

NCL International Logistics Public Company Limited
and its subsidiaries
Review report and consolidated interim financial statements
For the three-month and six-month periods ended 30 June 2017

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of NCL International Logistics Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of NCL International Logistics Public Company Limited and its subsidiaries as at 30 June 2017, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2017, and the consolidated statements of changes in shareholders' equity, and cash flows for the six-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate interim financial information of NCL International Logistics Public Company Limited for the same periods. 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*.

Emphasis of Matter

Without expressing a qualified conclusion on the aforementioned interim financial information, I draw attention to Note 3 to financial statements regarding the adjustment made to the Company's prior year financial statements in relating to the presentation of cash and cash equivalent and restricted bank deposits account as at 31 December 2016. The Company has restated in the statement of financial position as at 31 December 2016, presented herein as comparative information, to reflect the adjustments made.

Other Matter

The consolidated statement of financial position of NCL International Logistics Public Company Limited and its subsidiaries and the separate statement of financial position of NCL International Logistics Public Company Limited as at 31 December 2016 (before restatement), presented as comparative information, were audited by another auditor who expressed an unqualified opinion on those statements, under her report dated 24 February 2017. The consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2016, and the consolidated statements of changes in shareholders' equity, and cash flows for the six-month period then ended of NCL International Logistics Public Company Limited and its subsidiaries and the separate financial statements of NCL International Logistics Public Company Limited, presented herein as comparative information, formed an integral part of the interim financial information which was reviewed by the aforementioned auditor who reported, under her report dated 15 August 2016, that nothing had come to her attention that caused her to believe that the interim financial information was 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: 10 August 2017

NCL International Logistics Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 June 2017	31 December 2016	30 June 2017	31 December 2016
		(Unaudited but reviewed)	(Audited) (Restated)	(Unaudited but reviewed)	(Audited) (Restated)
Assets					
Current assets					
Cash and cash equivalents		27,852	78,327	16,302	51,243
Trade and other receivables - related parties	4, 5	6,914	5,286	3,943	7,094
Trade and other receivables - other parties	6	131,016	126,945	99,120	105,690
Short-term loans to related parties	4	18,000	-	34,158	19,837
Withholding tax deducted at source		14,238	1,326	14,238	-
Other current assets		3,723	5,102	2,788	4,023
Total current assets		201,743	216,986	170,549	187,887
Non-current assets					
Restricted bank deposits	7	84,411	75,055	75,699	75,055
Investment in associate	8	15,884	7,593	17,778	8,000
Investment in subsidiaries	9	-	-	34,802	27,411
Investment in joint venture	10	105,211	112,718	127,150	127,150
Investment properties	11	75,769	76,426	75,769	76,426
Property, plant and equipment	12	29,695	28,764	23,221	24,448
Intangible assets	13	2,631	2,464	540	679
Prepaid rental		926	991	926	991
Withholding tax deducted at source		9,311	18,874	7,438	18,874
Deferred tax assets	18	2,336	1,945	2,316	1,945
Other non-current assets		2,776	3,167	2,776	2,776
Total non-current assets		328,950	327,997	368,415	363,755
Total assets		530,693	544,983	538,964	551,642

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

NCL International Logistics Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2017	31 December 2016	30 June 2017	31 December 2016
		(Unaudited but reviewed)	(Audited) (Restated)	(Unaudited but reviewed)	(Audited) (Restated)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	14	200,196	205,762	200,196	205,762
Trade and other payables - related parties	4	3,901	3,955	2,480	3,714
Trade and other payables - other parties	15	76,444	75,683	53,318	57,937
Current portion of liabilities under finance lease agreements		46	7	-	7
Current portion of long-term loan from bank	16	9,800	9,600	9,800	9,600
Other current liabilities		5,081	4,856	4,025	4,386
Total current liabilities		295,468	299,863	269,819	281,406
Non-current liabilities					
Liabilities under finance lease agreements					
- net of current portion		194	-	-	-
Long-term loan from bank - net of current portion	16	9,000	14,000	9,000	14,000
Provision for long-term employee benefits	17	6,389	5,190	6,005	5,190
Other non-current liabilities		1,163	1,359	1,163	1,359
Total non-current liabilities		16,746	20,549	16,168	20,549
Total liabilities		312,214	320,412	285,987	301,955
Shareholders' equity					
Share capital	19				
Registered					
560,000,000 ordinary shares of Baht 0.25 each		140,000	140,000	140,000	140,000
Issued and paid-up					
420,000,000 ordinary shares of Baht 0.25 each		105,000	105,000	105,000	105,000
Share premium		127,933	127,933	127,933	127,933
Retained earnings					
Appropriated - statutory reserve		10,500	10,500	10,500	10,500
Unappropriated (deficit)		(22,909)	(16,867)	9,544	6,254
Other components of shareholders' equity		(486)	(239)	-	-
Equity attributable to owners of the Company		220,038	226,327	252,977	249,687
Non-controlling interests of the subsidiaries		(1,559)	(1,756)	-	-
Total shareholders' equity		218,479	224,571	252,977	249,687
Total liabilities and shareholders' equity		530,693	544,983	538,964	551,642
		-	-	-	-

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

(Ms. Netirad Sang-ngam)

Director

(Mr. Wantaenan Techamorakot)

Director

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Service income	4	236,697	246,211	184,077	252,558
Other income	4	1,817	16,035	2,062	15,880
Total revenues		238,514	262,246	186,139	268,438
Expenses					
Cost of services	4	190,483	211,427	148,268	219,829
Selling expenses		11,802	9,015	7,837	7,880
Administrative expenses	4	28,718	30,067	21,921	24,506
Total expenses		231,003	250,509	178,026	252,215
Profit before share of loss from investments in associate and joint venture, finance cost and income tax expenses					
		7,511	11,737	8,113	16,223
Share of loss from investments in associate and joint venture	8, 10	(4,668)	(5,820)	-	-
Profit before finance cost and income tax expenses					
		2,843	5,917	8,113	16,223
Finance cost		(2,014)	(2,840)	(2,011)	(2,840)
Profit before income tax expenses					
		829	3,077	6,102	13,383
Income tax income (expenses)	18	(1,869)	3,605	(1,607)	3,749
Profit (loss) for the period		(1,040)	6,682	4,495	17,132
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		(588)	(874)	-	-
Other comprehensive income for the period		(588)	(874)	-	-
Total comprehensive income for the period		(1,628)	5,808	4,495	17,132

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 30 June 2017

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		2017	2016	2017	2016
Profit (loss) attributable to:					
Equity holders of the Company		(1,158)	8,384	<u>4,495</u>	<u>17,132</u>
Non-controlling interest of the subsidiaries		<u>118</u>	<u>(1,702)</u>		
		<u>(1,040)</u>	<u>6,682</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		(1,746)	7,510	<u>4,495</u>	<u>17,132</u>
Non-controlling interest of the subsidiaries		<u>118</u>	<u>(1,702)</u>		
		<u>(1,628)</u>	<u>5,808</u>		
(Unit: Baht)					
Earnings (loss) per shares					
	21				
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		<u>(0.003)</u>	<u>0.020</u>	<u>0.011</u>	<u>0.041</u>

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Service income	4	452,424	496,191	351,003	479,233
Other income	4	3,555	20,801	3,977	20,830
Total revenues		455,979	516,992	354,980	500,063
Expenses					
Cost of services	4	362,880	420,312	282,043	409,626
Selling expenses		20,534	18,197	16,570	16,635
Administrative expenses	4	63,729	62,937	47,655	54,180
Total expenses		447,143	501,446	346,268	480,441
Profit before share of loss from investments in associate and joint venture, finance cost and income tax expenses					
		8,836	15,546	8,712	19,622
Share of loss from investments in associate and joint venture	8, 10	(8,994)	(7,899)	-	-
Profit (loss) before finance cost and income tax expenses					
		(158)	7,647	8,712	19,622
Finance cost		(3,908)	(5,216)	(3,905)	(5,216)
Profit (loss) before income tax expenses					
		(4,066)	2,431	4,807	14,406
Income tax income (expenses)	18	(1,779)	3,219	(1,517)	3,363
Profit (loss) for the period					
		(5,845)	5,650	3,290	17,769
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		(247)	(51)	-	-
Other comprehensive income for the period					
		(247)	(51)	-	-
Total comprehensive income for the period					
		(6,092)	5,599	3,290	17,769

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the six-month period ended 30 June 2017

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		2017	2016	2017	2016
Profit (loss) attributable to:					
Equity holders of the Company		(6,042)	7,343	<u>3,290</u>	<u>17,769</u>
Non-controlling interest of the subsidiaries		<u>197</u>	<u>(1,693)</u>		
		<u>(5,845)</u>	<u>5,650</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		(6,289)	7,292	<u>3,290</u>	<u>17,769</u>
Non-controlling interest of the subsidiaries		<u>197</u>	<u>(1,693)</u>		
		<u>(6,092)</u>	<u>5,599</u>		

(Unit: Baht)

Earnings (loss) per shares	21				
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		<u>(0.014)</u>	<u>0.017</u>	<u>0.008</u>	<u>0.042</u>

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2017

(Unit: Thousand Baht)

	Consolidated financial statements							
	Issued and paid-up		Retained earnings		Other components of equity	Total equity	Equity attributable to	Total
	share capital	Share premium	Appropriated	Unappropriated	Other comprehensive income	attributable to owners	non-controlling interest	shareholders'
					Exchange differences on translation of financial statements in foreign currency	of the Company	of the subsidiaries	equity
Balance as at 1 January 2016	105,000	190,923	10,500	(71,678)	756	235,501	-	235,501
Profit (loss) for the period	-	-	-	7,343	-	7,343	(1,693)	5,650
Other comprehensive income for the period	-	-	-	-	(51)	(51)	-	(51)
Total comprehensive income for the period	-	-	-	7,343	(51)	7,292	(1,693)	5,599
Increase in subsidiary's share capital	-	-	-	-	-	-	4,000	4,000
Transfer legal reserve and premium on share capital to offset the deficit	-	(62,990)	(10,500)	73,490	-	-	-	-
Balance as at 30 June 2016	105,000	127,933	-	9,155	705	242,793	2,307	245,100
Balance as at 1 January 2017	105,000	127,933	10,500	(16,867)	(239)	226,327	(1,756)	224,571
Profit (loss) for the period	-	-	-	(6,042)	-	(6,042)	197	(5,845)
Other comprehensive income for the period	-	-	-	-	(247)	(247)	-	(247)
Total comprehensive income for the period	-	-	-	(6,042)	(247)	(6,289)	197	(6,092)
Balance as at 30 June 2017	105,000	127,933	10,500	(22,909)	(486)	220,038	(1,559)	218,479

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2017

(Unit: Thousand Baht)

Separate financial statements

	Issued and paid-up share capital	Share premium	Retained earnings		Total shareholders' equity
			Appropriated	Unappropriated	
Balance as at 1 January 2016	105,000	190,923	10,500	(73,490)	232,933
Profit for the period	-	-	-	17,769	17,769
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	17,769	17,769
Transfer legal reserve and premium on share capital to offset the deficit	-	(62,990)	(10,500)	73,490	-
Balance as at 30 June 2016	<u>105,000</u>	<u>127,933</u>	<u>-</u>	<u>17,769</u>	<u>250,702</u>
Balance as at 1 January 2017	105,000	127,933	10,500	6,254	249,687
Profit for the period	-	-	-	3,290	3,290
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	3,290	3,290
Balance as at 30 June 2017	<u>105,000</u>	<u>127,933</u>	<u>10,500</u>	<u>9,544</u>	<u>252,977</u>

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries**Cash flows statement****For the six-month period ended 30 June 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from operating activities				
Profit (loss) before tax	(4,066)	2,431	4,807	14,406
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Allowance for doubtful accounts (reversal)	(2,702)	1,236	(2,702)	1,236
Gain on disposal of equipment	(2)	(5,736)	(2)	(5,736)
Depreciation and amortisation	2,817	10,714	2,225	10,321
Deferred prepaid rental	65	65	65	65
Long-term employee benefit expenses	1,199	642	815	642
Share of loss from investments in associate and joint venture	8,994	7,899	-	-
Unrealised loss (gain) on exchange	30	(1,281)	1,304	(206)
Interest income	(1,414)	(1,068)	(2,019)	(1,004)
Interest expenses	3,910	5,217	3,905	5,217
Profit from operating activities before changes in operating assets and liabilities	8,831	20,119	8,398	24,941
Operating assets (increase) decrease				
Trade and other receivables - related parties	(1,547)	(32,535)	3,429	(36,053)
Trade and other receivables - other parties	(6,765)	19,460	3,749	32,403
Other current assets	1,379	5,557	1,235	5,557
Other non-current assets	391	(181)	-	(181)
Operating liabilities increase (decrease)				
Trade and other payables - related parties	(54)	2,568	(1,235)	1,639
Trade and other payables - other parties	2,042	(27,348)	(3,227)	(36,812)
Other current liabilities	225	6,878	(361)	6,615
Other non-current liabilities	(196)	(44)	(196)	(44)
Cash flows from (used in) operating activities	4,306	(5,526)	11,792	(1,935)
Cash received for interest	660	1,156	660	803
Cash received for income tax	2,170	5,713	2,170	5,713
Cash paid for corporate income tax	(4,485)	(5,274)	(3,655)	(4,939)
Net cash flows from (used in) operating activities	2,651	(3,931)	10,967	(358)

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

(Unaudited but reviewed)

NCL International Logistics Public Company Limited and its subsidiaries**Cash flows statement (continued)****For the six-month period ended 30 June 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from investing activities				
Acquisitions of equipment	(2,580)	(2,219)	(202)	(223)
Proceeds from sales of equipment	2	4,148	2	4,148
Acquisition of intangible assets	(501)	(960)	-	-
Increase in investment in associate	(9,778)	-	(9,778)	-
Increase in investment in subsidiary	-	-	-	(6,000)
Increase in investment in joint venture	-	(6,205)	-	(6,205)
Increase in short-term loans to related parties	(18,000)	-	(22,000)	-
Cash received from interest income	773	-	1,181	-
Increase in restricted bank deposits	(9,356)	(711)	(644)	(711)
Net cash flows used in investing activities	(39,440)	(5,947)	(31,441)	(8,991)
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from banks	(5,566)	40,018	(5,566)	40,018
Decrease in short-term loan from related party	-	(136)	-	-
Increase (decrease) in long-term loan from bank	(4,800)	28,400	(4,800)	28,400
Cash received from share capital of subsidiary - non-controlling interests	-	4,000	-	-
Cash paid for liabilities under finance lease agreements	(17)	(31,079)	(7)	(31,079)
Interest paid	(4,104)	(5,463)	(4,094)	(5,463)
Net cash flows from (used in) financing activities	(14,487)	35,740	(14,467)	31,876
Effect of changes in exchange rate on cash and cash equivalents	801	617	-	-
Net increase (decrease) in cash and cash equivalents	(50,475)	26,479	(34,941)	22,527
Cash and cash equivalents at beginning of period	78,327	68,556	51,243	42,168
Cash and cash equivalents at end of period	27,852	95,035	16,302	64,695
	-	-	-	-
Supplemental cash flows information				
Non-cash items consist of				
Transfer short-term loan to related party to be investment in subsidiary	-	-	7,390	5,327
Reclassify property and equipment to investment properties	-	78,457	-	78,457
Purchase of equipment but not yet paid	269	538	-	538
Transfer equipment to be investment in joint venture	-	131,901	-	131,901
Transfer obligation under finance lease to be investment in joint venture	-	26,434	-	26,434
Transfer legal reserve to offset deficit	-	10,500	-	10,500
Transfer share premium to offset deficit	-	62,990	-	62,990

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

NCL International Logistics Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and six-month periods ended 30 June 2017

1. General information

1.1 Corporate information

NCL International Logistics Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is listed on The Market for Alternative Investment (MAI). The Company’s major shareholder is Phuathavornskul Family which total shareholding is 50.06%. The Company is principally engaged in an international freight forwarding, customs broker, inland transportation, multimodal transport operator and all freight related services for imports and exports. The registered office of the Company is at 56/9-10 Soi Taksin 12/1, Somdejprachaotaksin Road, Bukkhalo, Thonburi, Bangkok.

1.2 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2016) “*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 shareholders’ equity and cash flows in the same format as that used for the annual financial statements.

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 Basis of consolidation

These consolidated interim financial statements included the financial statements of NCL International Logistics Public Company Limited and its subsidiaries (“the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016. There has been no change in the composition of the group of companies during the current period.

1.4 New financial reporting standards

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2017. 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 and its subsidiaries' financial statements. However, one standard involves changes to key principles, which are summarised below.

TAS 27 (revised 2016) Separate Financial Statements

This revised standard stipulates an additional option to account for investments in subsidiaries, joint ventures and associates in separate financial statements under the equity method, as described in TAS 28 (revised 2016) Investments in Associates and Joint Ventures. However, the entity is to apply the same accounting treatment for each category of investment. If an entity elects to account for such investments using the equity method in the separate financial statements, it has to adjust the transaction retrospectively.

This standard is not have any significant impact on the Company and its subsidiaries' financial statements because the management has decided to continue accounting for such investments under the cost method in the separate financial statements.

2. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were adopted for the financial statements for the year ended 31 December 2016.

3. Prior year's adjustments

During the current period, the Company noted prior year's errors relating to presentation of cash and cash equivalent and restricted bank deposits account in the statement of financial position as at 31 December 2016 as follows:

- a) The Company presented cash and cash equivalent account amounted over Baht 20.4 million.
- b) The Company presented restricted bank deposits account amounted under Baht 20.4 million.

Such presentation adjustment had no effect to the statement of comprehensive income or shareholders' equity as previously reported. Details are summarised below.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	As at 31 December 2016			
	Consolidation		Separate	
	financial statements		financial statements	
	As previously		As previously	
	Restated	reported	Restated	reported
Cash and cash equivalents	78,327	98,686	51,243	71,602
Restricted bank deposits	75,055	54,696	75,055	54,696

4. Related party transactions

During the period, the Company and its subsidiaries had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

The relationship between the Company and the related parties are summarised below.

Name of related parties	Relationship with the Company
NCL Inter Logistics (S) Pte. Ltd.	Subsidiary
Legacy Asia Capital Pte. Ltd.	Subsidiary
Legend Shipping (Thailand) Co., Ltd.	Subsidiary
Grace Water Med Co., Ltd.	Associate
SSK Inter Logistics Co., Ltd.	Joint venture
SSK Group Sales and Service Co., Ltd.	Mutual shareholders in joint venture
Legend Shipping PTE. Ltd.	Shareholders in subsidiary
Legend Shipping LS (Myanmar) Co., Ltd.	Shareholders together with its subsidiary
Legacy Tank PTE. Ltd.	Shareholders together with its subsidiary
Legend Tank PTE. Ltd.	Shareholders together with its subsidiary
LS Container Line (INDIA) PVT. LTD.	Shareholders together with its subsidiary
Transoffshore Logistics PTE. LTD.*	Held by direct and executive director
Unitrans Global Co., Ltd.	Mutual management
VP International Logistics (Thailand) Co., Ltd.	Mutual shareholders and management
Sevenday Dialysis Co., Ltd.	Held by close relative of director
Grace and Glamour (Thailand) Co., Ltd.	Mutual shareholders

* The Company disposed such investment on 18 March 2016.

(Unaudited but reviewed)

Such significant transactions are summarised below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2017	2016	2017	2016	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Legend Shipping (Thailand) Co., Ltd.					
Service income	-	-	10	23,000	Cost plus margin 10 - 30%
Rental income	-	-	180	215	As stipulated in the agreements
Interest income	-	-	272	-	The rate of 7.5% per annum
Cost of services	-	-	3,065	23,169	Price compared to third parties
NCL Inter Logistics (S) Pte. Ltd.					
Service income	-	-	2,689	1,345	Cost plus margin 10 - 30%
Interest income	-	-	44	123	The rate of 4.0% per annum
Cost of services	-	-	1,712	1,935	Price compared to third parties
Management fee	-	-	523	-	Price in mutual agreement
<u>Transactions with associate</u>					
Grace Water Med Co., Ltd.					
Interest income	175	-	175	-	The rate of 7.5% per annum
<u>Transactions with joint venture</u>					
SSK Inter Logistics Co., Ltd.					
Service income	-	7,993	-	7,993	Cost plus margin 10 - 30%
Rental income	540	9,637	540	9,637	As stipulated in the agreements
Interest income	282	69	282	69	The rate of 7.5% per annum
Cost of services	1,984	17,053	1,984	17,053	Price compared to third parties
Other expenses	42	-	10	-	Price compared to third parties

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the three-month periods ended 30 June				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2017	2016	2017	2016	
<u>Transactions with related parties</u>					
Grace and Glamour (Thailand) Co., Ltd.					
Service income	8	89	8	89	Cost plus margin 10 - 30%
SSK Group Sales and Service Co., Ltd.					
Service income	773	4,177	773	4,177	Cost plus margin 10 - 30%
LS Container Line (INDIA) PVT. LTD.					
Service income	439	8,889	-	8,174	Cost plus margin 10 - 30%
Cost of services	63	6,112	-	6,112	Price compared to third parties
Legend Shipping PTE. Ltd.					
Service income	3,802	15,617	1	11,420	Cost plus margin 10 - 30%
Cost of services	3,937	2,849	23	2,718	Price compared to third parties
Other expenses	1,205	-	-	-	Price compared to third parties
Legend Tank PTE. Ltd.					
Service income	4,879	-	-	-	Cost plus margin 10 - 30%
Rental income	1,157	-	-	-	As stipulated in the agreements
Cost of services	53	-	-	-	Price compared to third parties
Legend Shipping LS (Myanmar) Co., Ltd.					
Service income	-	2,355	-	2,355	Cost plus margin 10 - 30%
Cost of services	-	7,376	-	5,461	Price compared to third parties
Legacy Tank PTE. Ltd.					
Cost of services	31	-	-	-	Price compared to third parties
<u>Transactions with persons relative with directors</u>					
Rental	24	24	24	24	As stipulated in the agreements

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the six-month periods ended 30 June				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2017	2016	2017	2016	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Legend Shipping (Thailand) Co., Ltd.					
Service income	-	-	65	23,000	Cost plus margin 10 - 30%
Rental income	-	-	240	230	As stipulated in the agreements
Management service income	-	-	150	-	As stipulated in the agreements
Interest income	-	-	477	-	The rate of 7.5% per annum
Cost of services	-	-	5,304	23,169	Price compared to third parties
NCL Inter Logistics (S) Pte. Ltd.					
Service income	-	-	7,288	1,643	Cost plus margin 10 - 30%
Interest income	-	-	129	293	The rate of 4.0% per annum
Cost of services	-	-	4,165	2,886	Price compared to third parties
Management fee	-	-	523	-	Price in mutual agreement
<u>Transactions with associate</u>					
Grace Water Med Co., Ltd.					
Interest income	417	-	417	-	The rate of 7.5% per annum
<u>Transactions with joint venture</u>					
SSK Inter Logistics Co., Ltd.					
Service income	50	7,993	50	7,993	Cost plus margin 10 - 30%
Rental income	1,260	12,913	1,260	12,913	As stipulated in the agreements
Interest income	436	76	436	76	The rate of 7.5% per annum
Cost of services	4,279	17,053	4,279	17,053	Price compared to third parties

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the six-month periods ended 30 June				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2017	2016	2017	2016	
Rental	120	-	-	-	As stipulated in the agreements
Other expenses	74	-	10	-	Price compared to third parties
<u>Transactions with related parties</u>					
Grace and Glamour (Thailand) Co., Ltd.					
Service income	40	145	40	145	Cost plus margin 10 - 30%
SSK Group Sales and Service Co., Ltd.					
Service income	4,015	4,177	4,015	4,177	Cost plus margin 10 - 30%
LS Container Line (INDIA) PVT. LTD.					
Service income	5,685	8,889	-	8,174	Cost plus margin 10 - 30%
Cost of services	1,113	6,112	639	6,112	Price compared to third parties
Legend Shipping PTE. Ltd.					
Service income	13,537	15,617	633	11,420	Cost plus margin 10 - 30%
Cost of services	6,989	2,849	23	2,718	Price compared to third parties
Other expenses	1,544	-	-	-	Price compared to third parties
Legend Tank PTE. Ltd.					
Service income	4,923	-	-	-	Cost plus margin 10 - 30%
Rental income	2,272	-	-	-	As stipulated in the agreements
Cost of services	154	-	-	-	Price compared to third parties
Legend Shipping LS (Myanmar) Co., Ltd.					
Service income	-	2,355	-	2,355	Cost plus margin 10 - 30%
Cost of services	-	7,376	-	5,461	Price compared to third parties
Legacy Tank PTE. Ltd.					
Cost of services	31	-	-	-	Price compared to third parties
<u>Transactions with persons relative with directors</u>					
Rental	47	47	47	47	As stipulated in the agreements

(Unaudited but reviewed)

As at 30 June 2017 and 31 December 2016, the balances of the accounts between the Company, its subsidiaries and those related parties are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
<u>Trade and other receivables - related parties</u>				
Trade accounts receivable				
Subsidiaries				
Legend Shipping (Thailand) Co., Ltd.	-	-	23	113
NCL Inter Logistics (S) Pte. Ltd.	-	-	1,435	3,631
Joint venture				
SSK Inter Logistics Co., Ltd.	-	4	-	4
Related companies				
Grace and Glamour (Thailand) Co., Ltd.	-	43	-	43
SSK Group Sales and Service Co., Ltd.	778	291	778	291
Legend Shipping PTE. Ltd.	1,838	1,292	-	24
LS Container Line (INDIA) PVT. LTD.	1,270	1,444	-	642
Legacy Tank PTE. Ltd.	-	711	-	-
Legend Tank PTE. Ltd.	2,070	-	-	-
Total	5,956	3,785	2,236	4,748
Other receivables				
Directors	20	-	20	-
Total	20	-	20	-
Receivables from disposal assets				
Joint venture				
SSK Inter Logistics Co., Ltd.	645	645	645	645
Total	645	645	645	645
Advances for custom clearance				
Related companies				
SSK Group Sales and Service Co., Ltd.	33	46	33	46
Grace and Glamour (Thailand) Co., Ltd.	-	-	-	29
Total	33	46	33	75
Collections for other parties				
Subsidiaries				
Legend Shipping (Thailand) Co., Ltd.	-	-	-	509
NCL Inter Logistics (S) Pte. Ltd.	-	-	203	79
Total	-	-	203	588
Rental receivables				
Subsidiary				
Legend Shipping (Thailand) Co., Ltd.	-	-	120	-
Joint venture				
SSK Inter Logistics Co., Ltd.	180	810	180	810
Total	180	810	300	810

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
Interest receivables				
Subsidiaries				
Legend Shipping (Thailand) Co., Ltd.	-	-	216	89
NCL Inter Logistics (S) Pte. Ltd.	-	-	210	139
Joint venture				
SSK Inter Logistics Co., Ltd.	80	-	80	-
Total	80	-	506	228
Total trade and other receivables - related parties	6,914	5,286	3,943	7,094
<u>Trade and other payables - related parties</u>				
Trade accounts payable				
Subsidiaries				
Legend Shipping (Thailand) Co., Ltd.	-	-	32	97
NCL Inter Logistics (S) Pte. Ltd.	-	-	601	1,751
Joint venture				
SSK Inter Logistics Co., Ltd.	399	1,066	399	1,066
Related companies				
Legend Shipping PTE. Ltd.	1,870	1,281	-	2
Legacy Tank PTE. Ltd.	388	-	-	-
LS Container Line (INDIA) PVT. LTD.	252	810	-	-
Total	2,909	3,157	1,032	2,916
Accrued expenses				
Subsidiary				
NCL Inter Logistics (S) Pte. Ltd.	-	-	523	-
Joint venture				
SSK Inter Logistics Co., Ltd.	115	-	92	-
Directors	797	798	753	798
Total	912	798	1,368	798
Pension payables				
Directors	80	-	80	-
Total	80	-	80	-
Total trade and other payables - related parties	3,901	3,955	2,480	3,714

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
<u>Short-term loans to related parties</u>				
Subsidiaries				
Legend Shipping (Thailand) Co., Ltd.	-	-	15,000	11,000
NCL Inter Logistics (S) Pte. Ltd.	-	-	1,158	8,837
Associate				
Grace Water Med Co., Ltd.	-	-	-	-
Joint venture				
SSK Inter Logistics Co., Ltd.	18,000	-	18,000	-
Total short-term loans to related parties	18,000	-	34,158	19,837

During the current period, the movements of short-term loans to related parties were as follows:

(Unit: Thousand Baht)

	Short-term loans	Related by	Consolidated financial statements			
			Balance as at 1 January 2017	Increase during the period	Decrease during the period	Balance as at 30 June 2017
	Grace Water Med Co., Ltd.	Associate	-	20,000	(20,000)	-
	SSK Inter Logistics Co., Ltd.	Joint venture	-	18,000	-	18,000
	Total		-	38,000	(20,000)	18,000

(Unit: Thousand Baht)

	Short-term loans	Related by	Separate financial statements				
			Balance as at 1 January 2017	Increase during the period	Decrease during the period	Effect on exchange rate	Balance as at 30 June 2017
	Legend Shipping (Thailand) Co., Ltd.	Subsidiary	11,000	4,000	-	-	15,000
	NCL Inter Logistics (S) Pte. Ltd.	Subsidiary	8,837	-	(7,391)	(288)	1,158
	Grace Water Med Co., Ltd.	Associate	-	20,000	(20,000)	-	-
	SSK Inter Logistics Co., Ltd.	Joint venture	-	18,000	-	-	18,000
	Total		19,837	42,000	(27,391)	(288)	34,158

As at 30 June 2017, short-term loans between related parties are as follows:

- a) The Company provided a short-term loan to a subsidiary in Singapore under a loan agreement with a term of one year, bearing interest at a rate of 4.0% per annum.
- b) The Company provided a short-term loan to a subsidiary in Thailand under a loan agreement with a term of three months, bearing interest at a rate of 7.5% per annum.
- c) The Company provided short-term loans to a joint venture in Thailand under loan agreements with terms of one year, bearing interest at a rate of 7.5% per annum.

Directors and management's benefits

During the period, the Company and its subsidiaries recorded employee benefit expenses payable to their directors and management as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Short-term employee benefits	5,169	6,072	4,284	4,255
Post-employment benefits	88	143	88	143
Total	<u>5,257</u>	<u>6,215</u>	<u>4,372</u>	<u>4,398</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Short-term employee benefits	10,190	12,081	8,622	10,119
Post-employment benefits	271	326	271	326
Total	<u>10,461</u>	<u>12,407</u>	<u>8,893</u>	<u>10,445</u>

As at 30 June 2017, obligations between the Company and related parties are as follows:

- a) The Company entered into a building lease agreement with a close relative of a director for a period of three years with an option to renew as conditions in mutual agreement. The Company is committed to pay rental of Baht 0.09 million per year.

(Unaudited but reviewed)

- b) The Company entered into a 3-year lease agreement for office building space with a subsidiary and joint venture. The subsidiary and joint venture are committed to pay rental totaling of Baht 0.72 million per year and Baht 0.36 million per year, respectively.

5. Trade and other receivables - related parties

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
<u>Trade accounts receivable</u>				
Aged on the basis of due dates				
Not yet due	52	2,001	1,093	2,217
Past due				
Up to 3 months	5,672	984	968	1,864
3 - 6 months	232	84	4	-
6 -12 months	-	716	171	667
Total	<u>5,956</u>	<u>3,785</u>	<u>2,236</u>	<u>4,748</u>
<u>Other receivables</u>				
Other receivables	20	-	20	-
Advances for custom clearance	33	46	33	75
Collections for other parties	-	-	203	588
Receivable from assets disposal	645	645	645	645
Interest receivables	80	-	506	228
Rental receivables	180	810	300	810
Total	<u>958</u>	<u>1,501</u>	<u>1,707</u>	<u>2,346</u>
Total trade and other receivables - related parties	<u>6,914</u>	<u>5,286</u>	<u>3,943</u>	<u>7,094</u>

6. Trade and other receivables - other parties

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
<u>Trade accounts receivable</u>				
Aged on the basis of due dates				
Not yet due	73,079	65,906	61,271	54,913
Past due				
Up to 3 months	41,203	39,260	26,926	30,505
3 - 6 months	3,701	2,400	524	1,648
6 - 12 months	1,327	2,436	1,327	2,355
Over 12 months	11,543	16,051	11,543	16,051
Total	130,853	126,053	101,591	105,472
Less: Allowance for doubtful accounts	(10,123)	(9,685)	(10,123)	(9,685)
Total trade accounts receivable - net	120,730	116,368	91,468	95,787
<u>Other receivables</u>				
Advances for custom clearance	7,588	9,552	7,475	9,552
Less: Allowance for doubtful accounts	(81)	(15)	(81)	(15)
Net	7,507	9,537	7,394	9,537
Other receivables	333	820	248	313
Less: Allowance for doubtful accounts	(87)	(87)	(87)	(87)
Net	246	733	161	226
Deposits	2,347	-	-	-
Prepaid insurance	89	307	-	140
Interest receivables	97	-	97	-
Total other receivables - net	10,286	10,577	7,652	9,903
Total trade and other receivables - other parties - net	131,016	126,945	99,120	105,690

(Unaudited but reviewed)

Movement in the allowance for doubtful accounts of trade and other receivables - other parties during the six-month period ended 30 June 2017 are summarised below.

(Unit: Thousand Baht)

	Consolidated / Separate financial statements			
	Balance as at 1 January 2017	Addition during the period	Collect during the period	Balance as at 30 June 2017
Allowance for doubtful accounts				
Trade accounts receivable	9,685	438	-	10,123
Advances for custom clearance	15	66	-	81
Other receivables	87	-	-	87
Total	9,787	504	-	10,291

7. Restricted bank deposits

These represent fixed deposits pledged with the banks to secure credit facilities that the Company received from several commercial banks.

8. Investment in associate

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage		Cost method		Carrying amount based on the equity method	
			30 June 2017	31 December 2016	30 June 2017	31 December 2016	30 June 2017	31 December 2016
			(%)	(%)				
Grace Water Med Co., Ltd.	Producing dialysis	Thailand	44.44	44.44	17,778	8,000	15,884	7,593
					17,778	8,000	15,884	7,593

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Separate financial statements							
			Shareholding percentage		Cost method		Allowance for impairment of investment		Carrying amount based on the cost method - net	
			30 June 2017	31 December 2016	30 June 2017	31 December 2016	30 June 2017	31 December 2016	30 June 2017	31 December 2016
			(%)	(%)						
Grace Water Med Co., Ltd.	Producing dialysis	Thailand	44.44	44.44	17,778	8,000	-	-	17,778	8,000
					17,778	8,000	-	-	17,778	8,000

On 31 March 2017, a meeting of the Company's Board of Directors approved a resolution to increase the Company's investment in Grace Water Med Company Limited by Baht 22 million, comprising of 22,000 shares with a par value of Baht 1,000 per share. As a result, the Company's shareholding would increase from 44.44% to 75% since the other shareholders did not wish to increase their investments.

Later, on 12 May 2017, a meeting of the Company's Board of Directors approved a resolution to acknowledge the outcome of the additional investment since the Annual General Meeting of the shareholders of Grace Water Med Company Limited, held on 24 April 2017, approved other shareholders expressed an intention to increase their investments. As a result, the Company increased in investment by Baht 9.78 million in order to maintain its shareholding, and holds Baht 17.78 million of the new registered share capital of Baht 40 million.

9. Investments in subsidiaries

Details of investments in subsidiaries as presented in separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost	
	30 June	31 December	30 June	31 December	30 June	31 December
	2017	2016	2017	2016	2017	2016
			(%)	(%)		
NCL Inter Logistics (S) Pte. Ltd.	SGD 1.0 million	SGD 0.7 million	100	100	25,187	17,796
Legend Shipping (Thailand) Co., Ltd.	Baht 10.0 million	Baht 10.0 million	60	60	6,000	6,000
Legacy Asia Capital Pte. Ltd.	USD 0.2 million	USD 0.2 million	70	70	3,615	3,615
Total					<u>34,802</u>	<u>27,411</u>

On 31 March 2017, a meeting of the Company's Board of Directors approved resolutions to increase the Company's investment in subsidiaries, as follows:

- Approved an increase in the Company's investment in NCL Inter Logistics (S) Pte. Ltd. of SGD 300,000, comprising 300,000 shares with a par value of SGD 1 per share, with the Company's proportionate shareholding to remain unchanged. The Company completed the increase in this investment on 18 May 2017.

- Approved an increase in the Company's investment in Legend Shipping (Thailand) Company Limited of Baht 15 million, comprising 1,500,000 shares with a par value of Baht 10 per share. As a result, the Company's shareholding would increase from 60% to 84%.

Later, on 12 May 2017, a meeting of the Company's Board of Directors approved a resolution to cancel the increase in investment in Legend Shipping (Thailand) Company Limited, because the Annual General Meeting of the shareholders of Legend Shipping (Thailand) Company Limited, held on 25 April 2017, did not approve the increase in its share capital. As a result, the Company did not need to increase its share capital as approved.

10. Investment in joint venture

Investment in joint venture represents investment in entity which are jointly controlled by the Company and other company. Details of this investment are as follows:

		Consolidated financial statements						(Unit: Thousand Baht)	
Joint venture	Nature of business	Shareholding percentage		Cost method		Carrying amount based on the equity method			
		30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
		2017	2016	2017	2016	2017	2016	2017	2016
		(%)	(%)						
SSK Inter Logistics									
Co., Ltd.	Land transportation	43.48	43.48	127,150	127,150	105,211	112,718		
				127,150	127,150	105,211	112,718		
		(Unit: Thousand Baht)							
		Separate financial statements							
Joint venture	Nature of business	Shareholding percentage		Cost method		Allowance for impairment of investment		Carrying amount based on the cost method - net	
		30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
		2017	2016	2017	2016	2017	2016	2017	2016
		(%)	(%)						
SSK Inter Logistics									
Co., Ltd.	Land transportation	43.48	43.48	127,150	127,150	-	-	127,150	127,150
				127,150	127,150	-	-	127,150	127,150

On 14 June 2017, a meeting of the Board of Directors of SSK Inter Logistics Company Limited passed resolutions to propose to an extraordinary general meeting of shareholders for consideration (i) the disposal of 48 head trucks and 55 trailers with a net book value of Baht 103.83 million as of 31 May 2017 to a co-investor with the Company, and (ii) a decrease in the registered share capital, from 29,000,000 shares to 16,874,280 shares by canceling 12,125,720 shares, with the cancelled shares being the share capital of this co-investor. Consequently, the joint venture contract would end and the Company would become the major shareholder with a 75.35% interest. The reasons for the disposal of assets and the decrease in registered share capital were to restructure the shareholding of SSK Inter Logistics Company Limited to increase flexibility in operations and management, and also to decrease costs and expenses related to those assets, resulting in improved operating performance.

11. Investment properties

Movements of the investment properties account during the six-month period ended 30 June 2017 are summarised below.

(Unit: Thousand Baht)

	Consolidated / Separate financial statements			
	Land	Land improvement	Building and building improvement	Total
Net book value as at 1 January 2017	51,303	4,610	20,513	76,426
Depreciation	-	(268)	(389)	(657)
Net book value as at 30 June 2017	51,303	4,342	20,124	75,769

The Company has pledged investment properties amounting to approximately Baht 61.96 million (31 December 2016: Baht 62.24 million) as collateral against credit facilities received from a commercial bank.

12. Property, plant and equipment

Movements of the property, plant and equipment account during the six-month period ended 30 June 2017 are below.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	28,764	24,448
Acquisitions during the period - at cost	2,882	265
Disposal during the period - net book value at disposal date	-	-
Depreciation for the period	(1,891)	(1,492)
Translation adjustment	(60)	-
Net book value as at 30 June 2017	29,695	23,221

The Company has pledged the land and structures thereon amounting to approximately Baht 9.91 million (31 December 2016: Baht 10.19 million) as collateral against credit facilities received from a commercial bank.

13. Intangible assets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
Cost	5,731	5,240	2,440	2,440
Less: Accumulated amortisation	(2,595)	(2,271)	(1,900)	(1,761)
Allowance for diminution in value of assets	(505)	(505)	-	-
Net book value	2,631	2,464	540	679

Movements of the intangible assets account during the six-month period ended 30 June 2017 are below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	2,464	679
Acquisitions during the period - at cost	501	-
Amortisation for the period	(331)	(139)
Translation adjustment	(3)	-
Net book value as at 30 June 2017	2,631	540

(Unaudited but reviewed)

14. Bank overdrafts and short-term loans from banks

(Unit: Thousand Baht)

	Consolidated / Separate financial statements	
	30 June 2017	31 December 2016
Bank overdrafts	10,299	887
Short-term loans from banks	189,897	204,875
Total	200,196	205,762

Bank overdrafts and short-term loans from banks are secured by the mortgage of the Company's land and structures thereon.

15. Trade and other payables - other parties

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
Trade accounts payable	57,514	59,348	36,045	45,113
Accrued expenses	12,387	8,691	10,952	6,893
Other payables	6,543	7,639	6,321	5,926
Dividend payables	-	5	-	5
Total trade and other payables - other parties	76,444	75,683	53,318	57,937

16. Long-term loan from bank

(Unit: Thousand Baht)

	Consolidated / Separate financial statements	
	30 June 2017	31 December 2016
Long-term loan	18,800	23,600
Less: Current portion	(9,800)	(9,600)
Long-term loan, net of current portion	9,000	14,000

(Unaudited but reviewed)

Movement of long-term loan account during the six-month period ended 30 June 2017 are below.

	(Unit: Thousand Baht)
	Consolidated / Separate financial statements
Balance as at 1 January 2017	23,600
Less: Repayment during the period	(4,800)
Balance as at 30 June 2017	<u>18,800</u>

The Company had the long-term credit facilities of Baht 30 million, bearing interest at a rate of MLR - 3.0% per annum for the first year and at a rate of MLR - 2.0% per annum afterward, which is repayable not less than Baht 0.8 million of each installment. Such credit facilities are secured by the mortgage of the Company's land and structures thereon.

17. Provision for long-term employee benefits

Movement of provision for long-term employee benefits account during the six-month period ended 30 June 2017 are below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2017	5,190	5,190
Current service cost	1,119	737
Interest cost	81	78
Translation adjustment	(1)	-
Balance as at 30 June 2017	<u>6,389</u>	<u>6,005</u>

19. Share capital

The registered ordinary shares that have not been issued and paid-up are reserved for the exercise of warrants. During the period, there was no exercise of warrants.

On 24 February 2017, a meeting of the Company's Board of Directors passed the following resolutions:

- To propose to the Annual General Meeting of the shareholders for consideration an increase of Baht 17.50 million in the registered capital of the Company from Baht 140.00 million to Baht 157.50 million, through the issue of 70 million new ordinary shares with a par value of Baht 0.25 per share, to accommodate the exercise of the NCL-W2 warrants and to be reserved for the exercise of warrants, in accordance with a condition of the NCL-W1 warrants.
- To propose to the Annual General Meeting of the shareholders for consideration the allocation of 70 million new ordinary shares with a par value of Baht 0.25 per share or totaling by Baht 17.5 million, whereby 64.65 million shares would be allocated to accommodate the exercise of the NCL-W2 warrants and 5.35 million shares reserved for the exercise of the NCL-W1 warrants in accordance with the conditions of a rights adjustment.
- To propose to the Annual General Meeting of the shareholders for consideration the amendment of the Company's memorandum of association to reflect the increase in the Company's registered capital from 560 million shares to 630 million shares.

On 26 April 2017, the 2017 Annual General Meeting of the shareholders approved as proposed the resolution by a meeting of the Company's Board of Directors.

The Company amended the Company's memorandum of association to reflect the increase in its share capital with the Ministry of Commerce on 9 May 2017.

20. Warrants

On 20 January 2016, the Company issued registered warrants free of charge to existing shareholders (NCL-W1) in a ratio of 1 warrant for every 3 existing shares. Details of the warrants, which are securities listed on the Stock Exchange of Thailand are as follows:

No. of warrants offered:	139,997,497 units
No. of shares reserved for exercise:	139,997,497 shares
Type:	Named certificate and transferable
Term:	2 years from the issue date
Offering date:	20 January 2016
Expiry date:	19 January 2018

Exercise price:	Baht 4 per share
Exercise ratio:	1 ordinary share per warrant
Exercise period:	Warrants can be exercised on the last working day of each June and December, except the final exercise date, which will be the expiration date. The first exercise date is 30 June 2016 and the final exercise date is 19 January 2018

On 24 February 2017, a meeting of the Company's Board of Directors approved a resolution to propose to the Annual General Meeting of the shareholders for consideration the issuance of up to 64,650,000 units of the second tranche of warrants of the Company (NCL-W2), to be allocated to the existing shareholders of the Company at no cost, in a ratio of 1 warrant for every 6.5 existing shares. The exercise price will be Baht 1.50 per share and the term of the warrants will be 12 months from the issue date.

On 26 April 2017, the 2017 Annual General Meeting of the shareholders approved as proposed the resolution by a meeting of the Company's Board of Directors.

On 9 May 2017, the meeting of the Company's Board of Directors passed the following resolutions to propose to the extraordinary general meeting of shareholders.

- To consider for the revision about details of issuing NCL-W2 warrants which be approved by the Annual General Meeting of the shareholders dated 26 April 2017, causing the number of newly issued ordinary shares to accommodate a rights adjustment of NCL-W1 is not enough. The new issuance of up to 63.65 million units, to be allocated to the existing shareholder at no cost, in a ratio of 1 warrant for every 6.6 existing shares.
- To consider the reallocation of 70 million new ordinary shares whereby 63.65 million shares will be allocated to accommodate the exercise of the NCL-W2 warrants and 6.35 million shares reserved for the exercise of the NCL-W1 warrants in accordance with the conditions of a rights adjustment.

On 12 June 2017, the extraordinary general meeting of the shareholders approved as proposed the resolution by a meeting of the Company's Board of Directors.

Since the offering price per unit of NCL-W2 is lower than 90 percent of the weighted average market price of the Company's ordinary shares during the 15 working days prior to the date from which buyers of the shares are not entitled to an allocation of newly issued securities, which was 30 May 2017 to 19 June 2017, the Company adjusted the rights of NCL-W1 in accordance with the calculation formula stipulated in clause. 3.3 (c) of the warrant rights, in

order to prevent the benefits to NCL-W1 holders from falling below the original level, which details are as follows.

	Old	New
Exercise ratio	1 ordinary share per warrant	1.04 ordinary shares per warrant
Exercise price	Baht 4.00 per share	Baht 3.848 per share

Such adjustment is effective from 20 June 2017.

On 30 June 2017, the Company issued registered warrants free of charge to existing shareholders (NCL-W2) in a ratio of 1 warrant for every 6.6 existing shares. Details of the warrants, which are securities listed on the Stock Exchange of Thailand are as follows:

No. of warrants offered:	63,635,200 units
No. of shares reserved for exercise:	63,635,200 shares
Type:	Named certificate and transferable
Term:	12 months from the issue date
Offering date:	30 June 2017
Expiry date:	29 June 2018
Exercise price:	Baht 1.5 per share
Exercise ratio:	1 ordinary share per warrant
Exercise period:	Warrants can be exercised on the last working day of each June and December, except the final exercise date, which will be the expiration date. The first exercise date is 29 December 2017 and the final exercise date is 29 June 2019.

Details of the warrant of the Company are as follows:

Type of warrant	Exercise price per share (Baht)	Exercise ratio per 1 warrant	Number of warrants outstanding as at 1 January 2017 (Units)	Number of warrants issued during the period (Units)	Number of warrants exercised during the period (Units)	Number of warrants outstanding as at 30 June 2017 (Units)
NCL-W1	3.848	1 existing share per 1 unit of warrant	139,997,497	6,352,503	-	146,350,000
NCL-W2	1.500	1 existing share per 1 unit of warrant	-	63,635,200	-	63,635,200

21. Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing profit (loss) 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.

(Unaudited but reviewed)

Diluted earnings per share is calculated by dividing profit (loss) 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 plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

The following table sets forth the computation of basic and diluted earnings per share:

		Consolidated financial statements					
		For the three-month periods ended 30 June					
		Weighted average				Earnings (loss)	
Profit (loss) for the period		number of ordinary shares				per share	
2017	2016	2017	2016	2017	2016		
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)		
Basic earnings (loss) per share							
Profit (loss) attributable to equity holders of the Company		(1,158)	8,384	420,000	420,000	(0.003)	0.020
		Separate financial statements					
		For the three-month periods ended 30 June					
		Weighted average				Earnings per share	
Profit for the period		number of ordinary shares				Earnings per share	
2017	2016	2017	2016	2017	2016		
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)		
Basic earnings per share							
Profit attributable to equity holders of the Company		4,495	17,132	420,000	420,000	0.011	0.041
		Consolidated financial statements					
		For the six-month periods ended 30 June					
		Weighted average				Earnings (loss)	
Profit (loss) for the period		number of ordinary shares				per share	
2017	2016	2017	2016	2017	2016		
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)		
Basic earnings (loss) per share							
Profit (loss) attributable to equity holders of the Company		(6,042)	7,343	420,000	420,000	(0.014)	0.017

(Unaudited but reviewed)

Separate financial statements					
For the six-month periods ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2017	2016	2017	2016	2017	2016
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company					
3,290	17,769	420,000	420,000	0.008	0.042

No calculation of diluted earnings per share for the three-month and six-month periods ended 30 June 2017 and 2016 were required for warrants since the exercise price were higher than the average market price of the Company's ordinary shares.

22. Segment information

The Company and its subsidiaries are organised into business units based on its services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company's and its subsidiaries' operating segments for three-month and six-month periods ended 30 June 2017 and 2016.

(Unit: Million Baht)						
For the three-month periods ended 30 June 2017						
	Land transportation	Freight forwarder	Non-vessel operating common carrier (NVOCC)	Total reportable segments	Eliminations	Consolidated financial statements
Service income						
Revenues from external customers	1.19	149.72	85.79	236.70	-	236.70
Inter-segment revenues	-	3.83	3.17	7.00	(7.00)	-
Total revenues	1.19	153.55	88.96	243.70	(7.00)	236.70
Operating results						
Segment profit	0.14	29.21	16.86	46.21	-	46.21
Other income						1.82
Selling expenses						(11.80)
Administrative expenses						(28.72)
Finance cost						(2.02)
Share of loss on investments in associate and joint venture						(4.66)
Profit before income tax						0.83
Income tax expenses						(1.87)
Loss for the period						(1.04)

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month periods ended 30 June 2016

	Land transportation	Freight forwarder	Non-vessel operating common carrier (NVOCC)	Total reportable segments	Eliminations	Consolidated financial statements
Service income						
Revenues from external customers	39.30	154.79	52.12	246.21	-	246.21
Inter-segment revenues	-	1.39	45.23	46.62	(46.62)	-
Total revenues	<u>39.30</u>	<u>156.18</u>	<u>97.35</u>	<u>292.83</u>	<u>(46.62)</u>	<u>246.21</u>
Operating results						
Segment profit	4.33	17.99	12.47	34.79	-	34.79
Other income						16.03
Selling expenses						(9.01)
Administrative expenses						(30.07)
Finance cost						(2.84)
Share of loss on investments in associated and joint venture						(5.82)
Profit before income tax						3.08
Income tax revenues						3.60
Profit for the period						<u>6.68</u>

(Unit: Million Baht)

For the six-month periods ended 30 June 2017

	Land transportation	Freight forwarder	Non-vessel operating common carrier (NVOCC)	Total reportable segments	Eliminations	Consolidated financial statements
Service income						
Revenues from external customers	2.30	273.25	176.87	452.42	-	452.42
Inter-segment revenues	-	8.59	5.33	13.92	(13.92)	-
Total revenues	<u>2.30</u>	<u>281.84</u>	<u>182.20</u>	<u>466.34</u>	<u>(13.92)</u>	<u>452.42</u>
Operating results						
Segment profit	0.24	57.44	31.86	89.54	-	89.54
Other income						3.56
Selling expenses						(20.53)
Administrative expenses						(63.73)
Finance cost						(3.91)
Share of loss on investments in associated and joint venture						(8.99)
Loss before income tax						(4.06)
Income tax expense						(1.78)
Loss for the period						<u>(5.84)</u>

(Unaudited but reviewed)

(Unit: Million Baht)

	For the six-month periods ended 30 June 2016					
	Land transportation	Freight forwarder	Non-vessel operating common carrier (NVOCC)	Total reportable segments	Eliminations	Consolidated financial statements
Service income						
Revenues from external customers	69.35	303.86	122.98	496.19	-	496.19
Inter-segment revenues	-	1.99	45.23	47.22	(47.22)	-
Total revenues	<u>69.35</u>	<u>305.85</u>	<u>168.21</u>	<u>543.41</u>	<u>(47.22)</u>	<u>496.19</u>
Operating results						
Segment profit	8.46	45.04	22.38	75.88	-	75.88
Other income						20.80
Selling expenses						(18.20)
Administrative expenses						(62.93)
Finance cost						(5.22)
Share of loss on investments in associated and joint venture						(7.90)
Profit before income tax						2.43
Income tax revenue						3.22
Profit for the period						<u>5.65</u>

23. Commitments and contingent liabilities**23.1 Operating lease and long-term service commitments**

The Company and its subsidiaries have entered into several lease agreements in respect of the lease of office building space and service agreements with other parties. The terms of the agreements are generally between 1 and 5 years with an option to renew as conditions in mutual agreement.

Future minimum lease payments required under these non-cancellable operating leases agreements and long-term service agreements were as follows.

	30 June 2017	31 December 2016
	(Million)	(Million)
Payable in up to 1 year		
Baht	7.34	6.66
USD	0.12	-
Payable in over 1 year and up to 5 years		
Baht	10.38	12.05
USD	0.28	-

23.2 Guarantees

As at 30 June 2017, there were outstanding bank guarantees of approximately Baht 1.23 million (31 December 2016: Baht 1.23 million) issued by banks on behalf of the Company in respect of certain performance bonds as required in the normal course of business.

23.3 Litigation

The Company and one of its drivers have been sued by the prosecutor in Nonthaburi Municipal Court on charges of transporting goods in excess of the legal weight limit. On 8 December 2015, the Civil Court ordered the confiscation of a common vehicle (net book value is equivalent to Baht 953,075). On 6 June 2016, the Appeal Court upheld the Civil Court's ruling, and the Company has filed an appeal against the court judgement with the Supreme Court. The case is currently being considered by the Supreme Court.

24. Subsequent events after the reporting period

On 3 July 2017, a meeting of the Board of Directors of Grace Water Med Company Limited passed resolutions to propose to an extraordinary general meeting of shareholders for consideration the addition of one director, making a total of 5 directors, of which 3 persons are the Company's directors. As a result, the Company would have significant influence over the financial and operating policies of Grace Water Med Company Limited. On 17 July 2017, the extraordinary general meeting of shareholders of Grace Water Med Company Limited approved the proposed resolution of the Board of Directors.

On 3 July 2017, an extraordinary general meeting of shareholders approved for consideration (i) the disposal of 48 head trucks and 55 trailers with a net book value of Baht 103.83 million as of 31 May 2017 to a co-investor with the Company, and (ii) a decrease in the registered share capital, from 29,000,000 shares to 16,874,280 shares by canceling 12,125,720 shares, with the cancelled shares being the share capital of this co-investor. Consequently, the joint venture contract would end and the Company would become the parent company with a 75.35% interest.

On 10 August 2017, the Board of Directors' meeting passed the following resolutions:

- To approve loan to Legend Shipping (Thailand) Company Limited amounting to Baht 3 million for working capital.
- To approve borrowing of USD 400,000 by Legacy Asia Capital Pte. Ltd. from NCL Inter Logistics (S) Pte. Ltd, carrying interest at a rate equal to the cost of funds plus 1% per annum, to fund the purchase of additional tanks for rental.

25. Reclassification

The Company reclassified certain accounts in the statement of financial position as at 31 December 2016 to comply with reflection in the financial statements for current period which had no effect to previously reported profit (loss) or shareholders' equity.

(Unit: Thousand Baht)

	As at 31 December 2016			
	Consolidation		Separate	
	financial statements		financial statements	
	As reclassified	As previously reported	As reclassified	As previously reported
Trade and other receivable - other parties	126,945	133,372	105,690	109,713
Withholding tax deducted at source	1,326	-	-	-
Other current assets	5,102	-	4,023	-
Investment properties	76,426	77,200	76,426	77,200
Property, plant and equipment	28,764	28,092	24,448	23,776
Intangible assets	2,464	2,363	679	577
Trade and other payables - other parties	75,683	77,250	57,937	59,215
Revenue department payable	-	3,289	-	3,108
Other current liabilities	4,856	-	4,386	-

26. Approval of interim consolidated financial statements

These interim consolidated financial statements were authorised for issue by the Company's Board of Directors on 10 August 2017.