
Dairy Thai Co., Ltd.	Thai	9.13	Some common directors are close member of the family of the Company's management
First United Industry Co., Ltd.	Thai	9.12	Some common directors
Wien International Co., Ltd.	Thai	9.00	Some common directors
BNC Maesot Co., Ltd.	Thai	9.00	Some common directors
Osoth Inter Laboratories Co., Ltd.	Thai	9.00	Some common directors
Saha Lawson Co., Ltd.	Thai	9.00	Some common directors are close member of the family of the Company's management
J&P (Thailand) Co., Ltd.	Thai	9.00	Some common directors are close member of the family of the Company's management
Transcosmos (Thailand) Co., Ltd.	Thai	9.00	Some common directors
Sun 108 Co., Ltd.	Thai	8.25	Some common directors
Janome (Thailand) Co., Ltd.	Thai	8.00	Some common directors
Thai Bunka Fashion Co., Ltd.	Thai	8.00	Some common directors
Thai Staflex Co., Ltd.	Thai	8.00	Some common directors
Molten Asia Polymer Products Co., Ltd.	Thai	7.80	Some common directors are close member of the family of the Company's management
Seino Saha Logistic Co., Ltd. (Rename from KRS Logistic Co., Ltd.)	Thai	7.75	Some common directors are close member of the family of the Company's management
Saha-sahwa Co., Ltd.	Thai	7.03	Some common directors are close member of the family of the Company's management
Sahachol Food Supplies Co., Ltd.	Thai	6.50	Some common directors
SRP Nanasai Co., Ltd.	Thai	6.33	Some common directors
Molten (Thailand) Co., Ltd.	Thai	6.00	Some common directors are close member of the family of the Company's management

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Name of entities	Country of incorporation/ nationality	Ownership interest (%)	Nature of relationships
Sahapat Properties Co., Ltd.	Thai	5.75	Some common directors
Pattaya Manufacturing Co., Ltd.	Thai	5.33	Some common directors
People's Garment Plc.	Thai	5.25	Some common directors
Thai Wacoal Plc.	Thai	5.09	3.80% shareholding, some common directors
Thai Monster Co., Ltd.	Thai	5.00	Some common directors are close member of the family of the Company's management
Mobile Logistics Co., Ltd.	Thai	5.00	Some common directors are close member of the family of the Company's management
Thai Hoover Industry Co., Ltd.	Thai	4.75	Some common directors
Carbon Magic (Thailand) Co., Ltd.	Thai	4.17	Some common directors are close member of the family of the Company's management
Thai Arusu Co., Ltd.	Thai	4.17	Some common directors
The Mall Ratchasima Co., Ltd.	Thai	4.00	Some common directors are close member of the family of the Company's management
Ratchasima Shopping Complex Co., Ltd.	Thai	4.00	Some common directors are close member of the family of the Company's management
Thai Samsung Electronics Co., Ltd.	Thai	3.71	Some common directors are close member of the family of the Company's management
Sriracha Aviation Co., Ltd.	Thai	3.64	Some common directors
Pens Marketing and Distribution Co., Ltd.	Thai	3.50	Some common directors
Thai Naxis Co., Ltd.	Thai	3.38	Some common directors
Thai Samsung Life Insurance Plc.	Thai	2.28	Some common directors are close member of the family of the Company's management
Thai President Foods Plc.	Thai	2.03	Some common directors
Singer Thailand Plc.	Thai	1.30	Some common directors are close member of the family of the Company's management
Newcity (Bangkok) Plc.	Thai	0.79	Some common directors are close member of the family of the Company's management

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Name of entities	Country of incorporation/ nationality	Ownership interest (%)	Nature of relationships
Cake & Bakery Co., Ltd.	Thai	-	Some common directors are close member of the family of the Company's management
Can Co., Ltd.	Thai	-	
Koraj Watana Co., Ltd.	Thai	-	
Sun and Sand Co., Ltd.	Thai	-	
Paknumpo Wattana Co., Ltd.	Thai	-	
Maharachapreuk Co., Ltd.	Thai	-	
Vira Law Office Co., Ltd.	Thai	-	
Sukhatasana Co., Ltd.	Thai	-	
Saha Asia Pacific Co., Ltd.	Thai	-	
Intanin Chiangmai Co., Ltd.	Thai	-	
Inter South Co., Ltd.	Thai	-	
Eastern I.C.C. Co., Ltd.	Thai	-	
Lion Service Co., Ltd.	Thai	-	
International Curity Footwear Co., Ltd.	Thai	-	Some common directors
Daiohs (Thailand) Co., Ltd.	Thai	-	
S.T. (Thailand) Co., Ltd.	Thai	-	
International Commercial Coordination Co., Ltd.	Thai	-	Some common directors
Silver Rain Co., Ltd.	Thai	-	
Sriracha BSC Bowling Co., Ltd.	Thai	-	
Thai One Mall Co., Ltd.	Thai	-	
SSJ PTE. LTD.	Singapore	-	
Thai Kamaya Co., Ltd. ⁽¹⁾	Thai	-	
4 People Foods Co., Ltd. ⁽²⁾	Thai	-	

(1) Thai Kamaya Co., Ltd. has not been related since the first quarter of 2016.

(2) 4 People Foods Co., Ltd. has been dissolved on 1 September 2016.

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

Transactions	Pricing policies
Sales of goods	Market price or contractually agreed prices
Interest income	At the rates of 1.45%-6.75% per annum
Dividends income	According to the declaration
Other income	Market price or contractually agreed prices
Purchase of goods or receiving of services	Contractually agreed prices
Purchase/Sale of property, plant and equipment and intangible assets	Contractually agreed prices
Selling expenses	Market price
Other expenses	Market price or contractually agreed prices

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Significant transactions for the years ended 31 December with related parties were as follows:

<i>Year ended 31 December</i>	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Subsidiaries				
Sales of goods	-	-	99	664
Other income	-	-	7,180	7,355
Purchases of goods	-	-	123,787	43,691
Selling and other expenses	-	-	3,991	1,682
Associates				
Sales of goods	34,421	35,560	34,421	35,560
Dividend income	11,400	11,120	11,400	11,120
Other income	10,357	12,299	10,357	12,299
Purchases of goods	184,956	235,615	184,956	235,615
Selling and other expenses	2,841	1,523	2,841	1,523
Other related parties				
Sales of goods	386,093	344,826	369,053	340,757
Dividend income	496,569	360,648	496,569	360,648
Other income	96,587	95,883	96,470	95,883
Purchases of goods	6,049,514	6,273,509	6,044,834	6,258,296
Purchase of property, plant and equipment and intangible asset	184,250	157,717	184,250	157,717
Disposal of property, plant and equipment	-	4,313	-	4,313
Selling and other expenses	431,646	503,783	429,592	498,922
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	112,249	89,802	109,503	89,802
Long-term benefits	6,646	6,335	6,521	6,175
Total key management personnel compensation	118,895	96,137	116,024	95,977

Balances as at 31 December with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	10,905	12,105
Associates	6,821	10,920	6,821	10,920
Other related parties	95,112	97,481	94,418	97,315
	101,933	108,401	112,144	120,340
<i>Less allowance for doubtful accounts</i>	<i>(7,881)</i>	<i>(5,949)</i>	<i>(7,881)</i>	<i>(5,949)</i>
Total	94,052	102,452	104,263	114,391

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<i>Other accounts receivable from related parties</i>	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	75	189
Associates	303	374	303	374
Other related parties	14,806	19,569	14,731	19,569
Total	15,109	19,943	15,109	20,132

<i>Loans to related parties</i>	Interest rate		Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015	2016	2015
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Short-term loans						
Subsidiaries	1.45-4.50	4.50	-	-	174,500	163,000
Associates	6.27-6.52	6.52-6.75	75,000	30,000	75,000	30,000
Other related parties	4.37-4.50	4.50	90,000	90,000	90,000	90,000
Total loans to related parties			165,000	120,000	339,500	283,000

Movements during the years ended 31 December of loans to related parties were as follows:

<i>Loans to related parties</i>	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Short-term loans				
Subsidiaries				
At 1 January	-	-	163,000	140,000
Increase	-	-	29,500	23,000
Decrease	-	-	(18,000)	-
At 31 December	-	-	174,500	163,000
Associates				
At 1 January	30,000	25,000	30,000	25,000
Increase	45,000	15,000	45,000	15,000
Decrease	-	(10,000)	-	(10,000)
At 31 December	75,000	30,000	75,000	30,000
Other related parties				
At 1 January	90,000	120,000	90,000	120,000
Decrease	-	(30,000)	-	(30,000)
At 31 December	90,000	90,000	90,000	90,000

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<i>Loans to related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Total short-term loans				
At 1 January	120,000	145,000	283,000	285,000
Increase	45,000	15,000	74,500	38,000
Decrease	-	(40,000)	(18,000)	(40,000)
At 31 December	165,000	120,000	339,500	283,000

<i>Long-term loans</i>				
Other related parties				
At 1 January	-	18,800	-	18,800
Increase	-	6,700	-	6,700
Decrease	-	(25,500)	-	(25,500)
At 31 December	-	-	-	-

<i>Trade accounts payable from related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	12,359	10,616
Associates	36,602	28,148	36,602	28,148
Other related parties	1,132,977	1,039,970	1,131,558	1,036,897
Total	1,169,579	1,068,118	1,180,519	1,075,661

<i>Other accounts payable from related parties</i>				
Subsidiaries	-	-	-	2
Associates	864	49	864	49
Other related parties	55,280	131,422	54,568	131,409
Total	56,144	131,471	55,432	131,460

Other commitments

Guarantees for related parties	Consolidated and separate	
	financial statements	financial statements
	2016	2015
	<i>(in thousand Baht)</i>	
	259,174	222,222

Rental area and related services agreements

The Company entered into rental area and related services agreements with several related parties companies. The company paid fees approximately at Baht 1.29 million per month, agreements had periods of 1-27 year and will be expired in 2027.

In December 2016, the Company had construction agreement with related party amounting of Baht 20.73 million and will be expired in June 2017.

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6 Cash and cash equivalent

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Cash on hand	7,229	6,475	5,071	6,344
Cash at banks-current accounts	148,896	123,855	135,855	96,775
Cash at banks-saving accounts	47,490	69,839	47,490	67,168
Highly liquid short-term investment	968,224	381,663	968,224	381,663
Others	3,650	7,985	3,650	7,658
Cash and cash equivalents in the statement of financial position and statement of cash flows	<u>1,175,489</u>	<u>589,817</u>	<u>1,160,290</u>	<u>559,608</u>

As at 31 December 2016, The Company has fixed deposit receipt with maturity period less than 3 months issued by financial institutions in amounting to Baht 968 million with interest rates between 1.3-1.5 % per annum (2015: 1.3-1.4% per annum), which was recorded as highly liquid short-term investments.

The currency denomination of cash and cash equivalents as at 31 December was as follows:

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Thai Baht (THB)	1,173,214	579,552	1,160,056	559,244
Euro (EUR)	2,112	10,083	71	182
Others	163	182	163	182
Total	<u>1,175,489</u>	<u>589,817</u>	<u>1,160,290</u>	<u>559,608</u>

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7 Trade accounts receivable

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
		<i>(in thousand Baht)</i>			
Related parties	5	101,933	108,401	112,144	120,340
Other parties		1,495,203	1,654,868	1,474,652	1,637,190
Total		1,597,136	1,763,269	1,586,796	1,757,530
Less allowance for doubtful accounts		(46,324)	(29,804)	(46,231)	(29,703)
Net		1,550,812	1,733,465	1,540,565	1,727,827
Bad and doubtful debts expense for the year		21,603	8,556	21,655	8,455
Reversal of bad debt for the year		(2,819)	(140)	(2,920)	(140)

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Related parties				
Within credit terms	56,614	64,207	55,920	75,376
Overdue:				
Less than 1 months	17,495	25,917	17,495	25,917
1-3 months	20,064	9,768	20,064	10,182
4-12 months	267	2,359	267	2,715
Over 12 months	7,493	6,150	18,398	6,150
	101,933	108,401	112,144	120,340
Less allowance for doubtful accounts	(7,881)	(5,949)	(7,881)	(5,949)
	94,052	102,452	104,263	114,391
Other parties				
Within credit terms	1,397,067	1,480,570	1,379,045	1,470,610
Overdue:				
Less than 1 months	63,264	76,368	63,264	70,283
1-3 months	4,053	48,784	2,485	48,158
4-12 months	14,856	27,387	14,602	27,387
Over 12 months	15,963	21,759	15,256	20,752
	1,495,203	1,654,868	1,474,652	1,637,190
Less allowance for doubtful accounts	(38,443)	(23,855)	(38,350)	(23,754)
	1,456,760	1,631,013	1,436,302	1,613,436
Net	1,550,812	1,733,465	1,540,565	1,727,827

The normal credit terms granted by the Company range from 30 days to 90 days.

The Group's and the Company's trade accounts receivable as at 31 December 2016 and 2015 were denominated entirely in Thai Baht.

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8 Short-term loans

	Note	Interest rate		Consolidated		Separate	
		2016	2015	financial statements	financial statements	2016	2015
		(% per annum)		2016	2015	<i>(in thousand Baht)</i>	
Related parties	5	1.45-6.52	4.50-6.75	165,000	120,000	339,500	283,000
Other parties				69,979	69,979	69,979	69,979
Total				234,979	189,979	409,479	352,979
Less allowance for doubtful accounts				(69,979)	(69,979)	(69,979)	(69,979)
Net				165,000	120,000	339,500	283,000

The Group's and the Company's short-term loans as at 31 December 2016 and 2015 were denominated entirely in Thai Baht.

The Company had loans to Siam Zokei Co., Ltd. ("Siam Zokei") in 2008, totaling Baht 150 million with interest rate at 7% per annum. This loan was guaranteed by a local company with the original title deeds owned by Siam Zokei Co., Ltd. and by the guaranteed company totaling two plots of land in Phuket province, with total area of 17 rai, 1 ngarn and 79.7 square wah, as its collateral. However, Siam Zokei Co., Ltd. could not repay this loan to the Company. The Company had pursued litigation against Siam Zokei Co., Ltd. Moreover, the Company filed a petition to the Court which approved to seize the properties of Siam Zokei Co., Ltd.

During 2010-2012, these properties had been sold at bidding price total approximately Baht 168.70 million and are awaiting for payment in accordance with the Court process. There were other creditors of Siam Zokei Co., Ltd. asking for distribution of these Siam Zokei's properties in this litigation case. However, if the money gained from the sales by auction is not enough for debt payment, the Company has the right to further file the law suit to the above mentioned guarantor.

During the year 2013, the Company asked the Court for distribution of Siam Zokei's properties and was on the fact finding process. Then during the year 2014, the Court has finalized for distribution and the Company received money from distribution with the total amount of Baht 80.02 million. Moreover, there remain properties that had been sold at bidding price and are waiting for payment in accordance with the Court process and the Court execution officer. However, the remain outstanding balance of Baht 69.98 million was completely set up allowance of doubtful.

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9 Inventories

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Finished goods	1,231,870	1,297,246	1,185,639	1,240,490
Consignment goods	2,452,415	2,515,172	2,450,840	2,513,309
Work in process	3,385	5,117	-	-
Raw material	77,154	43,811	76,594	43,795
Goods in transit	57,843	45,502	-	-
Less allowance for decline in value	(148,123)	(108,349)	(80,679)	(27,715)
	3,674,544	3,798,499	3,632,394	3,769,879
Real estate awaiting for sale - Condominium	13,175	21,956	13,175	21,956
Total	3,687,719	3,820,455	3,645,569	3,791,835
Inventories recognised as an expense in 'cost of sales of goods':				
- Cost	7,749,937	7,565,013	7,595,930	7,523,818
- Write-down to net realisable value	116,663	82,769	116,663	82,769
- Reversal of write-down	(15,599)	(6,876)	(3)	(449)
Net	7,851,001	7,640,906	7,712,590	7,606,138

10 Real estate projects under development

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Land and development costs of projects for sale	47,892	70,293	-	-
Show houses	4,551	5,374	-	-
Construction in progress	118,585	82,387	-	-
Total	171,028	158,054	-	-

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11 Available for sale investments

	Consolidated and Separate financial statements	
	2016	2015
	<i>(in thousand Baht)</i>	
<i>Available-for-sale investments</i>		
Equity securities available for sale	<u>6,586,035</u>	<u>5,515,594</u>

Movements during the years of marketable equity securities for the year ended 31 December were as follows:

	Consolidated and separate financial statements	
	2016	2015
	<i>(in thousand Baht)</i>	
<i>Available-for-sale investments</i>		
At 1 January	5,515,594	5,710,162
Purchases/additional investment	64,164	65,790
Reversal allowance for decline in value of investments	52,682	-
Reclassification of investment	-	3,843
Valuation adjustment	953,595	(264,201)
At 31 December	<u>6,586,035</u>	<u>5,515,594</u>

12 Investments in associates

	Consolidated financial statements		Separate financial statements	
<i>Note</i>	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<i>Associates</i>				
At 1 January	412,614	325,228	407,559	361,330
Share of net profits of associates	51,132	44,659	-	-
Acquisitions additional investments	46,575	52,199	46,575	52,199
Dividend income	(11,400)	(11,120)	-	-
Reclassification of investment	14	196,983	196,983	-
Allowance for decline in value of investment	-	-	(66,000)	(5,970)
Effect of movements in exchange rates	(93)	1,648	-	-
At 31 December	<u>695,811</u>	<u>412,614</u>	<u>585,117</u>	<u>407,559</u>

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During the year ended 31 December 2016 there were the following acquisitions and disposals of investments in equity accounted investees:

Acquisitions/additional investments

On 26 February 2016, the Company made an investment in Issara United Development Co., Ltd. of Baht 16.88 million (0.23 million shares, Baht 75 per share) which a such associate company called for additional paid-up of authorised share capital, bringing the Company's ownership remain the same.

On 4 April 2016, the Company made an additional investment in Shop Global (Thailand) Co., Ltd. of Baht 29.70 million (1.80 million shares, Baht 16.50 per share) which a such associate company called for additional paid-up of 16.50% of authorised share capital, bringing the Company's ownership remain the same.

Reclassification of investment

On 22 April 2016, the board of director meeting of the Company, the directors approved the acquisition of an additional of the common shares 0.40 million shares, in 10.50%, amounting of Baht 102.28 million of Thai Secom Security Co., Ltd. (Rename from Thai Secom Pitakkij Co., Ltd.) is incorporated in Thailand, its common shares amounting of Baht 378,933,800 (Separate to common share 3,788,572 shares and preferred share 766 shares at Baht 100 par value). On 17 May 2016, the Company made an additional investment in Thai Secom Security Co., Ltd., this result the shareholding increased from 15.00% to 25.50%, totalling amount of Baht 196.83 million and have represent in the board of director, that result the Company has significant influence over Thai Secom Security Co., Ltd. Thereby, ceased to be other investment and became an associated company.

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Investments in associates as at 31 December 2016 and 2015, and dividend income from those investments for the years then ended, were as follows;

	Type of business	Country of incorporation	Ownership interest (%)		Paid-up capital		Cost		Allowance for impairment (in thousand Baht)		At Cost - Net		Equity		Dividend income	
			2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Associates																
Nanan Cambo Solution Co., Ltd.	Investing in property	Cambodia	49.00	49.00	12,960	12,960	6,475	6,475	-	-	6,475	6,475	6,826	6,876	-	-
Canchana International Co., Ltd.	Trading	Cambodia	40.00	40.00	16,202	16,202	6,475	6,475	-	-	6,475	6,475	14,631	11,955	-	-
Boon Capital Holding Co., Ltd.	Investment	Thai	32.00	32.00	270,000	270,000	86,400	86,400	-	-	86,400	86,400	86,231	86,229	-	-
SHOP Global (Thailand) Co., Ltd.	TV Shopping	Thai	30.00	30.00	600,000	501,000	180,000	150,300	(66,000)	-	114,000	150,300	57,169	59,723	-	-
International Leather Fashion Co., Ltd.	Leather shoes	Thai	28.00	28.00	50,000	50,000	21,728	21,728	-	-	21,728	21,728	39,607	40,460	1,400	1,120
Thai Secom Security Co., Ltd.	Sales and lender of burglar alarm systems and securities service provider	Thai	25.50	-	378,934	-	196,983	-	-	-	196,983	-	223,684	-	-	-
Issara United Co., Ltd.	Property Development	Thai	25.00	25.00	80,000	80,000	20,000	20,000	-	-	20,000	20,000	130,419	83,678	10,000	10,000
Worldclass Rent a Car Co., Ltd.	Rent Car	Thai	25.00	25.00	380,000	380,000	93,682	93,682	-	-	93,682	93,682	100,354	102,222	-	-
Issara United Development Co., Ltd.	Hotel	Thai	25.00	25.00	157,500	90,000	39,374	22,499	-	-	39,374	22,499	36,890	21,471	-	-
Net					651,117	407,559	651,117	407,559	(66,000)	-	585,117	407,559	695,811	412,614	11,400	11,120

None of the Group's associates are publicly listed and consequently do not have published price quotations.

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Immaterial associates

The Group also has interest in a number of individually immaterial associates.

The following is summarized financial information for the Group's interest in immaterial associates based on the amounts reported in the Group's consolidated financial statements:

	Immaterial Associates	
	2016	2015
	<i>(in thousand Baht)</i>	
Carrying amount of interests in immaterial associates	<u>629,811</u>	<u>412,614</u>
Group's share of Profit from continuing operations	<u>51,132</u>	<u>44,659</u>

13 Investments in subsidiaries

	Separate financial statements	
	2016	2015
	<i>(in thousand Baht)</i>	
At 1 January	141,525	90,956
Acquisitions/additional investment	-	80,101
Increase in allowance for impairment	<u>(85,734)</u>	<u>(29,532)</u>
At 31 December	<u>55,791</u>	<u>141,525</u>

No acquisition and disposal of investment in subsidiaries during the year ended 31 December 2016.

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Investments in subsidiaries as at 31 December 2016 and 2015 and dividend income from those investments for the year then ended were as follows:

Subsidiaries	Type of business	Ownership interest (%)		Paid-up capital		Cost		Impairment		At cost - net		Dividend income	
		2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
		<i>(in thousand Baht)</i>											
WBRE Co., Ltd.	Property Development	99.9	99.9	50,000	50,000	49,999	49,999	-	-	49,999	49,999	-	-
Amis Du Monde SARM	Trading	81.9	81.9	52,785	52,785	40,957	40,957	(35,165)	-	5,792	40,957	-	-
Thai Itokin Co., Ltd.	Manufacturing and distributing apparels	58.2	58.2	111,250	111,250	80,101	80,101	(80,101)	(29,532)	-	50,569	-	-
Total				171,057	171,057	171,057	171,057	(115,266)	(29,532)	55,791	141,525	-	-

All subsidiaries were incorporated in Thailand, except Amis Du Monde SARM which was incorporated in France.

In 2016, Amis Du Monde SARM has plan to dissolve. As a result, the Company had set up an allowance for impairment amounting to Baht 35 million.

Moreover, the Company has set up allowance for impairment of investment in Thai Itokin Co., Ltd. in full amount due to operation of the subsidiary's is under expectations, the Company undertook a re-assessment of the operation plan for the future operations, which accordingly led to a re-assessment of the recoverable amount of Thai Itokin Co., Ltd. as at 31 December 2016. In assessing whether this investment have been impaired, the recoverable amount was calculated based on value-in-used the measured value by discounted the future cash flows expected to be derived from continuing operations. Details are provided in note 17.

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14 Other long-term investments

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<i>Other long-term investments</i>				
Other non-marketable equity securities	2,079,456	2,133,340	2,073,156	2,132,251
Other debt securities held to maturity	20,000	20,000	20,000	2,000
Total	2,099,456	2,153,340	2,093,156	2,152,251
Less allowance for impairment	(413,855)	(298,006)	(408,644)	(298,006)
Net	1,685,601	1,855,334	1,684,512	1,854,245

Reclassification to associates

On 22 April 2016, the board of director meeting of the Company, approved the acquisition of an additional of the common shares of Thai Secom Security Co., Ltd. (Rename from Thai Secom Pitakkij Co., Ltd.) in 10.50%, this result the shareholding increased from 15.00% to 25.50%. Thereby, ceased to be other investment and became an associated company. Details of the acquisition are given in note 12.

15 Investment properties

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<i>Cost</i>				
At 1 January	1,219,373	1,308,779	1,308,779	1,308,779
Additions	2,421	-	2,421	-
Transfers to Property, plant and equipment	-	(89,406)	-	-
Disposals	(20,000)	-	(20,000)	-
At 31 December	1,201,794	1,219,373	1,291,200	1,308,779
<i>Depreciation</i>				
At 1 January	(122,113)	(132,424)	(140,609)	(132,424)
Depreciation charge for the year	(7,170)	(8,185)	(8,483)	(8,185)
Transfers to Property, plant and equipment	-	18,496	-	-
Disposals	17,660	-	17,660	-
At 31 December	(111,623)	(122,113)	(131,432)	(140,609)
<i>Impairment losses</i>				
At 1 January	(161,069)	(161,069)	(161,069)	(161,069)
Reversal of impairment losses	50,329	-	50,329	-
At 31 December	(110,740)	(161,069)	(110,740)	(161,069)
<i>Net book value</i>				
At 1 January	936,191	1,015,286	1,007,101	1,015,286
At 31 December	979,431	936,191	1,049,028	1,007,101

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Investment properties of the Group and the Company were revalued as at 31 December 2016 by UK Valuation and Agency co., Ltd. which is the independent valuer, at open market values on an existing use basis. The appraised value was Baht 2,257 million and Baht 2,438 million, respectively. (2015: Baht 1,418 million and 1,553 million).

Measurement of fair value

Fair value hierarchy

The fair value of investment property was determined by external, independent property valuers, having appropriate recognised professional qualifications and recent experience in the location and category of the property being valued. The independent valuers provide the fair value of the Group's investment property portfolio on regular basis.

The fair value measurement for investment property of Baht 2,257 million and Baht 2,438 million have been categorised as a Level 3 fair value based on the inputs to the valuation technique used.

Valuation technique and significant unobservable inputs

The valuation technique used in measuring the fair value of investment property by independent valuers were market comparison approach (based on multiples and prices from market transaction involving the sale of comparable assets) and replacement cost approach. For fair value of land, using Market comparison approach and for building and improvement which were specialised of alternative use and asset modifications building and improvement, using replacement cost.

An entity's current use of an asset is generally its highest and best use, which is physically possible takes into account the physical characteristics, location of a property of the asset that market participants would take into account when pricing the asset.

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16 Property, plant and equipment

	Consolidated financial statements						Total
	Land	Buildings and improvements	Office equipment	Furniture and fixtures (in thousand Baht)	Vehicles	Assets under construction and installation	
Cost							
At 1 January 2015	1,798,213	738,932	755,962	972,377	78,474	42,783	4,386,741
Additions	31,304	16,412	155,821	40,244	2,681	13,266	259,728
Acquisitions through business combinations	-	-	63,537	13,932	5,578	-	83,047
Transfers	-	8,874	481	6,725	-	(17,027)	(947)
Transfers from investment properties	63,140	26,266	-	-	-	-	89,406
Disposals	-	-	(4,581)	(23,248)	(7,671)	-	(35,500)
At 31 December 2015 and 1 January 2016	1,892,657	790,484	971,220	1,010,030	79,062	39,022	4,782,475
Additions	62,076	12,666	163,094	57,529	10,595	62,745	368,705
Transfers	10,076	-	13,921	36,605	-	(61,309)	(707)
Transfers from investment properties	-	-	-	-	-	-	-
Disposals	-	-	(20,056)	(6,717)	(8,781)	-	(35,554)
At 31 December 2016	1,964,809	803,150	1,128,179	1,097,447	80,876	40,458	5,114,919

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	Consolidated financial statements						Total
	Land	Buildings and improvements	Office equipment	Furniture and fixtures <i>(in thousand Baht)</i>	Vehicles	Assets under construction and installation	
Depreciation							
At 1 January 2015	-	(536,817)	(625,707)	(710,909)	(56,206)	-	(1,929,639)
Depreciation charge for the year	-	(17,339)	(52,549)	(80,835)	(10,524)	-	(161,247)
Acquisitions through business combinations	-	-	(58,718)	(12,703)	(2,803)	-	(74,224)
Transfers from investment properties	-	(18,496)	-	-	-	-	(18,496)
Disposals	-	-	4,014	16,455	3,738	-	24,207
At 31 December 2015 and 1 January 2016	-	(572,652)	(732,960)	(787,992)	(65,795)	-	(2,159,399)
Depreciation charge for the year	-	(15,122)	(74,077)	(80,138)	(9,494)	-	(178,831)
Transfers from investment properties	-	(1,313)	-	-	(548)	-	(1,861)
Disposals	-	-	20,036	6,699	8,781	-	35,516
At 31 December 2016	-	(589,087)	(787,001)	(861,431)	(67,056)	-	(2,304,575)
Net book value - owned assets							
At 1 January 2015	1,798,213	202,115	130,255	261,468	22,268	42,783	2,457,102
At 31 December 2015 and 1 January 2016	1,892,657	217,832	238,260	222,038	13,267	39,022	2,623,076
At 31 December 2016	1,964,809	214,063	341,178	236,016	13,820	40,458	2,810,344

The gross amount of the Group's fully depreciated property, plant and equipment that was still in use as at 31 December 2016 amounted to Baht 1,808 million (2015: Baht 1,763 million).

I.C.C. International Public Company Limited and its subsidiaries

Notes to the financial statements
For the year ended 31 December 2016

	Separate financial statements						Total
	Land	Buildings and improvements	Office equipment	Furniture and fixtures (in thousand Baht)	Vehicles	Assets under construction and installation	
Cost							
At 1 January 2015	1,798,213	738,932	746,131	972,377	78,474	42,783	4,376,910
Additions	31,304	16,412	155,382	40,244	2,681	13,266	259,289
Transfers	-	8,874	481	6,725	-	(17,027)	(947)
Disposals	-	-	(4,566)	(23,213)	(7,671)	-	(35,450)
At 31 December 2015 and 1 January 2016	1,829,517	764,218	897,428	996,133	73,484	39,022	4,599,802
Additions	62,076	12,328	160,971	56,080	9,211	62,745	363,411
Transfers	10,076	-	13,921	36,605	-	(61,309)	(707)
Disposals	-	-	(8,236)	(35)	(7,783)	-	(16,054)
At 31 December 2016	1,901,669	776,546	1,064,084	1,088,783	74,912	40,458	4,946,452
Depreciation							
At 1 January 2015	-	(536,817)	(623,657)	(710,909)	(56,206)	-	(1,927,589)
Depreciation charge for the year	-	(17,339)	(49,622)	(80,583)	(10,369)	-	(157,913)
Transfers	-	-	67	-	-	-	67
Disposals	-	-	3,931	16,420	3,738	-	24,089
At 31 December 2015 and 1 January 2016	-	(554,156)	(669,281)	(775,072)	(62,837)	-	(2,061,346)
Depreciation charge for the year	-	(15,108)	(72,662)	(77,236)	(9,001)	-	(174,007)
Disposals	-	-	8,221	35	7,783	-	16,039
At 31 December 2016	-	(569,264)	(733,722)	(852,273)	(64,055)	-	(2,219,314)
Net book value-owned assets							
At 1 January 2015	1,798,213	202,115	122,474	261,468	22,268	42,783	2,449,321
At 31 December 2015 and 1 January 2016	1,829,517	210,062	228,147	221,061	10,647	39,022	2,538,456
At 31 December 2016	1,901,669	207,282	330,362	236,510	10,857	40,458	2,727,138

The gross amount of the Company's fully depreciated property, plant and equipment that was still in use as at 31 December 2016 amounted to Baht 1,758 million (2015: Baht 1,698 million).

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17 Goodwill

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		2016	2015 <i>(in thousand Baht)</i>	2016	2015
<i>Cost</i>					
At 1 January		66,410	-	-	-
Acquired through business combinations	4	-	66,410	-	-
At 31 December		66,410	66,410	-	-
<i>Impairment losses</i>					
At 1 January		-	-	-	-
Impairment loss		(66,410)	-	-	-
At 31 December		(66,410)	-	-	-
<i>Net book value</i>					
At 1 January		66,410	-	-	-
At 31 December		-	66,410	-	-

During the year 2015, the Group acquired the additional ordinary shares of Thai Itokin Co.,Ltd. that resulted in the Group obtaining a controlling interest which is accounted for as a step acquisition resulting in the recording of goodwill in the consolidated financial position as at 31 December 2015 of Baht 66.41 million.

Impairment testing for cash generating units containing goodwill

For the purposes of impairment testing, goodwill has been allocated to the Group's Cash generating units (operating divisions) as follows.

	Consolidated financial statements		Separate financial statements	
	2016	2015 <i>(in million Baht)</i>	2016	2015
Cash generating units	66,410	66,410	-	-

Cash generating units

The recoverable amount of this cash generating units was based on its value in use, determined by discounting the future cash flows to be generated from the continuing use of Thai Itokin Co., Ltd. amounting to Baht 66.41 million. The fair value measurement was categorized as a Level 3 fair value based on the inputs in the valuation technique used (see note 2(d)(ii)). The carrying amount of the Cash generating units was determined to be higher than its recoverable amount and an impairment loss of Baht 66.41 million was recognized in administrative expense in 2016 (2015: nil).

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The key assumptions used in the estimation of the recoverable amount are set out below.

	Consolidated financial statements	
	2016	2015
)%(
Discount rate	13.45	12.36
Terminal value growth rate	5.0 - 7.0	5.0 - 9.0
Budgeted EBIT growth rate	(1.2) - (0.1)	5.5 - 6.0

The values assigned to the key assumptions represent management's assessment of future trends in the relevant industries and have been based on historical data from both external and internal sources.

The discount rate was a pre-tax measure based on MLR interest rate of 4 financial institutions in Thailand and the rate of 30-year government bonds issued by the government in the relevant market and in the same currency as the cash flows, adjusted for a risk premium to reflect both the increased risk of investing in equities generally and the systematic risk of the specific cash generating unit.

Five years of cash flows were included in the discounted cash flow model. The terminal growth rate was determined based on average revenue growth over the past 2 years and gradually declining until the 5-year. Budgeted EBIT was based on expectations of future outcomes taking into account past experience, adjusted for anticipated revenue growth. Expenditure was also based on expectations of future outcomes taking into account past experience, and the variation was determined unequally based on the type of the expenditure.

18 Other non-current assets

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Intangible assets	23,890	23,535	14,375	13,360
Leasehold	23,223	27,932	23,223	27,932
Deposits and guarantees	177,295	166,338	176,797	165,941
Loan to employees and others	1,392	2,999	1,392	2,999
Other	22,544	40,223	15,745	32,890
Total	248,344	261,027	231,532	243,122

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Intangible assets

	Consolidated financial statements				Total
	Trademarks	License data base of customer	Software Licenses	Software under development	
<i>(in thousand Baht)</i>					
Cost					
At 1 January 2015	23,862	7,845	-	1,409	33,116
Additions	216	-	3,764	2,226	6,206
Acquisition through business combination	7,821	110	5,519	-	13,450
Transfers	-	-	1,210	(263)	947
At 31 December 2015 and 1 January 2016	31,899	7,955	10,493	3,372	53,719
Additions	616	-	1,717	345	2,678
Transfers	-	-	707	-	707
At 31 December 2016	32,515	7,955	12,917	3,717	57,104
Amortisation					
At 1 January 2015	(20,741)	(3,463)	-	-	(24,204)
Amortisation for the year	(1,243)	(786)	(298)	-	(2,327)
Acquisitions through business combinations	-	-	(3,586)	-	(3,586)
Transfers	-	-	(67)	-	(67)
At 31 December 2015 and 1 January 2016	(21,984)	(4,249)	(3,951)	-	(30,184)
Amortisation for the year	(809)	(787)	(1,434)	-	(3,030)
At 31 December 2016	(22,793)	(5,036)	(5,385)	-	(33,214)
Net book value					
At 1 January 2015	3,121	4,382	-	1,409	8,912
At 31 December 2015 and 1 January 2016	9,915	3,706	6,542	3,372	23,535
At 31 December 2016	9,722	2,919	7,532	3,717	23,890

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	Separate financial statements				Total
	Trademarks	License data base of customer	Software Licenses	Software under development	
	<i>(in thousand Baht)</i>				
Cost					
At 1 January 2015	22,966	7,845	-	1,409	32,220
Additions	-	-	3,757	2,226	5,983
Transfers	-	-	1,210	(263)	947
At 31 December 2015 and 1 January 2016	22,966	7,845	4,967	3,372	39,150
Additions	617	-	1,710	-	2,327
Transfers	-	-	707	-	707
At 31 December 2016	23,583	7,845	7,384	3,372	42,184
Amortisation					
At 1 January 2015	(20,515)	(3,463)	-	-	(23,978)
Amortisation for the year	(797)	(784)	(164)	-	(1,745)
Transfers	-	-	(67)	-	(67)
At 31 December 2015 and 1 January 2016	(21,312)	(4,247)	(231)	-	(25,790)
Amortisation for the year	(809)	(788)	(422)	-	(2,019)
At 31 December 2016	(22,121)	(5,035)	(653)	-	(27,809)
Net book value					
At 1 January 2015	2,451	4,382	-	1,409	8,242
At 31 December 2015 and 1 January 2016	1,654	3,598	4,736	3,372	13,360
At 31 December 2016	1,462	2,810	6,731	3,372	14,375

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Leasehold

	Consolidated and separate financial statements			
	Land	Building (in thousand Baht)	Building space in the shopping center	Total
Cost				
At 1 January 2015	17,397	37,108	117,470	171,975
Additions	-	-	-	-
At 31 December 2015 and 1 January 2016	17,397	37,108	117,470	171,975
Additions	-	-	-	-
At 31 December 2016	17,397	37,108	117,470	171,975
Amortisation				
At 1 January 2015	(16,452)	(29,909)	(92,918)	(139,279)
Amortisation for the year	(219)	(1,304)	(3,241)	(4,764)
At 31 December 2015 and 1 January 2016	(16,671)	(31,213)	(96,159)	(144,043)
Amortisation for the year	(232)	(1,306)	(3,171)	(4,709)
At 31 December 2016	(16,903)	(32,519)	(99,330)	(148,752)
Net book value				
At 1 January 2015	945	7,199	24,552	32,696
At 31 December 2015 and 1 January 2016	726	5,895	21,311	27,932
At 31 December 2016	494	4,589	18,140	23,223

19 Deferred tax

Deferred tax assets and liabilities as at 31 December were as follows:

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Deferred tax assets	727,111	736,933	727,111	736,933
Deferred tax liabilities)959,516((767,652))957,135((765,271)
Net)232,405((30,719))230,024((28,338)

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Movements in total deferred tax assets and liabilities during the year were as follows:

	At 1 January 2016	Consolidated financial statements (Charged) / Credited to:			At 31 December 2016
		Profit or loss	Other comprehensive income <i>(in thousand Baht)</i>	Equity	
Deferred tax assets					
Accounts receivable	5,940	3,306	-	-	9,246
Inventories	5,543	10,593	-	-	16,136
Gross profit for consignment goods	485,974	(17,509)	-	-	468,465
Other long-term investments	73,536	12,718	-	-	86,254
Investment properties	32,214	(10,066)	-	-	22,148
Property, plant and equipment	44,350	(18,153)	-	-	26,197
Employee benefit obligation	89,376	9,289	-	-	98,665
Total	736,933	(9,822)	-	-	727,111
Deferred tax liabilities					
Marketable securities	(759,620)	-	(190,719)	-	(950,339)
Property, plant and equipment	(6,199)	(1,145)	-	-	(7,344)
Intangible assets	(1,833)	-	-	-	(1,833)
Total	(767,652)	(1,145)	(190,719)	-	(959,516)
Net	(30,719)	(10,967)	(190,719)	-	(232,405)
Separate financial statements (Charged) / Credited to:					
	At 1 January 2016	Profit or loss	Other comprehensive income <i>(in thousand Baht)</i>	Equity	At 31 December 2016
Deferred tax assets					
Accounts receivable	5,940	3,306	-	-	9,246
Inventories	5,543	10,593	-	-	16,136
Gross profit for consignment goods	485,974	(17,509)	-	-	468,465
Other long-term investments	73,536	12,718	-	-	86,254
Investment properties	32,214	(10,066)	-	-	22,148
Property, plant and equipment	44,350	(18,153)	-	-	26,197
Employee benefit obligation	89,376	9,289	-	-	98,665
Total	736,933	(9,822)	-	-	727,111
Deferred tax liabilities					
Marketable securities	(759,620)	-	(190,719)	-	(950,339)
Property, plant and equipment	(5,651)	(1,145)	-	-	(6,796)
Total	(765,271)	(1,145)	(190,719)	-	(957,135)
Net	(28,338)	(10,967)	(190,719)	-	(230,024)

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	Consolidated financial statements					At 31 December 2015
	At 1 January 2015	(Charged) / Credited to:			Acquired in business combination	
	Profit or loss	Other comprehensive income	Equity			
	<i>(in thousand Baht)</i>					
<i>Deferred tax assets</i>						
Accounts receivable	5,194	746	-	-	-	5,940
Inventories	5,633	(90)	-	-	-	5,543
Gross profit for consignment goods	475,722	10,252	-	-	-	485,974
Other long-term investments	72,443	1,093	-	-	-	73,536
Investment properties	32,214	-	-	-	-	32,214
Property, plant and equipment	62,504	(18,154)	-	-	-	44,350
Employee benefit obligation	104,951	3,701	(19,276)	-	-	89,376
Total	758,661	(2,452)	(19,276)	-	-	736,933
<i>Deferred tax liabilities</i>						
Marketable securities	(812,460)	-	52,840	-	-	(759,620)
Property, plant and equipment	(4,506)	(1,145)	-	-	(548)	(6,199)
Intangible assets	-	-	-	-	(1,833)	(1,833)
Total	(816,966)	(1,145)	52,840	-	(2,381)	(767,652)
Net	(58,305)	(3,597)	33,564	-	(2,381)	(30,719)

	Separate financial statements				At 31 December 2015
	At 1 January 2015	(Charged) / Credited to:			
	Profit or loss	Other comprehensive income	Equity		
	<i>(in thousand Baht)</i>				
<i>Deferred tax assets</i>					
Accounts receivable	5,194	746	-	-	5,940
Inventories	5,633	(90)	-	-	5,543
Gross profit for consignment goods	475,722	10,252	-	-	485,974
Other long-term investments	72,443	1,093	-	-	73,536
Investment properties	32,214	-	-	-	32,214
Property, plant and equipment	62,504	(18,154)	-	-	44,350
Employee benefit obligation	104,951	3,701	(19,276)	-	89,376
Total	758,661	(2,452)	(19,276)	-	736,933
<i>Deferred tax liabilities</i>					
Marketable securities	(812,460)	-	52,840	-	(759,620)
Property, plant and equipment	(4,506)	(1,145)	-	-	(5,651)
Total	(816,966)	(1,145)	52,840	-	(765,271)
Net	(58,305)	(3,597)	33,564	-	(28,338)

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In 2016, the Group's subsidiaries, Thai Itokin Co., Ltd., incurred a tax loss of Baht 6 million, increasing cumulative tax losses to Baht 57.58 million (2015: Baht 51.58 million). Deferred tax assets have not been recognised in respect of these items because Management has determined that the recoverability of cumulative tax losses, which expire in 2019-2021 is not probable that future taxable profit will be available against which Thai Itokin Co., Ltd. can utilise the benefits therefrom.

20 Interest-bearing liabilities

As at 31 December 2016, the Group had unsecured short-term loan with a financial institution in amounting to Baht 10 million (2015: Baht 30 million) and had short-term loan with related party in amounting to Baht 10 million (2015: nil). This loan bears interest rate of MLR-0.25% and 4.00% per annum (2015: MLR-0.50 per annum). This loan is repayable when maturity and at call.

Interest-bearing liabilities of the Group as at 31 December 2016 was denominated entirely in Thai Baht.

21 Trade accounts payable

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
		<i>(in thousand Baht)</i>			
Related parties	5	1,169,579	1,068,118	1,180,519	1,075,661
Other parties		158,765	120,601	104,884	86,779
Total		<u>1,328,344</u>	<u>1,188,719</u>	<u>1,285,403</u>	<u>1,162,440</u>

The currency denomination of trade accounts payable as at 31 December was as follows:

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Thai Baht (THB)	1,260,720	1,134,882	1,221,469	1,112,029
United States Dollars (USD)	62,387	49,350	62,387	49,350
Japanese Yen (JPY)	1,547	1,061	1,547	1,061
Euro (EUR)	3,690	3,426	-	-
Total	<u>1,328,344</u>	<u>1,188,719</u>	<u>1,285,403</u>	<u>1,162,440</u>

I.C.C. International Public Company Limited and its subsidiaries
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22 Employee benefit obligations

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Statement of financial position for:				
Defined benefit obligations	<u>532,586</u>	<u>482,043</u>	<u>493,324</u>	<u>446,879</u>
<i>For the year ended 31 December</i>				
Statement of comprehensive income:				
Recognised in profit or loss:				
Defined benefit obligations	<u>50,543</u>	<u>19,116</u>	<u>46,445</u>	<u>18,506</u>
Recognised in other comprehensive income:				
Actuarial gain recognised in the year	<u>-</u>	<u>(96,380)</u>	<u>-</u>	<u>(96,380)</u>

Defined benefit plan

The Group operate a defined benefit pension plan based on the requirement of Thai Labour Protection Act B.E 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

The defined benefit plans expose the Group to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

Movement in the present value of the defined benefit obligations

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Defined benefit obligations at 1 January	482,043	524,754	446,879	524,754
Acquisition through business combination	-	34,553	-	-
Include in profit or loss:				
Current service costs	54,401	50,981	50,843	49,701
Past service credit	-	(3,938)	-	(3,938)
Interest on obligation	13,084	10,608	12,215	10,347
Included in other comprehensive income				
Actuarial gain	-	(96,380)	-	(96,380)
Others				
Benefits paid by the plan	<u>(16,942)</u>	<u>(38,535)</u>	<u>(16,613)</u>	<u>(37,605)</u>
Defined benefit obligations at 31 December	<u>532,586</u>	<u>482,043</u>	<u>493,324</u>	<u>446,879</u>

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Actuarial gains recognised in other comprehensive income arising from:

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Demographic assumptions	-	6,395	-	6,395
Financial assumptions	-	(27,986)	-	(27,986)
Experience adjustment	-	117,971	-	117,971
Total	-	96,380	-	96,380

Actuarial assumptions

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(%)</i>			
Discount rate	2.49 - 2.65	2.49 - 2.65	2.65	2.65
Future salary increases	2.00 - 7.00	2.00 - 7.00	3.00 - 7.00	3.00 - 7.00

Assumptions regarding future mortality have been based on published statistics and mortality tables.

At 31 December 2016, the weighted-average duration of the defined benefit obligation was 7.11-7.70 years (2015: 7.11-7.70 years).

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Defined benefit obligation 31 December 2016	Consolidated financial statements		Separate financial statements	
	<i>(in thousand Baht)</i>			
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(31,135)	35,032	(29,119)	32,792
Future salary growth (1% movement)	34,421	(31,171)	32,118	(29,064)
Average age (1year movement)	1,347	(1,342)	1,255	(1,250)
Turnover rate (1% movement)	(33,237)	20,424	(31,070)	19,240

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	Consolidated financial statements		Separate financial statements	
	<i>(in thousand Baht)</i>			
Defined benefit obligation				
31 December 2015	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(29,519)	33,191	(27,455)	30,902
Future salary growth (1% movement)	32,599	(29,543)	30,234	(27,373)
Average age (1year movement)	1,282	(1,277)	1,188	(1,183)
Turnover rate (1% movement)	(31,621)	19,339	(29,403)	18,141

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

23 Share capital

	Par value per share <i>(in Baht)</i>	2016		2015	
		Number	Baht	Number	Baht
		<i>(thousand shares / thousand Baht)</i>			
<i>Authorised</i>					
At 1 January					
- ordinary shares	1	500,000	500,000	500,000	500,000
At 31 December					
- ordinary shares	1	500,000	500,000	500,000	500,000
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	1	290,634	290,634	290,634	290,634
At 31 December					
- ordinary shares	1	290,634	290,634	290,634	290,634

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Share premium

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividend distribution.

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24 Reserves

Reserves comprise appropriations of profit and/or retained earnings

Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward, to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

General reserve

The Company distributed a general reserve equal to 10% of profit for the each year in order for the company has strength on general reserve base to be maintain stability and increase the Shareowner's wealth.

Other components of equity

Currency translation differences

The currency translation differences account within equity comprises all foreign currency differences arising from the translation of the financial statements of foreign operations.

Fair value changes in available-for-sale investments

The fair value change in available-for-sale investments account within equity comprises the cumulative net change in the fair value of available-for-sale investments until the investments are derecognised or impaired.

Movements in reserves

Movements in reserves are shown in the statements of changes in equity.

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25 Segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The business operation involves 3 principal segments; Cosmetics toiletries & perfumeries, Women's apparel and Men's apparel. Segment performance is considered by using the measure operating profit in the financial statements. The Company has not report segment assets and segment liabilities due to the management believe that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Information about reportable segments

	Cosmetics toiletries & perfumeries		Women's apparel		Men's apparel		Total reportable segments		Others		Total		Elimination of inter-segment revenue		Total		
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	
<i>For the year ended 31 December</i>																	
Revenue from sale of goods	1,300	1,296	4,488	4,175	3,368	3,236	9,156	8,707	3,587	3,682	12,743	12,389	(128)	(46)	12,615	12,343	
Segment operating profit	172	186	621	466	380	306	1,173	958	76	147	1,249	1,105	3	(10)	1,252	1,095	
Other income															799	537	
Unallocated expenses															(1,071)	(869)	
Share of profit of equity-accounted investees																	
Profit before tax															51	45	
															1,031	808	

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

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26 Selling expenses

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Distribution	1,258,065	1,360,344	1,252,135	1,358,359
Personnel	1,251,901	1,246,735	1,249,351	1,242,303
Marketing	382,377	422,812	381,976	422,481
Total	<u>2,892,343</u>	<u>3,029,891</u>	<u>2,883,462</u>	<u>3,023,143</u>

27 Administrative expenses

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Personnel	981,793	881,615	934,387	869,657
Office management	708,210	562,541	786,974	558,747
Total	<u>1,690,003</u>	<u>1,444,156</u>	<u>1,721,361</u>	<u>1,428,404</u>

28 Employee benefit expense

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Wages and salaries	2,076,032	1,945,500	1,973,608	1,912,094
Pension costs - defined benefit plans	50,543	19,116	46,445	18,506
Pension costs - defined contribution plans	26,669	23,278	25,106	22,937
Others	102,913	121,911	103,082	116,389
Total	<u>2,256,157</u>	<u>2,109,805</u>	<u>2,148,241</u>	<u>2,069,926</u>

Defined benefit plans

Details of the defined benefit plans are given in note 21.

Defined contribution plans

The defined contribution plans comprise provident funds established by the Company for its employees. Membership to the funds is on a voluntary basis. Contributions are made monthly by the employees at rates of 3% of their basic salaries and by the Company at rates of 3% of the employees' basic salaries. The provident funds are registered with the Ministry of Finance as juristic entities and are managed by a licensed Fund Manager.

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29 Expenses by nature

The statement of income included an analysis of expenses by function. Expenses by nature disclosed in accordance with the requirements of various TFRS were as follows:

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
Purchase of finished goods		7,484,028	7,492,028	7,586,569	7,530,388
Changes in inventories of finished goods		181,249	87,419	126,021	75,751
Personal expenses	28	2,256,179	2,109,805	2,148,241	2,069,926
Advertising costs and promotional expenses		881,068	1,035,295	881,171	1,034,989
Rental and service expenses		397,358	405,704	393,704	407,582
Depreciation and amortisation expenses	15, 16, 18	195,601	175,755	189,219	172,606
Transportation expenses		134,202	130,181	134,078	130,067
Royalty fee		127,802	122,029	127,032	123,595
Others		775,857	556,739	731,378	512,782
Total		12,433,344	12,114,955	12,317,413	12,057,686

30 Income tax expense

Income tax recognised in profit or loss

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
Current tax expense					
Current year		83,169	77,838	83,169	77,838
Adjustment for prior years		359	24,022	359	24,022
		83,528	101,860	83,528	101,860
Deferred tax expense					
Movements in temporary differences	19	10,967	3,597	10,967	3,597
		94,495	105,457	94,495	105,457

Income tax recognised in other comprehensive income

	Consolidated and separate financial statements					
	2016			2015		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
<i>(in thousand Baht)</i>						
Available-for-sale financial assets	953,595	(190,719)	762,876	(264,201)	52,840	(211,631)
Actuarial gains	-	-	-	96,380	(19,276)	77,104
Total	953,595	(190,719)	762,876	(167,821)	33,564	(134,527)

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Reconciliation of effective tax rate

	Consolidated financial statements			
	2016		2015	
	<i>Rate (%)</i>	<i>(in million Baht)</i>	<i>Rate (%)</i>	<i>(in million Baht)</i>
Profit before income tax expense		1,031		808
Income tax using the Thai corporation tax rate	20	206	20	162
Difference in effective tax rate of investment in associates		(10)		9
Income not subject to tax)107((78)
Difference in tax and accounting treatment of income and expense		5		(12)
Adjustment for prior years		-		24
Total	9	94	13	105

	Separate financial statements			
	2016		2015	
	<i>Rate (%)</i>	<i>(in million Baht)</i>	<i>Rate (%)</i>	<i>(in million Baht)</i>
Profit before income tax expense		920		784
Income tax using the Thai corporation tax rate	20	184	20	157
Income not subject to tax)107((78)
Difference in tax and accounting treatment of income and expense		17		2
Adjustment for prior years		-		24
Total	10	94	13	105

Income tax reduction

Revenue Code Amendment Act No. 42 B.E. 2559 dated 3 March 2016 grants a reduction of the corporate income tax rate to 20% of net taxable profit for accounting periods which begin on or after 1 January 2016.

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31 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the years ended 31 December 2016 and 2015 were based on the profit for the years attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the years as follows:

	Consolidated		Separate	
	financial statements	financial statements	Financial statements	Financial statements
	2016	2015	2016	2015
	<i>(in thousand Baht / in thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company	<u>936,278</u>	<u>703,195</u>	<u>825,998</u>	<u>678,418</u>
Number of ordinary shares outstanding	<u>290,634</u>	<u>290,634</u>	<u>290,634</u>	<u>290,634</u>
Basic earnings per share (in Baht)	<u>3.22</u>	<u>2.42</u>	<u>2.84</u>	<u>2.33</u>

32 Dividends

At the annual general meeting of the shareholders of the Company held on 25 April 2016, the shareholders approved the appropriation of dividend of Baht 1.05 per share, amounting to Baht 305.17 million and general reserve 10% of income for the year 2015, amounting to Baht 67.84 million. The dividend was paid on 24 May 2016.

At the annual general meeting of the shareholders of the Company held on 27 April 2015, the shareholders approved the appropriation of dividend of Baht 1.05 per share, amounting to Baht 305.17 million and general reserve 10% of income for the year 2014, amounting to Baht 63.76 million. The dividend was paid on 26 May 2015.

33 Financial instruments

Financial risk management policies

The Group is exposed to normal business risks from changes in market interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The Group does not hold or issue immaterial derivative financial instruments for speculative or trading purposes.

Risk management is integral to the whole business of the Group. The Group has a system of controls in place to create an acceptable balance between the cost of risks occurring and the cost of managing the risks. The management continually monitors the Group's risk management process to ensure that an appropriate balance between risk and control is achieved.

Capital management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board monitors the return on capital, which the Company defines as result from operating activities divided by total shareholders' equity, excluding non-controlling interests and also monitors the level of dividends to ordinary shareholders.

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Interest rate risk

The interest rate risk arises from the fluctuation of the market rate which has affected business performance and cash flow. Hence, the Group's financial data mostly bear the interest rate adjusted according to the market interest rate.

Foreign currency risk

Due to the small number of foreign trade debtors and creditors, the Group then has entered into a few short-term maturity of forward exchange contracts for hedging such exchange risk as the risk is immaterial.

Credit risk

Due to the cautious policy in providing credit facilities with strictly-controlled debt follow up and that most of the debtors have long relationship with the Company, no significant loss from debt collection is expected. As of 31 December 2016 and 2015, the Company has reserved for doubtful accounts amounting to Baht 46.3 million and Baht 29.8 million equivalent to 2.9% and 1.7% of trade accounts and notes receivable respectively. However, due to the large number of parties comprising the Group's customer base, Management does not anticipate material losses from its debt collection.

Liquidity risk

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

Carrying amount 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. 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.

Consolidated and separate financial statements					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in thousand Baht)</i>					
31 December 2016					
<i>Non-current</i>					
Equity securities available for sale	6,586,035	6,586,035	-	-	6,586,035
Debt securities held to maturity	20,000	-	21,412	-	21,412
31 December 2015					
<i>Non-current</i>					
Equity securities available for sale	5,514,594	5,514,594	-	-	5,514,594
Debt securities held to maturity	20,000	-	21,853	-	21,853

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Measurement of fair values

Valuation techniques and significant unobservable inputs

The following tables show the valuation techniques and the significant unobservable inputs used in measuring Level 2.

Financial instruments measured at fair value

Type	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Debt securities held-to-maturity	<i>Market comparison technique:</i> The fair values are based on broker quotes. Similar contracts are traded in an active market and the quotes reflect the actual transactions in similar instruments.	Not applicable	Not applicable

34 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<i>Non-cancellable operating lease commitments</i>				
Within one year	42,630	44,324	42,630	43,371
After one year but within five years	32,574	30,627	32,574	30,627
After five years	6,328	8,858	6,328	8,858
Total	81,532	83,809	81,532	82,856
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<i>Other commitments</i>				
Unused letters of credit for goods	248,000	278,000	223,000	253,000
Bank guarantees	14,125	12,988	3,667	3,708
Development and construction agreements	329	30,352	-	-
Co-invest contract	5,000	5,000	5,000	5,000
Services and consulting agreements	775	1,140	550	-
Total	268,229	327,480	232,217	261,708

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35 Events after the reporting period

At the Board of directors' meeting of the Company held on 13 January 2017, approved a guarantee for the credit facilities with financial institution to a related company amounting to Baht 76 million.

At the Board of directors' meeting of the Company held on 24 February 2017, approved the appropriation of dividend from the income for the year 2016 of Baht 1.15 per share, amounting to Baht 334.23 million and general reserve 10% of income for the year 2016, amounting to Baht 82.60 million. The dividend will be paid to shareholders during the year 2017.

36 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new and revised TFRS have been issued but are not yet effective and have not been applied in preparing these financial statements. Those new and revised TFRS that may be relevant to the Group's operations, which become effective for annual financial periods beginning on or after 1 January 2017, are set out below. The Group does not plan to adopt these TFRS early.

TFRS	Topic
TAS 1 (revised 2016)	Presentation of Financial Statements
TAS 2 (revised 2016)	Inventories
TAS 7 (revised 2016)	Statement of Cash Flows
TAS 8 (revised 2016)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2016)	Events After the Reporting Period
TAS 11 (revised 2016)	Construction Contracts
TAS 12 (revised 2016)	Income Taxes
TAS 16 (revised 2016)	Property, Plant and Equipment
TAS 17 (revised 2016)	Leases
TAS 18 (revised 2016)	Revenue
TAS 19 (revised 2016)	Employee Benefits
TAS 21 (revised 2016)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2016)	Borrowing Costs
TAS 24 (revised 2016)	Related Party Disclosures
TAS 26 (revised 2016)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2016)	Separate Financial Statements
TAS 28 (revised 2016)	Investments in Associates and Joint Ventures
TAS 33 (revised 2016)	Earnings Per Share
TAS 34 (revised 2016)	Interim Financial Reporting
TAS 36 (revised 2016)	Impairment of Assets
TAS 37 (revised 2016)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2016)	Intangible Assets
TAS 40 (revised 2016)	Investment Property
TAS 105 (revised 2016)	Accounting for Investments in Debt and Equity Securities
TAS 107 (revised 2016)	Financial Instruments: Disclosure and Presentation
TFRS 3 (revised 2016)	Business Combinations
TFRS 8 (revised 2016)	Operating Segments
TFRS 10 (revised 2016)	Consolidated Financial Statements
TFRS 11 (revised 2016)	Joint Arrangements
TFRS 12 (revised 2016)	Disclosure of Interests in Other Entities
TFRS 13 (revised 2016)	Fair Value Measurement
TSIC 15 (revised 2016)	Operating Leases-Incentives

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TFRS	Topic
TSIC 25 (revised 2016)	Income Taxes-Changes in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (revised 2016)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 31 (revised 2016)	Revenue-Barter Transactions Involving Advertising Services
TSIC 32 (revised 2016)	Intangible Assets-Web Site Costs
TFRIC 1 (revised 2016)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2016)	Determining Whether an Arrangement Contains a Lease
TFRIC 10 (revised 2016)	Interim Financial Reporting and Impairment
TFRIC 13 (revised 2016)	Customer Loyalty Programmes
TFRIC 14 (revised 2016)	TAS 19 (revised 2016) <i>Employee Benefits</i> -The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (revised 2016)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2016)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2016)	Transfers of Assets from Customers
FAP Announcement no. 5/2559	Accounting guidance for derecognition of financial assets and financial liabilities

Management expects to adopt and apply these new and revised TFRS in accordance with the FAP's announcement and has made a preliminary assessment of the potential initial impact on the Group's consolidated and separated financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.