

TSFC Securities Public Company Limited  
Review report and interim financial statements  
For the three-month and nine-month periods ended  
30 September 2015

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

To the Shareholders of TSFC Securities Public Company Limited

I have reviewed the accompanying statement of financial position of TSFC Securities Public Company Limited as at 30 September 2015, the related statements of comprehensive income for the three-month and nine-month periods ended 30 September 2015, the statements of changes in owners' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of review**

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

### **Conclusion**

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



Sumana Punpongsanon  
Certified Public Accountant (Thailand) No. 5872

EY Office Limited

Bangkok: 23 November 2015

TSFC Securities Public Company Limited

Statement of financial position

As at 30 September 2015

(Unit: Thousand Baht)

	Note	30 September 2015 (Unaudited but reviewed)	31 December 2014 (Audited)
<b>Assets</b>			
Cash and cash equivalents	3	1,515	1,907
Deposits at financial institutions	4	-	-
Loans to financial institutions - net	5	297,000	89,100
Receivables from Clearing House	6	3,610	11,055
Securities business receivables - net	7	2,209,885	2,708,098
Investments - net	9	263,079	2,944
Equipment - net	10	1,701	2,666
Intangible assets - net	11	18,675	33,929
Receivables from sales of investments		1	1
Deferred tax assets	19	11,839	-
Other assets		6,310	5,539
<b>Total assets</b>		<b>2,813,615</b>	<b>2,855,239</b>

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

*Araya Yommana*

(Mrs. Araya Yommana)

Director



**TSFC**  
Securities Public Company Limited  
บริษัทหลักทรัพย์ เพื่อดูแลหลักทรัพย์ จำกัด (มหาชน)

*Yaowaluk Aramthaveethong*

(Miss Yaowaluk Aramthaveethong)

Director

**TSFC Securities Public Company Limited**  
**Statement of financial position (continued)**  
**As at 30 September 2015**

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 September 2015</u> (Unaudited but reviewed)	<u>31 December 2014</u> (Audited)
<b>Liabilities and owners' equity</b>			
<b>Liabilities</b>			
Borrowings from financial institutions	12	1,087,974	1,158,025
Payables to Clearing House	13	17,828	12,351
Securities business payables	14	25,090	25,185
Provisions for long-term employee benefits		12,495	12,065
Deferred tax liabilities	19	-	1
Other liabilities		13,354	14,160
<b>Total liabilities</b>		<b>1,156,741</b>	<b>1,221,787</b>
<b>Owners' equity</b>			
Share capital	15		
Registered			
154,912,584 ordinary shares of Baht 10 each		1,549,126	1,549,126
Issued and paid-up			
154,912,584 ordinary shares of Baht 10 each		1,549,126	1,549,126
Retained earnings			
Appropriated			
Statutory reserve		12,780	12,780
Unappropriated		94,923	71,542
Other components of owners' equity	9.2	45	4
<b>Total owners' equity</b>		<b>1,656,874</b>	<b>1,633,452</b>
<b>Total liabilities and owners' equity</b>		<b>2,813,615</b>	<b>2,855,239</b>

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

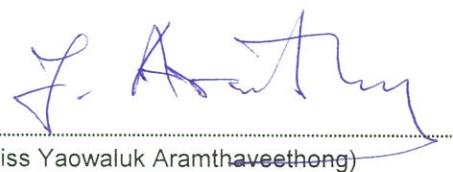


(Mrs. Araya Yommana)

Director



**TSFC**  
**Securities Public Company Limited**  
 บริษัทหลักทรัพย์ ทีเอสเอฟ จำกัด (มหาชน)



(Miss Yaowaluk Aramthaveethong)

Director

(Unaudited but reviewed)

TSFC Securities Public Company Limited  
Statement of comprehensive income  
For the three-month period ended 30 September 2015

		(Unit: Thousand Baht)	
	Note	2015	2014
<b>Revenues</b>			
Fees and services income	17	82	119
Gain on securities	9.3	60	9
Interest and dividend		2,645	1,122
Interest on margin loans		50,840	61,031
<b>Total revenues</b>		<u>53,627</u>	<u>62,281</u>
<b>Expenses</b>			
Finance costs		13,196	18,599
Fees and services expenses		370	516
Operating expenses			
Personnel expenses		12,996	13,349
Premises and equipment expenses		4,455	4,941
Directors' remuneration		724	619
Tax expenses		1,700	2,047
Other expenses		8,308	8,154
Bad debt and doubtful accounts (reversal)		357	(1,446)
<b>Total expenses</b>		<u>42,106</u>	<u>46,779</u>
<b>Profit before income tax expenses</b>		<u>11,521</u>	<u>15,502</u>
Income tax expenses	19	(2,317)	-
<b>Profit for the period</b>		<u>9,204</u>	<u>15,502</u>
<b>Other comprehensive income</b>			
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>			
Gain on re-measuring available-for-sale investments		64	6
Less: Income tax effect	19	(12)	(1)
<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax</b>		<u>52</u>	<u>5</u>
<b>Other comprehensive income for the period</b>		<u>52</u>	<u>5</u>
<b>Total comprehensive income for the period</b>		<u>9,256</u>	<u>15,507</u>

		(Unit: Baht)	
<b>Basic earnings per share</b>	20		
Profit for the period		<u>0.06</u>	<u>0.11</u>

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

  
(Mrs. Araya Yommana)  
Director



  
(Miss Yaowaluk Aramthaveethong)  
Director

(Unaudited but reviewed)

TSFC Securities Public Company Limited  
Statement of comprehensive income  
For the nine-month period ended 30 September 2015

	Note	2015	2014
(Unit: Thousand Baht)			
<b>Revenues</b>			
Fees and services income	17	365	164
Gain on securities	9.3	60	1,212
Interest and dividend		5,684	3,707
Interest on margin loans		167,612	171,691
Other income		-	1
<b>Total revenues</b>		<u>173,721</u>	<u>176,775</u>
<b>Expenses</b>			
Finance costs		40,839	67,682
Fees and services expenses		1,135	1,329
Operating expenses			
Personnel expenses		40,834	41,018
Premises and equipment expenses		13,313	14,774
Directors' remuneration		2,064	1,816
Tax expenses		5,635	5,722
Other expenses		22,365	22,199
Bad debt and doubtful accounts (reversal)	8	2,098	(1,487)
<b>Total expenses</b>		<u>128,283</u>	<u>153,053</u>
<b>Profit before income tax</b>		<u>45,438</u>	<u>23,722</u>
Tax income	19	2,764	-
<b>Profit for the period</b>		<u>48,202</u>	<u>23,722</u>
<b>Other comprehensive income</b>			
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>			
Gain (loss) on re-measuring available-for-sale investments	9.2	51	(333)
Less: Income tax effect	9.2, 19	(10)	67
<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax</b>		<u>41</u>	<u>(266)</u>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>			
Actuarial losses		(1,980)	-
Less: Income tax effect	19	396	-
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax</b>		<u>(1,584)</u>	<u>-</u>
<b>Other comprehensive income for the period</b>		<u>(1,543)</u>	<u>(266)</u>
<b>Total comprehensive income for the period</b>		<u>46,659</u>	<u>23,456</u>
(Unit: Baht)			
<b>Basic earnings per share</b>	20		
Profit for the period		<u>0.31</u>	<u>0.21</u>

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



(Mrs. Araya Yommana)

Director





(Miss Yaowaluk Aramthaveethong)

Director

(Unaudited but reviewed)

TSCFC Securities Public Company Limited  
Statement of changes in owners' equity

For the nine-month period ended 30 September 2015

	Note	Issued and paid-up share capital	Retained earnings		available-for-sale investments	Total owners' equity	Other components of owner's equity Surplus (deficit) on changes in value of
			Appropriated	Unappropriated			
<b>Balance as at 31 December 2013</b>		1,016,740	9,499	140,676	284	1,167,199	
Profit for the period		-	-	23,722	-	23,722	
Other comprehensive income for the period		-	-	-	(266)	(266)	
Total comprehensive income for the period		-	-	23,722	(266)	23,456	
Increase share capital	15	532,386	-	-	-	532,386	
Appropriated to statutory reserve		-	1,236	(1,236)	-	-	
Dividend paid	16	-	-	(106,758)	-	(106,758)	
<b>Balance as at 30 September 2014</b>		1,549,126	10,735	56,404	18	1,616,283	
<b>Balance as at 31 December 2014</b>		1,549,126	12,780	71,542	4	1,633,452	
Profit for the period		-	-	48,202	-	48,202	
Other comprehensive income for the period		-	-	(1,584)	41	(1,543)	
Total comprehensive income for the period		-	-	46,618	41	46,659	
Dividend paid	16	-	-	(23,237)	-	(23,237)	
<b>Balance as at 30 September 2015</b>		1,549,126	12,780	94,923	45	1,656,874	

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

(Unaudited but reviewed)

TSFC Securities Public Company Limited

Statement of cash flows

For the nine-month period ended 30 September 2015

	(Unit: Thousand Baht)	
	<u>2015</u>	<u>2014</u>
<b>Cash flows from operating activities</b>		
Profit before tax	45,438	23,722
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	16,228	16,873
Bad debts and doubtful accounts (reversal)	2,098	(1,487)
Amortisation of discount on investments in bonds and debentures	(449)	(1,830)
Amortisation of premium on investment in bonds and debentures	39	-
Gain on trading in securities	(60)	(1,212)
Interest and dividend income	(173,296)	(175,398)
Finance costs	40,839	67,682
Reserve for employee benefits	2,110	1,656
Loss from operating activities before changes in operating assets and liabilities	(67,053)	(69,994)
(Increase) decrease in operating assets		
Lendings to financial institutions	(209,986)	1
Receivables from Clearing House	7,445	36,689
Securities business receivables	498,257	(214,364)
Short-term investments	(92,630)	50,998
Other assets	(906)	(762)
Increase (decrease) in operating liabilities		
Borrowings from financial institutions	(70,051)	(419,769)
Payables to Clearing House	5,477	2,805
Securities business payables	(95)	21,702
Provisions for long-term employee benefits	(3,660)	(916)
Accrued expenses	(1,530)	35
Other liabilities	(1,183)	(1,157)
Net cash flows from (used in) operating activities	64,085	(594,732)
Cash received from interest income	172,842	172,964
Cash paid for interest expenses	(40,839)	(69,250)
Cash paid for corporate income tax	(5,766)	-
<b>Net cash flows from (used in) operating activities</b>	<u>190,322</u>	<u>(491,018)</u>

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



(Unaudited but reviewed)

**TSFC Securities Public Company Limited**  
**Statement of cash flows (continued)**  
**For the nine-month period ended 30 September 2015**

	(Unit: Thousand Baht)	
	<u>2015</u>	<u>2014</u>
<b>Cash flows from investing activities</b>		
Payments to acquire available-for-sale securities	(731,000)	(789,000)
Proceeds on disposal of available-for-sale securities	564,017	850,598
Cash received from dividends	-	1
Cash received from interest on investments	531	2,129
Payments to acquire equipments	(9)	(1,617)
Payments to acquire intangible assets	(1,016)	(108)
<b>Net cash flows from (used in) investing activities</b>	<u>(167,477)</u>	<u>62,003</u>
<b>Cash flows from financing activities</b>		
Proceeds from increase in share capital	-	532,386
Dividends paid	(23,237)	(106,758)
<b>Net cash flows from (used in) financing activities</b>	<u>(23,237)</u>	<u>425,628</u>
<b>Net decrease in cash and cash equivalents</b>	(392)	(3,387)
Cash and cash equivalents at beginning of period	1,907	4,623
<b>Cash and cash equivalents at end of period (Note 3)</b>	<u><u>1,515</u></u>	<u><u>1,236</u></u>
<b>Supplemental cash flows information</b>		
Non-cash items		
Payable from acquire intangible assets	4,955	1,017

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

**TSFC Securities Public Company Limited**

**Notes to interim financial statements**

**For the three-month and nine-month periods ended 30 September 2015**

**1. General information**

**1.1 Corporate information**

TSFC Securities Public Company Limited (hereinafter referred to as "the Company") is a public company incorporated and domiciled in Thailand. The Company is principally engaged in securities business and has two business licenses to engage in granting credits to securities business and securities borrowing and lending business. Its registered address is located at 898 Ploenchit Tower, 10th Floor, Ploenchit Road, Lumpini, Patumwan, Bangkok.

**1.2 Basis for the preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2014) "*Interim Financial Reporting*", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in owners' equity and cash flows in the same format as that used for the annual financial statements which has been made in compliance with the stipulations of the Notification of the Office of the Securities and Exchange Commission relating to the format of the financial statements of securities companies No. Sor Thor/Khor/Nor. 53/2553 dated 15 December 2010.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

### 1.3 New financial reporting standards

#### (a) Financial reporting standard that became effective in the current period

The Company has adopted the revised (revised 2014) and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2015. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements. However, some of these standards involve changes to key principles, which are summarised below:

#### **TAS 19 (revised 2014) Employee Benefits**

This revised standard requires that the entity recognise actuarial gains and losses immediately in other comprehensive income while the former standard allowed the entity to recognise such gains and losses immediately in either profit or loss or other comprehensive income, or to recognise them gradually in profit or loss.

The Company has changed the recognition of actuarial gains and losses in the current period from an immediate recognition in profit or loss to an immediate recognition in other comprehensive income. However, this standard does not have any significant impact on the Company's financial statements.

#### **TFRS 13 Fair Value Measurement**

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurement. Entities are to apply the guidance under this standard if they are required by other financial reporting standards to measure their assets or liabilities at fair value. The effects of the adoption of this standard are to be recognised prospectively.

This standard does not have any significant impact on the Company's financial statements.

**(b) Financial reporting standard issued during the period and not yet effective**

During the period, the Federation of Accounting Professions issued a number of the revised financial reporting standards (revised 2015) which is effective for fiscal years beginning on or after 1 January 2016. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards. The Company's management believes that the revised financial reporting standards will not have any significant impact on the financial statements when it is initially applied.

**2. Significant accounting policies**

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2014, except for the changes in accounting policies as a result of the adoption of new and revised standards, as discussed in Note 1.3.

**3. Cash and cash equivalents**

	(Unit: Thousand Baht)	
	30 September 2015	31 December 2014
Cash	50	50
Saving and current deposits	24,807	75,698
Less: Deposits for customers' account	(23,342)	(73,841)
Total cash and cash equivalents	<u>1,515</u>	<u>1,907</u>

**4. Deposits at financial institutions**

	(Unit: Thousand Baht)	
	30 September 2015	31 December 2014
Fixed deposits with maturity over 3 months but less than 1 year	70,000	80,000
Less: Deposits for customers' account	(70,000)	(80,000)
Total deposits at financial institutions	<u>-</u>	<u>-</u>

**5. Loans to financial institutions**

	(Unit: Thousand Baht)	
	30 September 2015	31 December 2014
At call	412,404	202,418
Less: Allowance for doubtful accounts	(115,404)	(113,318)
Total loans to financial institutions - net	<u>297,000</u>	<u>89,100</u>

As at 30 September 2015, the Company had discontinued recognising income from 4 debtors of approximately Baht 112.4 million (31 December 2014: Baht 112.4 million). These comprise of transactions with problem financial institutions which were ordered to discontinue their operations by Ministry of Finance on 8 December 1997.

## 6. Receivables from Clearing House

	(Unit: Thousand Baht)	
	30 September 2015	31 December 2014
Receivables from Clearing House	3,610	11,055
Total receivables from Clearing House	<u>3,610</u>	<u>11,055</u>

## 7. Securities business receivables

	(Unit: Thousand Baht)	
	30 September 2015	31 December 2014
Customers' accounts - credit balance	2,210,055	2,708,312
Other receivables	301,674	301,805
Total	2,511,729	3,010,117
Add: Accrued interest receivables	138	82
Less: Allowance for doubtful accounts	(301,982)	(302,101)
Net securities business receivables	<u>2,209,885</u>	<u>2,708,098</u>

7.1 As at 30 September 2015, the Company had discontinued recognising income from loans and receivables with total outstanding balances of approximately Baht 301.7 million (31 December 2014: Baht 301.8 million).

7.2 As at 30 September 2015 and 31 December 2014, the Company has classified securities business receivables according to a Notification set out by the Office of the Securities and Exchange Commission. The Company classified loans, securities business receivables are as follows:

	30 September 2015				31 December 2014			
	Number	Loans, securities business receivables and accrued interest	Allowance for doubtful accounts set up by the Company	Net loans, securities business receivables after allowance for doubtful accounts	Number	Loans, securities business receivables and accrued interest	Allowance for doubtful accounts set up by the Company	Net loans, securities business receivables after allowance for doubtful accounts
Normal debt	249	2,210.2	(0.3)	2,209.9	276	2,708.4	(0.3)	2,708.1
Doubtful debt	8	301.7	(301.7)	-	9	301.8	(301.8)	-
Total	<u>257</u>	<u>2,511.9</u>	<u>(302.0)</u>	<u>2,209.9</u>	<u>285</u>	<u>3,010.2</u>	<u>(302.1)</u>	<u>2,708.1</u>

(Unit: Million Baht)

(Unaudited but reviewed)

**8. Allowance for doubtful accounts**

(Unit: Thousand Baht)

	30 September 2015	31 December 2014
Balance - beginning of the period/year	415,419	419,707
Provision for doubtful accounts (reversal)	2,112	(734)
Bad debt recoverable	(14)	(1)
Bad debt write-off	(131)	(3,553)
Balance - end of the period/year	<u>417,386</u>	<u>415,419</u>

**9. Investments in securities**

(Unit: Thousand Baht)

	30 September 2015		31 December 2014	
	Cost/ Amortisation cost	Fair value	Cost/ Amortisation cost	Fair value
Available-for-sale securities				
Debt securities				
Government and state enterprises bond	104,601	104,589	19,976	19,976
Less: Allowance for revaluation of securities	(12)	-	-	-
Government securities for customers accounts	<u>(8,628)</u>	<u>(8,628)</u>	<u>(17,047)</u>	<u>(17,047)</u>
Total debt securities - net	<u>95,961</u>	<u>95,961</u>	<u>2,929</u>	<u>2,929</u>
Unit trusts				
Money market fund	167,040	167,104	-	-
Equity fund	10	14	10	15
Add: Allowance for revaluation of securities	68	-	5	-
Total unit trusts - net	<u>167,118</u>	<u>167,118</u>	<u>15</u>	<u>15</u>
Total available-for-sale securities - net	<u>263,079</u>	<u>263,079</u>	<u>2,944</u>	<u>2,944</u>

**9.1 Investments in debt securities classify by the remaining contracts**

(Unit: Thousand Baht)

	30 September 2015				31 December 2014			
	Not over 1 year	1-5 years	Over 5 years	Total	Not over 1 year	1-5 years	Over 5 years	Total
Available-for-sale								
debt securities	104,589	-	-	104,589	19,976	-	-	19,976
Total	<u>104,589</u>	<u>-</u>	<u>-</u>	<u>104,589</u>	<u>19,976</u>	<u>-</u>	<u>-</u>	<u>19,976</u>

(Unaudited but reviewed)

9.2 Surplus (deficit) on changes in value of available-for-sale investments

(Unit: Thousand Baht)

	For the nine-month period ended 30 September 2015	For the year ended 31 December 2014
Balance - beginning of the period/year (net of income tax)	4	284
Changes during the period/year		
- from revaluation (before net of income tax)	51	(27)
- from sales of securities (before net of income tax)	-	(323)
- income tax	(10)	70
Balance - end of the period/year	<u>45</u>	<u>4</u>

9.3 Gain on securities

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2015	2014	2015	2014
Gain on trading in available- for-sale securities	60	9	60	1,212
Total	<u>60</u>	<u>9</u>	<u>60</u>	<u>1,212</u>

10. Equipment

Movements of the equipment account during the nine-month period ended 30 September 2015 are summarised below:

(Unit: Thousand Baht)

	Total
<b>Cost</b>	
31 December 2014	61,811
Purchases	9
Write-off	(10,176)
30 September 2015	<u>51,644</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	<u>Total</u>
<b>Accumulated depreciation</b>	
31 December 2014	59,145
Depreciation for the period	974
Write-off	<u>(10,176)</u>
30 September 2015	<u>49,943</u>
<b>Net book value</b>	
31 December 2014	<u>2,666</u>
30 September 2015	<u>1,701</u>

As at 30 September 2015, certain fixed assets items have been fully depreciated but are still in use. The original cost, before deducting accumulated depreciation, of those assets amounted to Baht 48.6 million (31 December 2014: Baht 54.8 million).

## 11. Intangible assets

(Unit: Thousand Baht)

	<u>Total</u>
Net book value as at 1 January 2015	33,929
Amortisation for the period	<u>(15,254)</u>
Net book value as at 30 September 2015	<u>18,675</u>

Part of the above intangible assets comprises development costs of the Securities Borrowing and Lending (SBL) program, amounting to Baht 4.2 million (31 December 2014: Baht 16.0 million).

## 12. Borrowings

(Unit: Thousand Baht)

	30 September 2015			31 December 2014			
	Interest rate (% per annum)	Due period		Interest rate (% per annum)	Due period		
		Not over 1 year	1-5 years		Not over 1 year	1-5 years	Total
Promissory notes	4.95	850,000	-	3.75 - 4.95	969,000	-	969,000
Bills of exchange	2.75 - 3.00	237,974	-	3.25 - 4.25	189,025	-	189,025
Borrowing from financial institutions		<u>1,087,974</u>	<u>-</u>		<u>1,158,025</u>	<u>-</u>	<u>1,158,025</u>



The loan agreements contain covenants that, among other things, require the Company to maintain net capital ratios in the agreements.

### 13. Payables to Clearing House

(Unit: Thousand Baht)

	30 September 2015	31 December 2014
Payables to Clearing House	17,828	12,351
Total payables to Clearing House	<u>17,828</u>	<u>12,351</u>

### 14. Securities business payables

(Unit: Thousand Baht)

	30 September 2015	31 December 2014
Payables from trading investments with cash	25,090	25,184
Collateral payables	-	1
Total securities business payables	<u>25,090</u>	<u>25,185</u>

### 15. Share capital

On 21 April 2014, the Annual General Meeting of the Company's shareholders for the year 2014 passed resolutions approving the reduction of its registered share capital from Baht 1,300,000,500 (130,000,050 ordinary share of Baht 10 each) to Baht 1,016,739,840 (101,673,984 ordinary shares of Baht 10 each) by canceling 28,326,066 unissued ordinary shares with a par value of Baht 10 each. The Company registered the decrease in its capital with the Ministry of Commerce on 2 May 2014.

The Annual General Meeting of the Company's shareholders also approved the increase of the Company's registered and issued capital by Baht 1,016,739,840, to Baht 1,549,125,840, through the issued of an additional 53,238,600 shares with a par value of Baht 10 each to be allocated to support offers of shares to existing shareholders by means of private placements, at a price of Baht 10 per share. The Company registered the increase in its registered share capital with the Ministry of Commerce on 6 May 2014.

During 21-22 July 2014, the Company received payment for the additional ordinary shares amounting to Baht 532,386,000 and registered the increase in its registered and issued share capital with the Ministry of Commerce on 25 July 2014 to be Baht 1,549,125,840.

Reconciliation of number of ordinary shares

	(Unit: Shares)	
	For the nine-month period ended 30 September 2015	For the year ended 31 December 2014
<u>Registered ordinary shares</u>		
Number of ordinary shares at the beginning of the period/year	154,912,584	130,000,050
Decrease in registered share capital	-	(28,326,066)
Increase in registered share capital	-	53,238,600
Number of ordinary shares at the end of the period/year	<u>154,912,584</u>	<u>154,912,584</u>
<u>Issued and paid-up ordinary shares</u>		
Number of ordinary shares at the beginning of the period/year	154,912,584	101,673,984
Increase in paid-up share capital	-	53,238,600
Number of ordinary shares at the end of the period/year	<u>154,912,584</u>	<u>154,912,584</u>

**16. Dividends**

Dividend	Approved by	Total dividend (Thousand Baht)	Dividend per share (Baht)
Dividend from profit for the year 2013 and part of retained earnings	Annual General Meeting of the shareholders on 21 April 2014	106,758	1.05
Total		<u>106,758</u>	<u>1.05</u>
Dividend from profit for the year 2014	Annual General Meeting of the shareholders on 2 April 2015	23,237	0.15
Total		<u>23,237</u>	<u>0.15</u>

**17. Fee and services income**

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2015	2014	2015	2014
	Front end fee income	81	92	344
Other fee and service income	1	27	21	46
<b>Total</b>	<b>82</b>	<b>119</b>	<b>365</b>	<b>164</b>

**18. Directors and management's benefits**

During the periods, the Company had salaries, bonuses, meeting allowances, gratuities of their directors and management and employee benefits were as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2015	2014	2015	2014
	Management expenses			
- Short-term benefits	5,231	5,827	16,381	18,504
- Retirement benefits	825	773	2,535	2,519
<b>Total</b>	<b>6,056</b>	<b>6,600</b>	<b>18,916</b>	<b>21,023</b>

**19. Income tax**

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and nine-month periods ended 30 September 2015 and 2014 are made up as follows:

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2015	2014	2015	2014
<b>Current income tax:</b>				
Interim corporate income tax charge	2,927	-	8,690	-
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	(610)	-	(11,454)	-
<b>Income tax expenses (tax income) reported in the statements of comprehensive income</b>	<u>2,317</u>	<u>-</u>	<u>(2,764)</u>	<u>-</u>

The amounts of income tax relating to each component of other comprehensive income for the three-month and nine-month periods ended 30 September 2015 and 2014 are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2015	2014	2015	2014
Deferred tax relating to				
Loss (gain) on change in value of available-for-sale investments	(12)	(1)	(10)	67
Actuarial loss	-	-	396	-
	<u>(12)</u>	<u>(1)</u>	<u>386</u>	<u>67</u>

The components of deferred tax assets and deferred tax liabilities are as follows:

(Unit: Thousand Baht)

	30 September	31 December
	2015	2014
<b>Deferred tax assets</b>		
Accumulated amortisation - Computer software	9,350	-
Provision for long-term employee benefits	2,499	-
<b>Total</b>	<u>11,849</u>	<u>-</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	30 September 2015	31 December 2014
<b>Deferred tax liabilities</b>		
Unrealised gain from revaluation of available-for-sale investments	10	1
Total	10	1
Deferred tax assets - net	11,839	-
Deferred tax liabilities - net	-	1

## 20. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2015	2014	2015	2014
Profit for the period (Thousand Baht)	9,204	15,502	48,202	23,722
Weighted average number of ordinary shares (Thousand shares)	154,913	142,927	154,913	115,576
Earnings per share (Baht/share)	0.06	0.11	0.31	0.21

## 21. Commitments

### 21.1 Capital commitments

As at 30 September 2015, the Company had capital commitments of approximately Baht 0.7 million (31 December 2014: Baht 0.8 million) relating to systems development and maintenance.

### 21.2 Operating lease commitments

The Company had entered into several lease agreements in respect of the lease of area in the building, equipments and vehicles. The terms of the agreements are generally between 1 year and 3 years

Future minimum lease payments required under operating leases contracts were as follows:

	(Unit: Million Baht)	
	30 September 2015	31 December 2014
Payable:		
In up to 1 year	11.4	11.8
In over 1 and up to 3 years	25.2	0.1

## 22. Segment information

The Company is principally engaged in the granting credits to securities business. Its operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment and geographical area.

## 23. Fair value of financial instruments

The Company use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

### Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company endeavor to use relevant observable inputs as much as possible. TFRS 13 *Fair Value Measurement* establishes a fair value hierarchy categorising such inputs into three levels as follows:

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As of 30 September 2015, the Company had the following assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets measured at fair value</b>				
Available-for-sale investments				
Debt instruments	-	95,961	-	95,961
Unit trusts	-	167,118	-	167,118

Valuation techniques and inputs to Level 2 valuations

- a) For debts securities, their fair value is generally derived from quoted market prices or determined by using the yield curve as announced by the Thai Bond Market Association or by other relevant bodies.
- b) The fair value of unit trusts is determined from the net assets value (NAV) published by the mutual fund management companies acting as the fund managers.

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

**24. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's Board of Directors on 23 November 2015.