

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
AND IT'S SUBSIDIARIES
INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIOD
ENDED JUNE 30,2015
AND REVIEW REPORT OF INDEPENDENT'S AUDITOR**

Independent Auditor's Report on Review of Interim Financial

To the Board of Directors of Thai Film Industries Public Company Limited

I have reviewed accompanying consolidated and separate statements of financial position of Thai Film Industries Public Company Limited and its subsidiaries, and of Thai Film Industries Public Company Limited, respectively, as at June 30, 2015, the consolidated and separate statements of comprehensive income for the three-month and six-month period ended June 30, 2015, changes in equity and cash flows the six-month period ended June 30, 2015, and condensed notes ("Interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Emphasis of Matter

Without qualifying my conclusion, I draw attention in note 24.4 (1) that on May 8, 2008 the Company was sued by a bank as the third defendant in the Civil Court under the contract pledging the shares of an associated company as collateral for totaling amount approximately to Baht 839.42 million which was consisted of principal amount of Baht 600 million and interest calculated upto the filing date totaling Baht 239.42 million. On December 24, 2012, the Court ordered to temporarily suspend the filing. Furthermore, (2) on September 30, 2009, the Company was sued by such bank as the third

defendant in the Central Intellectual Property and International Trade Court case number black case file Kor Kor 202/2552 under the pledging the shares of an associated company (the first defendant) as for totaling amount approximately to Baht 902.30 million which was consisted of principal amount of Baht 600 million together with interest calculated upto the filing date (September 30, 2009) amount of Baht 302.30 million. On March 31, 2015, the Court set a new appointment date the company witnesses be on August 26 30 31, 2016 and (3) The Company has sued against the mentioned bank and an Asset Management Corporation in the Civil Court case number black case file 3210/2550 seeking the payment for alleged breach of the pledge of shares agreement of an associated company of Baht 369.60 million, including the request for releasing the pledged shares of the mentioned associated company totaling 60 million shares to the Company. As the fact that the Company sued against the bank, the Company pledged the shares as collateral for the period of 4 years and it was not a guarantor of loan. The loan repayment period was 10 years which the grace period for 3.5 years and the loan will be paid within 6.5 years. The Civil Court passed judgment that the mentioned litigation case should be dismissed and the Appeals Court judged that the period of pledging shares in share agreement is ended as appeal. However the Appeal Court upholds the judgment of the Civil Court for the payment for breaching contract is to dismiss. Later, on November 21, 2012, the Company has filed a petition against the ordered of Appeal Court which the Supreme Court has already filed. The issue of pledged shares to be finalized cause the defendant fails to file a petition. And lawyers are of the opinion that the defendant does not file a petition in the case above. Will be applied to the case of (1) and (2) above, the Company will not be responsible in the end. The Supreme Court will read the judge on August 19, 2015.

(Mr.Jirote Sirirorote)

Certified Public Accountant

Registration No. 5113

Karin Audit Company Limited

Bangkok

August 13, 2015

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2015

		(Unit : Thousand Baht)			
		Consolidated		Separate	
		June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes		"REVIEWED"		"REVIEWED"	
ASSETS					
CURRENT ASSETS					
	Cash and cash equivalents	9,687	7,321	8,449	5,917
	Trade accounts receivable and other receivable - net	5	360,848	413,814	360,848
	Other receivable - related companies	4.1	-	-	500
	Inventories - net	6	285,673	275,394	285,673
	Spare parts and supplies - net		56,389	57,443	56,389
	Advance for Investment - net	7	-	-	-
	Other current assets		32,467	30,577	32,465
	TOTAL CURRENT ASSETS		745,064	784,549	744,324
NON-CURRENT ASSETS					
	Restricted bank deposits	8	2,023	2,003	2,023
	Investments in subsidiary and associated companies - net	9,10	-	-	4,000
	Other long-term investments				
	Related companies - net	11	-	-	-
	Other company		2,000	2,000	2,000
	Loans receivable, advance payments - subsidiary, associated and related companies - net	4.1	-	-	8,268
	Land used in operation - at appraised value	12	456,057	456,057	456,057
	Plant and equipment used in operation - net	13	1,305,992	1,411,322	1,305,992
	Property, plant and equipment not used in operation - net	14	88,531	117,188	88,531
	Other non-current assets		1,839	2,021	1,839
	TOTAL NON-CURRENT ASSETS		1,856,442	1,990,591	1,868,710
	TOTAL ASSETS		2,601,506	2,775,140	2,613,034

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2015

		(Unit : Thousand Baht)				
		Consolidated		Separate		
		June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014	
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"	
Notes		"REVIEWED"		"REVIEWED"		
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
	Bank overdrafts and short-term loans from financial institutions	15	832,021	672,932	832,021	672,932
	Trade accounts payable and other payable - other		314,400	505,962	314,325	505,814
	Current portion of long-term loans	16	197,961	177,961	197,961	177,961
	Other current liabilities		839	1,130	837	1,129
	TOTAL CURRENT LIABILITIES		1,345,221	1,357,985	1,345,144	1,357,836
NON-CURRENT LIABILITIES						
	Long-term loans - net	16	98,980	197,961	98,980	197,961
	Deferred tax liabilities	17	185,458	204,312	185,458	204,312
	Employee benefit obligations	18	37,817	35,305	37,817	35,305
	TOTAL NON-CURRENT LIABILITIES		322,255	437,578	322,255	437,578
	TOTAL LIABILITIES		1,667,476	1,795,563	1,667,399	1,795,414
EQUITY						
SHARE CAPITAL						
	Authorized share capital					
	2,661,750,000 ordinary shares : Baht 1 per share	19				
	(2014 : 2,847,500,000 ordinary shares : Baht 1 per share)		2,661,750	2,847,500	2,661,750	2,847,500
	Issued and paid-up share capital					
	2,047,500,000 ordinary shares : Baht 1 per share		2,047,500	2,047,500	2,047,500	2,047,500
	Discount on common shares		(88,750)	(88,750)	(88,750)	(88,750)
	Retained earnings (Deficits) -Unappropriated		(1,368,205)	(1,397,405)	(1,356,600)	(1,386,212)
	Other components of equity		343,485	418,232	343,485	418,232
	TOTAL EQUITY		934,030	979,577	945,635	990,770
	TOTAL LIABILITIES AND EQUITY		2,601,506	2,775,140	2,613,034	2,786,184

STATEMENTS OF COMPREHENSIVE INCOME

"REVIEWED"

FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2015

		(Unit : Thousand Baht)			
		Consolidated		Separate	
	Notes	2015	2014	2015	2014
Sales	23	717,810	962,727	717,810	962,727
Costs of sales	4.2	(626,740)	(939,634)	(626,740)	(939,634)
Gross profit margin		91,070	23,093	91,070	23,093
Other income	4.2 , 20	4,394	13,294	4,553	13,592
Profit before expenses		95,464	36,387	95,623	36,685
Selling expenses	4.2	(19,512)	(30,685)	(19,512)	(30,685)
Administrative expenses	4.2	(28,301)	(28,705)	(28,246)	(28,666)
Total expenses		(47,813)	(59,390)	(47,758)	(59,351)
Profit (loss) before finance costs		47,651	(23,003)	47,865	(22,666)
Finance costs		(21,655)	(20,536)	(21,654)	(20,535)
Profit (loss) before income tax		25,996	(43,539)	26,211	(43,201)
Revenue income tax (expense)	21	(124)	27	(124)	27
Profit (loss) for the periods		<u>25,872</u>	<u>(43,512)</u>	<u>26,087</u>	<u>(43,174)</u>
Profit (loss) attributable to:					
Owner of the Company		25,872	(43,512)	26,087	(43,174)
Non-controlling interests		-	-	-	-
Total profit (loss) for the periods		<u>25,872</u>	<u>(43,512)</u>	<u>26,087</u>	<u>(43,174)</u>
Earnings (loss) per Share (Unit : Baht)	22				
Basic earnings (loss) per share (Unit : Baht)		0.01	(0.02)	0.01	(0.02)
The number of ordinary shares weighted average (Unit :Thousand Shares)		<u>2,047,500</u>	<u>2,047,500</u>	<u>2,047,500</u>	<u>2,047,500</u>

STATEMENTS OF COMPREHENSIVE INCOME

"REVIEWED"

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2015

		(Unit : Thousand Baht)			
		Consolidated		Separate	
	Notes	2015	2014	2015	2014
Sales	23	1,462,896	2,040,860	1,462,896	2,040,860
Costs of sales	4.2	(1,315,311)	(1,998,046)	(1,315,311)	(1,998,046)
Gross profit margin		147,585	42,814	147,585	42,814
Other income	4.2 , 20	15,617	25,002	15,934	25,600
Profit before expenses		163,202	67,816	163,519	68,414
Selling expenses	4.2	(41,191)	(63,672)	(41,191)	(63,672)
Administrative expenses	4.2	(52,726)	(55,624)	(52,632)	(55,540)
Total expenses		(93,917)	(119,296)	(93,823)	(119,212)
Profit (loss) before finance costs		69,285	(51,480)	69,696	(50,798)
Finance costs		(40,252)	(39,340)	(40,251)	(39,339)
Profit (loss) before income tax		29,033	(90,820)	29,445	(90,137)
Revenue income tax (expense)	21	167	1,052	167	1,052
Profit (loss) for the periods		29,200	(89,768)	29,612	(89,085)
Profit (loss) attributable to:					
Owner of the Company		29,200	(89,768)	29,612	(89,085)
Non-controlling interests		-	-	-	-
Total profit (loss) for the periods		29,200	(89,768)	29,612	(89,085)
Earnings (loss) per Share (Unit : Baht)	22				
Basic earnings (loss) per share (Unit : Baht)		0.01	(0.04)	0.01	(0.04)
The number of ordinary shares weighted average (Unit :Thousand Shares)		2,047,500	2,047,500	2,047,500	2,047,500

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

"UNAUDITED"

STATEMENTS OF CHANGES IN EQUITY

"REVIEWED"

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2015

(Unit : Thousand Baht)

		Consolidated									
		Share capital issued and paid-up	Discount on share capital	Deficit		Other components of equity			Equity		
Notes				Appropriated	Unappropriated	Capital surplus from land revaluation	Capital surplus from machinery revaluation	Total other components of equity	attributable to Equity of owner the Company	Non Controlling interests	Total
Balance as at January 1, 2015		2,047,500	(88,750)	-	(1,397,405)	174,776	243,456	418,232	979,577	-	979,577
Depreciation for capital surplus from machinery revaluation	13 ,14	-	-	-	-	-	(93,434)	(93,434)	(93,434)	-	(93,434)
Income tax on other components of equity		-	-	-	-	-	18,687	18,687	18,687	-	18,687
Net Profit (loss) for the periods		-	-	-	29,200	-	-	-	29,200	-	29,200
Ending balance as at June 30, 2015		2,047,500	(88,750)	-	(1,368,205)	174,776	168,709	343,485	934,030	-	934,030
Balance as at January 1, 2014		2,047,500	(88,750)	-	(1,187,629)	174,776	394,193	568,969	1,340,090	-	1,340,090
Depreciation for capital surplus from machinery revaluation	13 ,14	-	-	-	-	-	(93,438)	(93,438)	(93,438)	-	(93,438)
Income tax on other components of equity		-	-	-	-	-	18,688	18,688	18,688	-	18,688
Net Profit (loss) for the periods		-	-	-	(89,768)	-	-	-	(89,768)	-	(89,768)
Ending balance as at June 30, 2014		2,047,500	(88,750)	-	(1,277,397)	174,776	319,443	494,219	1,175,572	-	1,175,572

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

"UNAUDITED"

STATEMENTS OF CHANGES IN EQUITY

"REVIEWED"

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2015

(Unit : Thousand Baht)

	Notes	Separate							Total
		Share capital issued and paid-up	Discount on share capital	Deficit		Capital surplus	Other components of equity		
				Appropriated	Unappropriated	from land revaluation	Capital surplus from machinery revaluation	Total other components of equity	
Balance as at January 1, 2015		2,047,500	(88,750)	-	(1,386,212)	174,776	243,456	418,232	990,770
Depreciation for capital surplus from machinery revaluation	13 ,14	-	-	-	-	-	(93,434)	(93,434)	(93,434)
Income tax on other components of equity		-	-	-	-	-	18,687	18,687	18,687
Net Profit (loss) for the periods		-	-	-	29,612	-	-	-	29,612
Ending balance as at June 30, 2015		2,047,500	(88,750)	-	(1,356,600)	174,776	168,709	343,485	945,635
Balance as at January 1, 2014		2,047,500	(88,750)	-	(1,177,631)	174,776	394,193	568,969	1,350,088
Depreciation for capital surplus from machinery revaluation	13 ,14	-	-	-	-	-	(93,438)	(93,438)	(93,438)
Income tax on other components of equity		-	-	-	-	-	18,688	18,688	18,688
Net Profit (loss) for the periods		-	-	-	(89,085)	-	-	-	(89,085)
Ending balance as at June 30, 2014		2,047,500	(88,750)	-	(1,266,716)	174,776	319,443	494,219	1,186,253

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2015

"UNAUDITED"
"REVIEWED"

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES				
Net profit (loss)	29,200	(89,768)	29,612	(89,085)
Adjustments to reconcile net profit(loss) to cash received (used) operating activities				
Increase in allowance for obsoleted stock	1,016	1,491	1,016	1,491
Depreciation	55,748	52,036	55,748	52,036
Profit from sales assets	(2,982)	-	(2,982)	-
Amortization expenses	15,720	16,699	15,720	16,699
Provision for employee benefits	3,755	3,509	3,755	3,509
Unclaimed withholding tax	305	423	305	423
Unrealized (gain) loss on exchange rate	3,757	155	3,757	155
Loss on written off assets and supplies	18	15	18	15
Interest expenses	32,123	27,618	32,123	27,618
Interest incomes	(15)	(225)	(333)	(823)
Income tax expense (income)	(167)	(1,052)	(167)	(1,052)
Profit from operating activities before changes in operating assets and liabilities	138,478	10,901	138,572	10,986
(Increase) Decrease in Trade accounts receivable and other receivable	57,278	(3,181)	57,278	(3,350)
(Increase) Decrease in Inventories	(11,295)	(110,845)	(11,295)	(110,845)
(Increase) Decrease in Spare parts and supplies	1,054	(5,224)	1,054	(5,224)
(Increase) Decrease in Other current assets	(17,610)	(27,867)	(17,610)	(27,867)
(Increase) Decrease in Other non-current assets	(123)	(7)	(123)	(7)
Increase (Decrease) in Trade accounts payable and other payable	(194,623)	20,747	(194,548)	22,170
Increase (Decrease) in Other current liabilities	(291)	(7,581)	(291)	(7,582)
Cash paid for employee benefits	(1,243)	(730)	(1,243)	(730)
NET CASH USED FROM OPERATING ACTIVITIES	(28,375)	(123,787)	(28,206)	(122,449)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2015

"UNAUDITED"
"REVIEWED"

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
CASH FLOWS FROM INVESTING ACTIVITIES				
(Increase) Decrease in restricted bank deposits	(20)	(77,000)	(20)	(77,000)
(Increase) Decrease in loans receivable and Advances to subsidiary companies	-	-	-	16
Interest received	24	6	21	893
Cash received from sales investment in subsidiary companies and associated companies	-	-	-	1,000
Cash paid for investment in subsidiary companies and associated companies	-	-	-	(3,000)
Cash received from sales assets	3,432	-	3,432	-
Purchase of property, plant and equipment	(15,664)	(91,360)	(15,664)	(91,360)
NET CASH USED FROM INVESTING ACTIVITIES	(12,228)	(168,354)	(12,231)	(169,451)
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in bank overdrafts and short-term loans from financial Institutions	151,816	456,485	151,816	456,485
Repayment of long - term loans	(78,981)	(133,981)	(78,981)	(133,981)
Cash paid for interest expenses	(29,866)	(26,117)	(29,866)	(26,117)
NET CASH RECEIVED FROM FINANCING ACTIVITIES	42,969	296,387	42,969	296,387
CASH AND CASH EQUIVALENTS INCREASE - NET	2,366	4,246	2,532	4,487
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF PERIOD	7,321	10,784	5,917	8,784
CASH AND CASH EQUIVALENTS AS AT THE END OF PERIOD	9,687	15,030	8,449	13,271
Cash and cash equivalents				
Consist of:				
Cash on hand	129	119	108	107
Cash at banks - current accounts	7,987	9,246	7,982	9,240
Cash at banks - savings accounts	1,531	4,803	319	3,062
Others	40	862	40	862
	9,687	15,030	8,449	13,271

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED JUNE 30, 2015

1. GENERAL

Thai Film Industries Public Company Limited was registered in Thailand on March 3, 1983 with the registration number 882/2526. It was later registered a conversion to a public company limited on February 1, 1994 with the registration number 0107537000386. The major shareholders are Mahagitsiri family. The Company is engaged in manufacturing of packaging film. Presently, the Company has offices located at the following addresses:

- a) Head Office and Factory : 73/3 Moo 4, Bangna - Trad Road, Bangchalong, Bangplee, Sumutprakarn.
- b) Factory : 327 Moo 8, Mabkha, Nikhompattana District, Rayong.

2. BASIS OF FINANCIAL STATEMENT PREPARATION

2.1 Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2014) Interim Financial Reporting; guidelines promulgated by the Federation of Accounting Professions (“FAP”); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2014. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiary for the year ended 31 December 2014.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2014 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2015. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group.

2.2 Functional and presentation currency

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

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED JUNE 30, 2015

2.3 Judgements and estimates

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

In preparing these interim financial statements, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2014 and included in the following note:

Note 18 Discount rate, salary increase rate, employee turnover rate and mortality rate

3. BASIS OF PREPARATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries, in which the Company has authority to control or holds more than 50% of the subsidiaries shares.

The preparation of the consolidated financial statements has been based on the same accounting policies for the same or similar accounting transactions or account events.

The significant intercompany transactions and balances between the Company and the subsidiaries have been eliminated.

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries as follows:

Company Name	Nature of Business	Rate of Shareholding	
		2015 (%)	2014 (%)
<u>Operating subsidiaries</u>			
1. TFI Power Co., Ltd.	Involving in renewable energy	99.99	99.99
2. TFI Power (Korat 1) Co., Ltd.	Involving in renewable energy	99.96	99.96
3. TFI Power (Korat 2) Co., Ltd.	Involving in renewable energy	99.96	99.96
4. TFI Power (Korat 3) Co., Ltd.	Involving in renewable energy	99.96	99.96
5. TFI Power (Korat 4) Co., Ltd.	Involving in renewable energy	99.96	99.96

The significant accounting transaction between the Company and the subsidiaries were eliminated from the consolidated financial statements.

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED JUNE 30, 2015

4. TRANSACTIONS WITH RELATED PARTIES

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Significant related parties transactions can be summarized as follows:

Related parties	Type of relation
TFI Power Co., Ltd.	Subsidiary company
TFI Power (Korat 1) Co., Ltd.	Subsidiary company
TFI Power (Korat 2) Co., Ltd.	Subsidiary company
TFI Power (Korat 3) Co., Ltd.	Subsidiary company
TFI Power (Korat 4) Co., Ltd.	Subsidiary company
Thai Film Bangladesh Co., Ltd.	Related company

4.1 Inter-Assets and Liabilities

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Loan receivable and advance to subsidiary companies				
TFI Power (Korat 1) Co., Ltd.	-	-	2,067	2,067
TFI Power (Korat 2) Co., Ltd.	-	-	2,067	2,067
TFI Power (Korat 3) Co., Ltd.	-	-	2,067	2,067
TFI Power (Korat 4) Co., Ltd.	-	-	2,067	2,067
Total	-	-	8,268	8,268
Loan to related company				
Thai Film Bangladesh Co., Ltd.	37,965	37,965	37,965	37,965
Less allowance for doubtful debt	(37,965)	(37,965)	(37,965)	(37,965)
Net	-	-	-	-
Total	-	-	8,268	8,268
Accrued interest receivable				
TFI Power (Korat 1) Co., Ltd.	-	-	125	45
TFI Power (Korat 2) Co., Ltd.	-	-	125	45
TFI Power (Korat 3) Co., Ltd.	-	-	125	45
TFI Power (Korat 4) Co., Ltd.	-	-	125	45
Total	-	-	500	180

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
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	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Movement of Loan receivable and advance payment				
Beginning	-	-	8,268	15,483
Increase during in the years	-	-	-	1,455
Paid during in the years	-	-	-	(8,670)
Ending	-	-	8,268	8,268

As at June 30, 2015 and December 31, 2014, the Company has loan to its subsidiaries as promissory notes which call on demand at interest rate MOR+0.50% per annum and MOR% per annum, respectively.

4.2 Revenue and expense

For the three-month period ended June 30, 2015 and 2014 as follow:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
Interest income				
TFI Power Co., Ltd.	-	-	-	-
TFI Power (Korat 1) Co., Ltd.	-	-	40	75
TFI Power (Korat 2) Co., Ltd.	-	-	40	75
TFI Power (Korat 3) Co., Ltd.	-	-	40	76
TFI Power (Korat 4) Co., Ltd.	-	-	40	75
	-	-	160	301
Key management personnel compensation				
Short-term employee benefit	12,134	11,783	12,134	11,783
Long-term employee benefit	714	668	714	668
Total	12,848	12,451	12,848	12,451

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For the six-month period ended June 30, 2015 and 2014 as follow:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
Interest income				
TFI Power Co., Ltd.	-	-	-	1
TFI Power (Korat 1) Co., Ltd.	-	-	80	149
TFI Power (Korat 2) Co., Ltd.	-	-	80	149
TFI Power (Korat 3) Co., Ltd.	-	-	80	151
TFI Power (Korat 4) Co., Ltd.	-	-	80	149
	-	-	320	599
Key management personnel compensation				
Short-term employee benefit	24,440	22,384	24,440	22,384
Long-term employee benefit	1,449	1,352	1,449	1,352
Total	25,889	23,736	25,889	23,736

5. TRADE ACCOUNTS RECEIVABLE AND OTHER RECEIVABLE RECEIVALBE - Net

Consist of :-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Trade accounts receivable and other receivable				
- Trade accounts receivable	342,448	408,269	342,448	408,269
- Other receivable	18,400	5,545	18,400	5,545
Total trade accounts receivable and other receivable	360,848	413,814	360,848	413,814

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The Company has accounts receivable was classified by aging as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2015
<u>Domestic Trade Accounts Receivable</u>				
Trade Accounts Receivable within Credit Term	146,269	165,836	146,269	165,836
Aging of Trade Accounts Receivable :-				
Less than 3 Months	76,518	97,262	76,518	97,262
Over 3 Months to 6 Months	400	2	400	2
Over 6 Months to 9 Months	66	-	66	-
Over 9 Months	898	896	898	896
Total	224,151	263,996	224,151	263,996
<u>Foreign Trade Accounts Receivable</u>				
Trade Accounts Receivable within Credit Term	67,609	79,052	67,609	79,052
Aging of Trade Accounts Receivable :-				
Less than 3 Months	15,681	14,284	15,681	14,284
Over 3 Months to 6 Months	-	-	-	-
Over 6 Months to 9 Months	-	47	-	47
Over 9 Months	145	94	145	94
Total	83,435	93,477	83,435	93,477
Notes Receivable	35,758	51,692	35,758	51,692
<u>Less allowance for doubtful accounts</u>	(896)	(896)	(896)	(896)
Net	342,448	408,269	342,448	408,269

Allowance for doubtful accounts is changed during the periods as follows :-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Beginning balance	896	896	896	896
Increase	-	-	-	-
Decrease	-	-	-	-
Ending balance	896	896	896	896

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6. INVENTORIES - Net

Allowance for doubtful accounts is changed during the periods as follows :-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Beginning balance	7,478	6,922	7,478	6,922
Increase	1,016	556	1,016	556
Decrease	-	-	-	-
Ending balance	<u>8,494</u>	<u>7,478</u>	<u>8,494</u>	<u>7,478</u>

7. ADVANCE FOR INVESTMENT – Net

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Advance payment for investment	45,594	45,594	45,594	45,594
<u>Less</u> Allowance for Doubtful debt	(45,594)	(45,594)	(45,594)	(45,594)
Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

8. RESTRICTED BANK DEPOSITS

As at June 30, 2015 the restricted bank deposit of Baht 2 million baht are bank deposits that the company have placed with banks to secure letters of guarantees for Customs Department used as described in Note 24.1

9. INVESTMENTS IN SUBSIDIARY COMPANIES

Investments in subsidiary companies which recorded by the cost method in the separate financial statements as at June 30, 2015 and December 31, 2014 consisted of:

Company	Country of business	Type of business	(Thousand Baht)		(Percent)		(Thousand Baht)	
			Paid up Capital		Percentage of holding		Cost Method	
			June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
TFI Power Co., Ltd.	Thailand	Renewable energy	4,000	4,000	99.99	99.99	4,000	4,000

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10. INVESTMENTS IN ASSOCIATED COMPANIES - Net

Investments in associated companies in the separate financial statements as at June 30, 2015 and December 31, 2014, consisted of:

Company	Country of business	Type of business	(Million Baht)		(Percent)		(Thousand Baht)	
			Paid up Capital		Percentage of holding		Cost Method	
			June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Thai Copper Industries Pcl.	Thailand	Pure Copper	8,010	8,010	18.96	18.96	1,518.98	1,518.98
<u>Less</u> Allowance for impairment in investment							<u>(1,518.98)</u>	<u>(1,518.98)</u>
Net							<u>-</u>	<u>-</u>

Thai Copper Industries Pcl. - TCI

The Company has ceased to calculate the equity loss in Thai Copper Industries Pcl. because such associated company has lack in working capital and TCI stopped its operation and lay-off its employees. The Company’s equity recognized equally to their investment (zero). In the cost method, the Company set up an allowance for impairment of the investment in full (Baht 1,519 million).

The latest significant financial data of TCI are as follows :-

	(Unit : Million Baht)
	As at December 31, 2007
	“audited”
Total Assets*	23,937
Total liabilities	20,684
Total equity*	3,253

*If TCI recorded the allowance for impairment of asset based on the appraisal report of independent appraiser dated on September 28, 2007. Total asset and total equity will be decreased in amount of Baht 12,530 million.

11. OTHER LONG-TERM INVESTMENTS-RELATED COMPANIES– Net

Consist of :-

Company	Country of Business	Type of business	Capital paid-up	Consolidated/ Separate			
				Percentage of Investments		Value of Investment	
				June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Thai Film Bangladesh Co., Ltd. (Bangladesh Taka currency)	Bangladesh	Packaging Film	Taka 112 million	53.57	53.57	37,487	37,487
<u>Less</u> Allowance for impairment of investment						<u>(37,487)</u>	<u>(37,487)</u>
Net						<u>-</u>	<u>-</u>

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12. LAND USED IN OPERATION – AT APPRAISED VALUE

As at June 30, 2015 the land used in operation was re-appraised according to the report of independent appraiser (Bangkok Property Appraisal Co., Ltd.) at fair market value date December 24, 27, 2010 and January 6, 2011, respectively, which appraisal date was December 16 - 17, 2010.

13. PLANT AND EQUIPMENT USED IN OPERATION – Net

Consist of :-

	(Unit : Thousand Baht)	
	Consolidated	Separate
Cost :-		
Net Book Value as at January 1, 2015	1,162,973	1,162,973
Purchase	15,664	15,664
Amortization	(18)	(18)
Depreciation for the period	(54,763)	(54,763)
Net Book Value as at June 30, 2015	1,123,856	1,123,856
Capital Surplus from Revaluation :-		
Net Book Value as at January 1, 2015	248,348	248,348
Depreciation for the period	(66,212)	(66,212)
Net Book Value as at June 30, 2015	182,136	182,136
Net Book Value as at June 30, 2015	1,305,992	1,305,992

Depreciation for six month periods ended June 30, 2015 and 2014, amounted to Baht 53.48 million and Baht 49.86 million, respectively, are included in cost of sales, and Baht 1.28 million and Baht 1.19 million, respectively, are included in selling and administrative expenses.

As at June 30, 2015 and December 31, 2014, the Company has building, machineries and equipments that fully depreciated but still in use at Baht 859.29 million and Baht 862.55 million, respectively.

The Company has applied the accounting for assets revaluation in accordance with the announcement of the Federation of Accounting Professions No. 18/2554 dated April 12, 2011 which allow the Company to use the former accounting for assets revaluation as per the announcement No. 25/2549 that transfer depreciation for capital surplus from asset revaluation shall be treated as already occurred to the retained earning directly without passing through the statement of comprehensive income until the accounting period beginning before January 1, 2016. The Company chose this alternative thus depreciation expenses for the six month periods ended June 30, 2015 and 2014, in the financial statements is lower stated by Baht 66.21 million and Baht 66.19 million, respectively, and net profit for the six month periods ended June 30, 2015

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in the financial statement in higher stated by Baht 66.21 million and net loss for the six month periods ended June 30, 2014 in the financial statements is lower stated by and Baht 66.19 million. (Profit per share is higher stated by Baht 0.03 per share and loss per share is lower stated by Baht 0.03 per share, respectively).

14. PROPERTY, PLANT AND EQUIPMENT NOT USED IN OPERATION - Net

As at June 30, 2015, the lands and machineries not used in operation, which cost of Baht 74 million and Baht 808.42 million, respectively, were re-appraised according to reports of independent appraiser (Bangkok Property Appraisal co., ltd. and UK Valuations and Agency co., ltd., respectively) date January 6, 2011 (for land) and date January 17, 2011 (for machineries) which appraisal date was December 16, 2010 (for land) and December 15, 2010 (for machineries). That using market value method and depreciated replacement cost method, respectively. And allowance for impairment of such lands and machineries were amount of Baht 37.39 million and Baht 37.51 million, respectively. However on February 6, 2014 the Company hired an independent appraiser (UK Valuations and Agency co., ltd.) to re-appraise the unused machineries transferred in year 2013 which carrying value amount of Baht 132.44 million using replacement cost new less depreciation method found that these machineries are not impaired.

15. BANK OVERDRAFTS AND SHORT-TERM LOANS DUE TO FINANCIAL INSTITUTIONS

Consist of :-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Bank overdrafts	25,472	11,970	25,472	11,970
Packing credits	76,529	57,089	76,529	57,089
Liabilities under trust receipts	223,682	294,782	223,682	294,782
Promissory notes	506,338	309,091	506,338	309,091
Total	832,021	672,932	832,021	672,932

As at June 30, 2015 and December 31, 2014, the Company has bank overdrafts, packing credits, liabilities under trust receipts, promissory notes, letters of credit and letters of guarantee which were credit facilities received from many local banks as follows :-

Currency	June 30, 2015	Bank charge and	December 31, 2014	Bank charge and
		Interest rate Per annum		Interest rate Per annum
Baht	1,310	2.00 – 7.875	1,310	1.50 – 7.375

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These credit facilities are secured by assets guarantee as mentioned in the note to financial statements No.16.

As at June 30, 2015 and December 31, 2014, the Company had unutilized credit facility balances by approximately Baht 249.29 million and Baht 214.52 million, respectively.

16. LONG-TERM LOANS

Consist of :-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Beginning	375,922	593,883	375,922	593,883
<u>Less</u> Payment during the period	(78,981)	(217,961)	(78,981)	(217,961)
Total	296,941	375,922	296,941	375,922
<u>Less</u> Current portion of long-term loans	(197,961)	(177,961)	(197,961)	(177,961)
Net	<u>98,980</u>	<u>197,961</u>	<u>98,980</u>	<u>197,961</u>

As at June 30, 2015 and December 31, 2014, interest rates of long term loans at MLR per annum.

The loans including credit facilities from the banks as mentioned in note to financial statement No.15 are guaranteed by pledging :-

- a) The Company’s land and machinery totaling Baht 1,315.96 million.
- b) New equipment and supplies for machineries acquired to replace the mortgaged assets shall be determined as related mortgaged assets.

17. DEFERRED TAX LIABILITIES

As at June 30, 2015 and December 31, 2014, the components of deferred tax liabilities are as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Amortization Expenses	2,857	3,246	2,857	3,246
Plant and equipment	96,730	96,508	96,730	96,508
Capital surplus form land revaluation	43,694	43,694	43,694	43,694
Capital surplus form machinery revaluation	42,177	60,864	42,177	60,864
Total	<u>185,458</u>	<u>204,312</u>	<u>185,458</u>	<u>204,312</u>

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As at June 30, 2015 and December 31, 2014, the Company has deductible temporary differences and unused tax losses totaling Baht 627.66 million and 691.74 million respectively. A deferred tax asset shall be recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.

18. EMPLOYEES BENEFIT OBLIGATIONS

An independent actuary carried out an evaluation of the Company’s obligations for employees’ long-term benefits using the projected unit credit method. The Company has provided the provision for employees’ long-term benefits as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	December 31, 2014	June 30, 2015	December 31, 2014
Provision for employee benefit -				
beginning	35,305	30,131	35,305	30,131
<u>Add</u> recognized amount	3,755	6,841	3,755	6,841
<u>Less</u> liability decrease from				
actual paid	(1,243)	(1,667)	(1,243)	(1,667)
Actuarial gains in other				
comprehensive income	-	-	-	-
Provision for employee				
benefits - ending	37,817	35,305	37,817	35,305

19. AUTHORIZED SHARE CAPITAL

The 2015 Annual General Meeting of Shareholders, which was approved on April 30, 2015, the shareholders resolved as follows.

19.1 To approve the reduction of the registered capital of the Company from Baht 2,847.50 million to Baht 2,047.50 million by cancelling 800 million authorized but unissued ordinary shares, with a par value of Baht 1 each. The Company registered to reduce authorized share capital with the Ministry of Commerce on June 8, 2015.

19.2 To approve the increase of the registered capital of the Company, as a General Mandate, in an amount of Baht 614.25 million, from the existing registered capital of the Company of Baht 2,047.50 million to Baht 2,661.75 million, by mean of issuance of newly issued ordinary shares, with a par value of Baht 1 each, to accommodate the allotment of the newly issued ordinary shares of the Company to the existing shareholders of the Company in proportion to their current shareholding percentage (Right Offering) and to Private Placement Subscribers and the company registered authorized share capital with the Ministry of Commerce on June 8, 2015.

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19.3 To approve the allotment of the newly issued ordinary shares of the Company to the existing shareholders of the Company in proportion to their current shareholding percentage (Right Offering), detailed as follows:

- To allocate up to 614.25 million newly issued ordinary shares, each having a par value of Baht 1 for offering to the existing shareholders of the Company in proportion to their current shareholding percentage (Right Offering). In this regard, the number of the newly issued ordinary shares represents 30 per cent of the paid-up capital of the Company as of the date on which the board of directors of the Company passed a resolution to approve an increase of the registered capital of the Company as a general mandate, which is equivalent to Baht 2,047.50 million.
- If there are remaining newly issued shares after the first allocation of newly issued ordinary shares to the existing shareholders in proportion to their shareholding percentage, the Company shall allocate the remaining unsubscribed shares to the shareholders who have expressed their intentions to subscribe for shares in excess of their existing shareholding percentage ("Oversubscribing Shareholders") proportionately to their respective shareholding (Pro Rata Basis) at the same price as the price of shares in the first allotment, except the cases where the Company is unable to allocate the unsubscribed shares because such shares are in decimal number or no shareholder has expressed his/ her intention to subscribe the unsubscribed shares.
- The remaining shares after the allocation to the existing shareholders of the Company in proportion to their current shareholding percentage (Right Offering) above will be allocated to a Private Placement Subscriber who is not a connected person of the Company. In this regard, the number of the newly issued ordinary shares to be allotted to Private Placement Subscribers must not exceed 204.75 million shares, representing 10 per cent of the paid-up capital of the Company as of the date on which the board of directors of the Company passed a resolution to approve an increase of the registered capital of the Company as a general mandate, which is equivalent to Baht 2,047.50 million. The offering price for the Private Placement shall not be lower than the price offered to the existing shareholders in proportion to their current shareholding percentage (Right Offering) and shall not be lower than 90 percent of the market price determined pursuant to the Notification of the Capital Market Supervisory Board.

20. OTHER INCOME

For the three-month period ended June 30, 2015 and 2014 details of financial information shown other income consist of:-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
Gain on exchange rate	-	3,630	-	3,630
Interest income	8	225	168	523
Income from sales scrap	-	-	-	-
Gain from disposal of assets	2,515	-	2,515	-
Other income	1,871	9,439	1,870	9,439
Total	4,394	13,294	4,553	13,592

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For the six-month period ended June 30, 2015 and 2014 details of financial information shown other income consist of:-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
Gain on exchange rate	9,115	12,792	9,115	12,792
Interest income	15	225	333	823
Gain from disposal of assets	2,982	-	2,982	-
Other income	3,505	11,985	3,504	11,985
Total	15,617	25,002	15,934	25,600

21. INCOME TAX

Income tax expense is recognised based on management’s best estimate of the weighted average annual income tax rate expected for the full financial year applied to the profit before tax of the interim period. The Company’s consolidated effective tax rate in respect of continuing operations for the six-months ended June 30, 2015 was 0.57% in the consolidated financial statement and 0.57% in the separate financial statement (June 30, 2014: -1.16% in consolidated financial statement and -1.17% in the separate financial statement).

Income tax (expenses) revenue for the three-month period ended June 30, 2015 and 2014 are made up as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
Current Income tax:				
Income tax	-	-	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	(124)	27	(124)	27
Income tax (expense) revenue reported in the statements of comprehensive income	(124)	27	(124)	27

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Income tax (expenses) revenue for the six-month period ended June 30, 2015 and 2014 are made up as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
Current Income tax:				
Income tax	-	-	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	167	1,052	167	1,052
Income tax (expense) revenue reported in the statements of comprehensive income	167	1,052	167	1,052

22. EARNINGS (LOSS) PER SHARE

The calculation of basic earnings (loss) per share of the consolidated and separate financial statements for the three-month and six-month period ended June 30, 2015 and 2014 was based on the profit (loss) for the periods attributable to equity holders of the Company and weighted average number of ordinary shares (Basic) issued during for the three-month and six-month period ended June 30, 2015 and 2014.

Net Profit (loss) for the periods

	(Unit : Million Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
For the three month periods ended June 30,	26	(44)	26	(43)
For the six month periods ended June 30,	29	(90)	30	(89)

Weighted average number of ordinary shares (Basic)

	(Unit : Million shares)			
	Consolidated		Separate	
	2015	2014	2015	2014
Weighted average number of ordinary shares outstanding during the periods (Basic)	2,048	2,048	2,048	2,048

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23. DISCLOSURE OF SEGMENT BUSINESS OPERATION

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 one main reportable operating segment of the Company is engaged in mainly in manufacturing of packaging film and the several geographical regions area of their operations is Thailand, Asia, Europe, America and other. Details of financial information shown separately by geographical are as follows:-

For the three-month period ended June 30, 2015 and 2014

	(Unit : Million Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
Revenue from sales - Local	398	492	398	492
Revenue from sales - Foreign				
Asia	255	327	255	327
Europe	9	68	9	68
American	3	21	3	21
Other	53	55	53	55
Total	718	963	718	963

For the six-month period ended June 30, 2015 and 2014

	(Unit : Million Baht)			
	Consolidated		Separate	
	2015	2014	2015	2014
Revenue from sales - Local	867	1,032	867	1,032
Revenue from sales - Foreign				
Asia	469	713	469	713
Europe	20	156	20	156
American	16	36	16	36
Other	91	104	91	104
Total	1,463	2,041	1,463	2,041

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24. COMMITMENTS AND CONTINGENT LIABILITIES

As at June 30, 2015 in addition to the liabilities reflected in the statements of financial position, Thai Film Industries Public Company Limited still have of obligations and contingent liabilities as follows: -

- 24.1 Had outstanding bank guarantees issued on behalf of the Company and for which it is contingently liabilities to the Customs Department, Thailand Tobacco Monopoly, Metropolitan Electricity Authority and the Provincial Electricity Authority amounting to approximately Baht 13.38 million. The Company used fixed deposit as collateral for amount of Baht 2 million. (See note 8.)
- 24.2 Had unused letters of credit, liabilities under trust receipts and promissory notes in amount of approximately Baht 85.65 million.
- 24.3 The Company has export guaranteed entered into with a commercial bank to guarantee against the risk in receiving the payment of exporting goods for leave from the purchaser or the purchaser's bank overseas. The Company holds the right to the export guaranteed at Baht 47.76 million.
- 24.4 (1) On May 8, 2008 the Company was sued by a bank as the third defendant in the Civil Court under the contract pledging the shares of an associated company as collateral for totalling amount approximately to Baht 839.42 million which was consisted of principal amount of Baht 600 million and interest calculated upto the filing date totalling Baht 239.42 million. As the negotiation at the court on November 3, 2008 and on December 15, 2008 and on February 27, 2009 and on June 19, 2009 between the plaintiff and the defendants. And the settlement at court including the investigation filing case was held at the Court on June 26, 2009 and on August 18, 2009. On October 12, 2010 and December 3, 2010, the Court has asked for investigation witness of the plaintiff, four of the defendants' lawyers reported to the Court that the Plaintiff and the first defendant (An Associated Company) are in the negotiation process and have positive progress. The Court, therefore, approved to postpone the appointment at the Court to be held on March 14, 2011. On that day the court determined that both parties agreed to continue the negotiation process. However the negotiation process consumes time and involves to many parties and details. Therefore the Court agreed to temporarily suspend the filing until the conclusion of negotiation shall be made. (2) On September 30, 2009, the Company was sued by such bank as the third defendant in the Central Intellectual Property and International Trade Court case number black case file Kor Kor 202/2552 under the pledging the shares of an associated company (the first defendant) as for totalling amount approximately to Baht 902.30 million which was consisted of principal amount of Baht 600 million together with interest calculated upto the filing date (September 30, 2009) amount of Baht 302.30 million. The Company requested to extend the filing of testimony from February 1, 2010 to be March 2, 2010. And the settlement at court including the investigation filing case will be held at the court on March 8, 2010. Hence on March 8, 2010, the Company has filed a complaint request to the President of the Appeal Court to consider whether the case is a consumer case and the plaintiff's lawyer has filed an argument on such request. The Court acknowledged the request however the Court has no authority to judge the request and to reject the request. Therefore on April 27, 2010, the Court forwarded the request to the President of the Appeal Court for the judgement. Presently, the President of the Appeal Court made the judgment that the plaintiff's case was not a consumer case. Therefore the Central Intellectual Property and International Trade Court has authority to judge the case. On March 31, 2015, the Court set a new appointment date the company witnesses be on August 26 30 31, 2016 and (3) The Company has sued against the mentioned bank and an Asset

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Management Corporation in the Civil Court case number black case file 3210/2550 seeking the payment for alleged breach of the pledge of shares agreement of an associated company of Baht 369.60 million, including the request for releasing the pledged shares of the mentioned associated company totalling 60 million shares to the Company. As the fact that the Company sued against the bank, the Company pledged the shares as collateral for the period of 4 years and it was not a guarantor of loan. The loan repayment period was 10 years which the grace period for 3.5 years and the loan will be paid within 6.5 years. On September 16, 2008, the Civil Court passed judgement that the mentioned litigation case should be dismissed, the Company, therefore has appealed the Court’s decision on October 30, 2008. Subsequently, on September 25, 2012, the Appeals Court judged that the period of pledging shares in share agreement is ended as appeal. However the Appeal Court upholds the judgment of the Civil Court for the payment for breaching contract is to dismiss. Later, on November 21, 2012, the Company has already filed a petition against the ordered of Appeal Court which the Supreme Court has already filed. The issue of pledged shares to be finalized cause the defendant fails to file a petition. And lawyers are of the opinion that the defendant does not file a petition in the case above. Will be applied to the case of (1) and (2) above, the Company will not be responsible in the end. The Supreme Court will read the judge on August 19, 2015.

24.5 Presently, all 4 subsidiaries are have intended to obtain license for providing and sales electricity to Provincial Electricity Authority, therefore all 4 subsidiaries entered into memorandum agreements with the landlords who have ownership on land and allow the subsidiaries to use land. The subsidiaries intend to use such land to make feasibility study and wait the new policy from the government on making electricity from wind energy. The subsidiaries also have right to cancel such memorandum agreements in case that the feasibility study is not appropriate.

25. FINANCIAL INSTRUMENTS

Policy to manage financial risk

The Company possesses risk regarding to the change of market interest rate and in currency exchange rate and from nonperformance of contractual obligations by counter parties. The Company will consider using derivative instruments, as and when it considers appropriating to manager such risks. However, the Company does not hold any policy to hold or issue any financial instruments for speculation or for trading.

Risk on Interest Rate

Risk on interest rates is derived from the change of the market interest rate in the future, which will affect upon the Company operating results and cash flows, because the Company has deposits and loans from financial institutions however this financial assets and liabilities bear interest rates comparable to market interest rates. The Company believes that no material risk derived from interest rates.

Risk on Exchange Rate

Risks on exchange rates mainly involve with sales of goods and imports of raw material because of business transaction are foreign currencies. As at June 30, 2015 and December 31, 2014, the Company possessed material assets and liabilities in foreign currencies as follows:-

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		(Unit: Thousand)	
Foreign Currency		June 30, 2015	December 31, 2014
Assets	US Dollar	2,388	2,654
	EURO	-	20
	POUND	9	15,473
Liabilities	US Dollar	10,148	19,203
	EURO	-	1
	YEN	58	12,786

As at June 30, 2015 there was forward contracts sold amount of USD 3.01 million and forward contracts bought amount of USD 1.24 million and EUR 0.03 million.

As at December 31, 2014 there was forward contracts bought amount of USD 1.69 million.

Credit Risk

The Company has risk on credit regarding to trade accounts receivable which the counter party unaffordable or unwillingly follow the agreements. However the Company pursues conservative lending policy and the numbers of debtors are several, the Company does not anticipate any material damage from debt collections.

Fair Value

Since the most of the financial assets and liabilities are short-term and loans bearing interest rates closed to market rates, the Company management believes such book value of the financial assets and liabilities are presented in value not materially different from relevant fair value.

26. CAPITAL MANAGEMENT

The primary objectives of the Company’s and its subsidiaries’ capital management are to maintain their abilities to continue as a going concern and to maintain an appropriate capital structure.

As at June 30, 2015 and December 31, 2014, debt to equity ratio in the consolidated financial statement is 1.79: 1.00 and 1.83:1.00, respectively (the separate financial statements as at June 30, 2015 and December 31, 2014, debt to equity ratio is 1.76: 1 and 1.81:1, respectively).

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27. Thai Financial Reporting Standard (TFRS) that has been issued but is not yet effective

The Group has not adopted the revised TFRS that has been issued but is not yet effective. That revised TFRS that is applicable to the Group, which becomes effective for annual financial periods beginning on or after 1 January in the year indicated in the following table, is as follows:

TAS	Topic	Year effective
TFRS 4	Insurance Contracts	2016

The Group has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of that revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.

28. APPROVAL OF FINANCIAL STATEMENTS

Board of Directors of the Thai Film Industries Public Company Limited has approved these financial statements on August 13, 2015.