

THE STEEL PUBLIC COMPANY LIMITED

บริษัท เดอะ สตีล จำกัด (มหาชน)





ANNUAL REPORT 2015

รายงานประจำปี 2558

Contents

Message from the Chairman	2
Financial Highlights	3
Business Overview	4
Risk Factors	7
General Information	9
Capital Structure	12
Management Structure	13
Good Corporate Governance	18
Corporate Social Responsibility	26
Internal Control and Risk Management	27
Related Party Transactions	28
Audit Committee's Report	29
Report of the Board of Director's Responsibilities to Financial Report	30
Management Discussion and Analysis	31
Report of Independent Auditor & Financial Statements	33
Information of Directors and Managements of the Company	109

Message from the Chairman



Dear all Shareholders and Investors, The Steel Public Company Limited and subsidiaries encountered loss in 2013, but when metal business rebounded in 2014 caused the Company changed to profit. Unfortunately, internal factors and world economics descending for years. Including drought in this year had affected metal business again, especially second half of the year, metal selling price dropped around 18% compared to 2014. These caused operating loss in 2015 for the group. Due to the slowdown of metal business in 4th quarter of 2015, management had considered "Goodwill", arose from Private Placement capital increase 150 million shares during the year, had no economic benefit value in future, therefore, written off as express the whole amount Baht 595 million in 2015, resulting net loss for Baht 733.7 million for the Company in 2015.

However, managements and all Directors, together with all staff have high energetic and keep high intention to work hard and used past experience as information to continuously improve all operations and efficiency in order to make highest profit for shareholders.

On behalf of the Board of Directors, we would like to express our appreciation for shareholders, customers, business partners, financial institutions, and private sectors concerned of their full support in the Company's operation. We also are very grateful to our executives and staff who have performed their duties with full responsibilities and commitment to improve the Company's potential for the steady and ongoing growth in the future.

Mr. Prachuab Chaiyasan
Chairman

Financial Highlights

(Thousand Baht)

	2015	2014	2013
Data from consolidated financial Statements			
Revenue from sales	13,957,302	16,882,705	11,574,095
Gross Profit	120,687	391,962	(143,370)
Comprehensive Net Profit (Loss)	(730,024)	86,079	(556,704)
Total Assets	4,097,626	4,058,928	3,978,593
Total Liabilities	2,700,363	3,279,128	3,317,252
Shareholder's Equity	1,396,990	779,800	661,341
Financial Ratio			
Gross Profit Margin	0.86	2.32	(1.24)
Net Profit (loss) Margin	(5.25)	0.51	(4.80)
Return on Assets	(17.97)	2.14	(11.62)
Return on Equity	(67.20)	11.89	(60.19)
Current Ratio (times)	1.18	1.03	1.03
Debt to Equity Ratio (times)	1.93	4.17	5.02

Business Overview

The Company has been selling various kind of metal products, raw materials (not forming),such as, Hot Roll Coil and forming, such as, slitting, plate, and other hot formings and cold formings, steel channel bar, steel angle bar, rip c-channel and steel pipe.

The Company income structure composed of

1) Steel Trading

The Company has various kind of steel tradings Hot Roll Coil, Plate, H-Beams, I-Beams, wide flange, steel bar, steel channel bar, steel channel and steel flat bar, c-channel and steel pipe. The Company also provides other products, water pipe, zing, etc. Since end of 2011 through 2012 the Company also imported scraps for selling as raw materials for producing Hot Roll Coils and Billets.

2) Coil Center

The Company processes hot rolled coil into other forming products, such as, slitting coil, cutting sheet including c-channel and steel pipes and also provides service of cutting plate and slitting coil per customers' need.

The Company's income structure

The distribution value	2015		2014		2013	
	Million Baht	Ratio	Million Baht	Ratio	Million Baht	Ratio
Trading						
- Scrap	1,858.50	13.32	3,996.38	23.70	4,456.56	38.50
- Appearance iron	9,341.11	66.93	10,515.17	62.30	3,311.00	28.61
Processing	2,701.68	19.36	2,239.24	13.30	3,781.65	32.67
Grand Total	13,901.29	99.60	16,750.79	99.30	11,549.21	99.78
Other income	56.01	0.40	131.92	0.70	24.89	0.22
Total Revenues	13,957.30	100.00	16,882.71	100.00	11,574.10	100.00

Type of Business and Nature of Operation

The Company divides its operations into two categories, as follows:

1. Steel Trading and Warehousing

The company's products can be divided into 3 main products, as follows:

1.1 Hot Rolled Flat product

This product is passed the production process of the local manufactures. The feature of Hot Rolled Flat Product is sheet, which has different width, length and dept. There are two types. The first type is Hot-Rolled Coil with the depth from 1.0 millimeter to 13.0 millimeters. The second type is Hot-Rolled Plate with the dept from 8 millimeters to 100 millimeters. The company procures Hot-Rolled Coil and Hot-Rolled Plate from local manufactures and sells them to steel traders and steel manufactures. These customers use these products to produce other steel works. These products are widely used in several industries such as construction, machinery and ship building.

1.2 Long product

1) Hot Formed product

These products are passed the hot forming process, which are H-Beams, I-Beams, wide flange, steel bar, steel channel bar, steel channel and steel flat bar. The company procures these products and sells to trader and the customers in construction industry.

2) Cold Formed product

These products are reformed without heating process. This type of products includes steel channel bar, steel angle bar, rip c-channel and steel pipe. The steel pipe which company procures is suitable for construction industry. The company procures these products and sells to trader and the customers in construction industry.

1.3 Other steel products

The company purchases other steel products to accommodate the customers such as cold rolled sheet and stainless steel sheet.

2. Coil Center

The company processes hot rolled coil into other forming products, such as, slitting coil, cutting sheet various sizes, including c-channel and steel pipes. Currently, overall production capacity is around 200,000 Ton per year, with working 8 hours per day, and increasing 2-4 hours per day in peak period.

Marketing and Competitive Situation

1. Marketing Strategies

1) Since the Company has variety of products, customers can order from the company instead of order from many distributors. The company can serve customers' need well, especially, wholesaler and construction clients, which are major customers.
2) Metal products, both bought for trading and manufactured by the company received Thai Industrial standard Institute license from Ministry of Industrial, and the company has quality assurance system before deliver goods. Incase of damages, new goods will be resubmitted immediately.
3) The company has services to deliver products to customers either in Bangkok, outer ring of Bangkok or near by provinces.
4) The company can immediately serve customers' need due to variety of products, efficient inventory control system, and on time delivery.
5) The company separates marketing team by customer locations in order to closely take care customers and know their needs.
6) The company seriously focuses on creating value added to the firm, by developing and giving product knowledges to staff in order that they can give good advice and service to customers.

Distribution channel

The Company distributed all products locally in both 2014 and 2015, mainly to whole sellers, other industries and constructors, including HRC manufacturers.

2. Competition

Because the company operates as coil service center and steel manufacture, the company divides the competitive situation as follow:

2.1 The coil service center

There are many coil service centers in Thailand but most of them are small manufacturers. There are only two large manufacturers and six medium manufacturers in this market. The company is one of the medium manufacturers. Therefore, the level of competition for large and medium manufactures is moderate. Moreover, at the present the production is not sufficient for the customers' demand.

2.2 The steel pipe and rip c-channel manufacture

The competition in this market is in high level because there are approximately 50 steel pipe and rip c-channel manufactures in this market. The company divides the competition of steel pipe and rip c-channel into three groups according to their production capacity.

- The large steel pipe and rip c-channel manufactures have production capacity more than 100,000 tones per year. There are nine large manufacturers.
- The Medium steel pipe and rip c-channel manufactures have production capacity ranging from 50,000 tones per year to 100,000 tones per year. There are approximately 13 Medium manufacturers. Currently, the Company is in this group.
- The small steel pipe and rip c-channel manufactures have the capacity less than 50,000 tones per year. The rest of the manufacturers are small manufacturers.

Merchandise Suppliers

- **Production**

At present the company has one factory and one subsidiary with the full production capacity of approximate 200,000 tons per year. In 2015 , the Company increased new machines, under fixing, anticipated that will increased capacity up to 300,000 tons per year. The average utilization rate were 42% and 50% in 2014 and 2015 respectively.

- **Raw material and product procurement**

At present the company procures hot rolled coil with the standard size of thickness, width and length from the local manufacturers. G J Steel Public Company Limited and G Steel Public Company Limited who are two of the three major producers, and purchase other products from various supplies. In addition, the Company has been purchasing Hot Roll Coil from Delong (Thailand) Co.,Ltd. since 4th quarter 2015 as new raw material sourcing.

Environmental Impact

The environmental Impact of steel manufacturer is the noise pollution. However, the company controls the noise not to affect the environment by design the factories. Moreover, the company is examined by Department of industrial Works annually. The environment of the factory is according to the standard and is not affect the environment.

Moreover, the company has never been sued about the pollution and has never been warned or charged or charged by the government agent according to the environmental laws.

Risk factors

1) **The risk associated with the volatility of the price of raw material**

The company purchased all of hot rolled coil from the local manufacturers with the range 58.04% of all purchases in 2014 and 65.40% of all purchases in 2015. Therefore, the volatility of hot rolled coil price affects the company's cost and the company's selling price.

However, if the price of steel products tends to stable or increase, the company uses the cost plus policy to set the selling price of all products. The company uses the raw material cost, expenses and profit to set the selling prices. Therefore, the company can maintain the profit margin and the company can adjust the selling price according to the changing of raw material prices. When the selling prices tend to decrease, the company accelerates to sell all of products. If the customers wish to order the goods in advance, the company will collect the advance payment from them and will order the goods from the manufacturers. This can lower the risk associated with the volatility of hot rolled coli price.

Moreover, the company follows the changing of raw material prices closely to order the raw material and to manage the inventory properly. The company has the policy to decrease the inventory when the price of raw material tends to decrease and to increase the inventory when the price of raw material tends to increase. In the normal situation, the company has the policy to keep the inventory for 45 days. From these policies, the changing of the raw material price will not affect the company's operational performance significantly.

2) **Risk associated with the reliability on major steel producers**

At the present, there are only three hot rolled coil manufacturers in Thailand. Hence, there may be a risk if these major domestic steel producers are unable to deliver their products to the Company as scheduled and if the Company is unable to provide substitute products to fill its customer's orders.

However, the company has purchased hot rolled coil from these manufacturers for a long time and has never defaulted on payment. These make the company has close relationship with the manufacturers. Moreover, the company plans the production and informs the purchasing amount of raw material in advance. The company has never experienced a delivery problem with these suppliers, when the steel price situation is normal or the steel price tends to increase. Therefore, the company believes that the company will not be affected by this problem. Currently, the Company has new additional sourcing of Hot Roll Coil from Delong (Thailand) Co.,Ltd. new associated Company with Chinese with ratio 20%, which will solve material shortage problem.

3) **The risk associated with the changing law about the competition**

1) <u>Free Trade Area</u>

At the present, Thailand has Free Trade Area Agreement with ASEAN countries and Agreement on the Common Effective Preferential Tariff (CEPT) Scheme for ASEAN Free Trade Area (AFTA). Hot rolled coil and steel pipe are on the normal track, which Thailand has to lower tariff on import goods to zero within 2010. The tariff rate of hot rolled coil from ASEAN countries is two to five percent depending on type and size. The tariff rate of steel pipe from ASEAN countries is five percent. Moreover, it is possible that Thailand will make Free Trade Area agreement with other countries in the future. So the imported hot rolled coil and steel pipe may be cheaper and there may be more foreign competitors. However, the import of hot rolled coil and steel pipe have disadvantage about the transportation duration and transportation cost.

Moreover, if the import hot rolled coil and steel pipe is cheaper than local ones, the company is able to import them as in the past.

4) **Risk impact from natural hazards and uncertainty politic**

Since end of 2011 natural hazards seemed increasing the violent and uncertainty. This has impact to seasonal trading, especially; there will be heavy rain and flooding in every third quarter, including Elniyo Effect during the past 2 years caused Thailand facing wide drought and politic uncertainty which affect to property business and consequently metal trading are also slow down.

General Information

INFORMATION ABOUT THE COMPANY AND ITS SUBSIDIARY

The Company

Name	:	The Steel Public Company Limited
Head Office	:	1401 Ekkachai Road, Bangbon Bangbon Bangkok 10150
Branch 1	:	7/4,7/6 Moo 1 Ekkachai Road, Khae lai, Kratumban, Samutsakorn 74110
Branch 2	:	99/5 Moo 1 Bangnamjued Amphur Muang Samutsakorn 74000
Homepage	:	http://www.thesteel.co.th
Company Registration	:	0107549000106
Business Operation	:	The company runs business as a trader and supplier of a wide variety of steel products: raw materials such as hot rolled coil; transformed steel such as coil slitting, steel sheet , hot formed product, cold formed product ; and other steel products. The company also processes some types of steel such as steel sheet, coil slitting, steel flat bar, steel angle bar, steel channel bar, steel pipe, and steel Rip C channel.
Telephone	:	(662) 894-8889-90
Fax	:	(662) 408-0272-4
Registered capital	:	Baht 550,005,080
Common Shares	:	550,005,080 shares
Par Value	:	Baht 1.00
Paid Capital	:	Baht 550,005,080

INFORMATION ABOUT THE COMPANY AND ITS SUBSIDIARY

Name (Company Registration)	Address	Type of Business	Registered (Baht)	Paid-up (Baht)	Percentage of Investment
1) The Steel PCL. (0107549000106)	Head Office 1401 Ekkachai Road, Bangbon , Bangbon, Bangkok Branch 1 7/4,7/6 Moo1 Ekkachai Road, Khaerai, Kratumban, Samutsakorn Branch 2 99/5 Moo 1 Bangnam-jued, Mueng Samutsakorn, Samutsakorn Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2408-0272-4 : E-mail: theinfo@thesteel.co.th Website: www.thesteel.co.th	Manufacture and sale of steel	550,005,080	550,005,080	-
Its Subsidiary					
1) The Steel Logistic Co.,Ltd. (0745551000218)	7/8 Moo 1 Ekkachai Road, Khae lai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 2811-2506-8 66 (0) 2811-3561-3 Fax: 66 (0) 2429-3959	To operate Logistic	10,000,000	10,000,000	80.00%
2) T.Y.K Industry Co., Ltd. (0745552002940)	196 Moo1, Khae lai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 34-476-456 Fax: 66 (0) 34-476-756	Manufacture black pipe	50,000,000	50,000,000	70.00%
3) Liberty Steel Siam Co., Ltd. (0105554023044)	1401 Ekkachai Rd. Bangbon, Bangbon, Bangkok 10150 Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2408-0272-4	Selling Steel-Round Bars, Hot Rolled Coils, and raw materials for manufacture other forming products	450,000,000	450,000,000	78.22%
4) The Siam Power Co.,Ltd. (0105558168918)	1401 Ekkachai Rd. Bangbon, Bangbon, Bangkok 10150 Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2408-0272-4	Holding Company to invest in other businesses	500,000	500,000	70%
3) Delong (Thailand) Co., Ltd (0745557000163)	2922/298 Charn Issara Tower 2 27th Floor, Phetchaburi Road, Bangkapi, Huaikwang, Bangkok Tel: 66 (0) 2716-5040 Fax: 66 (0) 2716-5041	Selling Hot Roll Coil	1,000,000,000	1,000,000,000	40.00%

Referrals and Their locations

Securities Register

Company	:	Thailand Securities Depository Co.,Ltd
Address	:	14th Floor, The Stock Exchange of Thailand Building,
		93 Rachadapisek Road, Dindaeng, Dindaeng ,Bangkok 10400, Thailand
Telephone	:	(662) 009-9000
Fax	:	(662) 009-9001

Auditor

Company Name	:	CWWP Company Limited	
		128/180-181, Phayatai Plaza Building,17th Floor, Phayatai Road	
		Thungphayatai, Ratchatavee, Bangkok 10400, Thailand	
Telephone	:	+66 (2) 216-2265, +66 (2) 216-2268-9	
Fax	:	+66 (2) 216-2268-9	
Auditor	:	Ms.Wanraya Puttasatiean	CPA.No. 4387 and/or
		Mr.Cherdsakul On-mongkol	CPA.No. 7195 and/or.
		Ms.Waraporn Intraraprasit	CPA.No. 7881

Capital Structure

(1) Company's Securities

The Companies' registered capital was as follows:-

Registered capital	550,005,080	Baht
Paid-up capital	550,005,080	Baht
Ordinary Shares	550,005,080	Shares
Par value	1.00	Baht

(2) Shareholder

The 10 major shareholders as at the book closure date on January 29, 2016 are as follows:-

	Name	No. of Shares	%
1	Ms. Boonchai Jirapongtralkul	94,000,000	17.091
2	Mr. Ratana Jirapontrakul	79,000,000	14.364
3	Mr.Suroj Jiraphongtrakul	75,405,000	13.710
4	Mr.Nirut Ngamchamnunrith	75,000,000	13.636
5	Mr. Panu Jarupilun	30,000,000	5.454
6	Ms. Alisa Jirapongtrakul	30,000,000	5.454
7	Mr.Jumpod Chuwong	27,000,000	4.909
8	Mrs.Wanna Sitthisirinukul	26,281,800	3.878
9	Ms.Suwannee Jirapongtrakul	19,095,000	3.472
10	Mr. Suwit Jiraphongtrakul	17,625,500	3.205

(3) Dividend Payment Policy

The Company's Dividend Payment Policy

The Company has the policy to pay dividend to shareholders at the rate not less than 50% of net profit after tax, unless the company has new investment project.

Subsidiaries' Dividend Payment Policy

For the other subsidiaries, the Company does not set the rate of subsidiaries' dividend payment, but the policy of subsidiaries' dividend payment to the Company has to be complied with subsidiaries' regulation on dividend payment which is resolved by the shareholders meeting. The subsidiaries' payment of dividend will be determined mainly by the performance of the company's earnings which depends on the performance of its operations and economy.

In addition, for the dividend payment, subsidiaries shall allocate not less than one of twentieth (1/20) from its net profit until this account reaches an amount not less than 10% of the registered authorized capital

In 2015, the Annual General Meeting of Shareholders held on 22 April 2015 considered and approved that no dividend payment was made for the operating results of the year 2014, due to reserving profit for future expansion.

Management Structure

The Management Structure of the Company consists of the Board of Directors and the 3 committees including the Audit Committee, the Executive Committee and the Nomination and Remuneration Committee whose scope of responsibilities and functions could be summarized as follows:-

The Board of Directors

Name	Position	Meeting Attendance of the Directors	
		Meeting	Attendance
Mr.Prachuab Chaiyasan	Chairman of Director Independent Director Chairman of the Audit Committee	10	10
Mr.Boonchai Jirapongtrakul	Director	10	10
Mr.Suroj JIraphongtrakul	Director	10	4
Mr.Nirut Ngamchamnunrith	Director	10	4
Ms.Proudpalin Vacharabenjapat	Director Nomination and Remuneration Committee	10	10
Mrs.Seenual Tasanapat	Independent Director Audit Committee Chairman of the Nomination and Remuneration Committee	10	10
Mr.Teerapong Tanarukvudhikorn	Independent Director Audit Committee	10	10

Audit Committee:

On December 31, 2015 the Audit Committee comprised of 3 independent directors with 3 years term as follow:-

1. Mr. Prachuab Chaiyasan Chairman of the Audit Committee
2. Mrs. Seenual Tasanapant Audit Committee
3. Mr. Teerapong Thanarukvudhikorn Audit Committee

The Audit Committee number 2 had adequate expertise and experience to review creditability of the financial reports. (detail of Audit Committee's experiences is on Information of Directors and Managements of the Company)

Secretary of the audit committee: Ms. Thitima Nontavech

Executive Committee:

On December 31, 2015 the Executive committee comprised of 3 members as follows:-

1. Mr. Boonchai Jirapongtrakul Chairman of the Executive Committee
2. Mr. Sila Wangphornphra Executive Director
3. Mr. Prasertsuk Nudthaisong Executive Director

Nomination and Remuneration Committee:

On December 31, 2015 the Nomination and Remuneration Committee comprised of 3 members as follows:-

1.	Mrs. Seenual	Tasanapant	Chairman of the Nomination and Remuneration Committee
2.	Mrs.Nartsine	Sarnvanichpitak	Nomination and Remuneration Committee
3.	Ms. Proudpalin	Vacharabenjapat	Nomination and Remuneration Committee

Secretary of the Nomination and Remuneration Committee: Ms. Thitima Nontavech

Executives:

On December 31, 2015 the executives[1] comprised of 5 members according to definition of the Securities and Exchange Commission (SEC) as follows:-

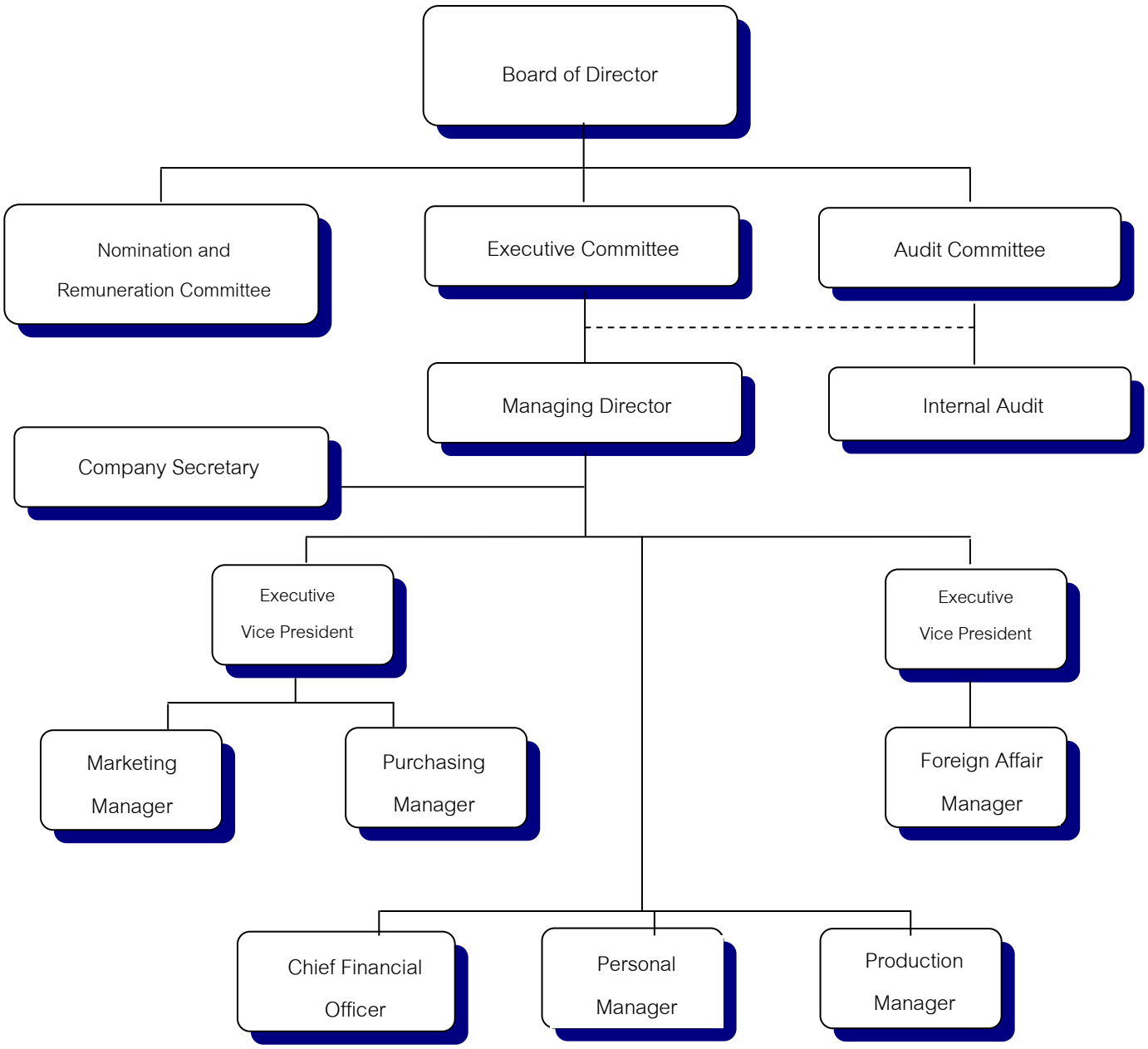
1.	Mr. Boonchai	Jirapongtrakul	Managing Director
2.	Mr. Pornthep	Pripaisalkij	Chief Financial Officer
3.	Mr. Sanguan	Chaichusorn	Marketing Manager
4.	Mr. Sila	Wangphornphra	Manufacturing Manager
5.	Mr. Prasertsuk	Nudthaisong	Purchasing Manager

Note:

(1) "Executives" mean directors, managers or those who hold the first four positions lower than the managers (who hold the highest position of the Company), those who hold the position equivalent to the four executives including those who hold management positions in accounting or finance division from division managers or equivalent onwards.

Organization Chart of The Steel Public Company Limited

(As at December 31, 2015)



Company Secretary:

Board of Director had appointed Ms.Thitima Nontavech handle Company Secretary since May 10,2013 with qualification presented in Attachment 1.

Remuneration of the Directors and Management Team

A. Remuneration in Cash for the Year Ending 31 December 2015

- **Directors' Remuneration** ; Meeting Allowance and Operating Bonus

Unit : Baht

Name	Meeting Allowance			Bonus	Total
	Board of Directors	Audit Committee	Nomination and Remuneration Committee		
1. Mr.Boonchai Jirapongtrakul	200,000	-	-	-	200,000
2. Mr.Suroj Jiraphongtrakul	80,000	-	-	-	80,000
3. Mr.Nirut Ngamchamnunrith	80,000	-	-	-	80,000
4. Mr.Prachuab Chaiyasan	300,000	120,000	-	-	420,000
5. Mrs.Seenual Tasanapant	200,000	80,000	-	-	280,000
6. Mr.Teerapong Thanarukvudhikorn	200,000	80,000	-	-	280,000
7. Ms.Proudpalin Vacharabenjapat	200,000	-	-	-	200,000
8. Mrs.Nartsine Sarnvanichpitak	-	-	-	-	-
				TOTAL	1,540,000

- Management Remuneration

Unit : Baht

Remuneration	Total (person)	Salary/Bonus/Other
Directors as management	1	3,120,000
Executives	4	5,083,596
	Total	8,203,596

B. Other remunerations

-None-

Labor dispute

(1) The total company employees as of December 31, 2015 were 337 persons (exclude executive). This consisted of the employee according to the work lines as follows.

Department		Numbers of Permanent Staff (Person)
		2015
1.	Office	114
2.	Factory	223
	Total	337

In a period of the past three years. The company did not have any conflicts about labor.

(2) Employee's compensation

Total compensations of the employee who were not the administrators of the company and subsidiaries (including coming in and going out of the employee during year 2015) was Baht 71.89 million. This compensation was in the form of salary, bonus, wages, overtime wage, living expenses and provident fund.

Personnel development policy

Human Resource Department had set up policies as follow:-

1. The Company will manage human resources, to comply with and support companies' business goals and strategies.
2. The Company will deploy HR systems and processes with Clarity, Transparency, Justice and the same alignment in the company.
3. The Company adheres the merit system that considers knowledge, ability of employees as most important. Thus, advances in career path and motivations will be subjected to the quality and success of the work, Knowledge and competent and Attitudes and employees' potential which meet companies' requirements.
4. The Company will continuously encourage the development of human resources, in order to make staff have competency and efficiency in their duties.

Good Corporate Governance

The Board of Director has recognized the importance on following the best practices of good corporate governance. The Company has determined that its policies on the best practices of good corporate governance as stated by the Stock Exchange of Thailand and then brought principles mentioned as a guide of how to operate the company to get the most benefit of running the business and support clearness, efficiency of the management so that Shareholders, the investors, and all relating Investor Relation as follows.

The policy regarding corporate governance

1. All information must be clearly presented and on time.
2. Directors and management persons must be sufficiency managed.
3. The principle of operating business must be benefited to shareholders.
4. Risk management must to controlled and minimized loss.
5. Ethics must be used for operating a business.

Sub Committees

The Board of Directors has set up a series of key sub-committees which are composed of knowledgeable persons and those with appropriate expertise to help supervise and examine several issues and assignments to ensure their accuracy, transparency and completeness before submitting to the Board of Directors for approval or acknowledgement on case-by-case basis to support the Company's administration and management:

- The Audit Committee

  This committee consists of three independent and with one well-versed in such fields. The term of each committee is three years.
- The Nomination and Remuneration Committee

  This committee consists of three Directors, one member be from an outsiders and two member is officer include three members.
- The Executive Committee

  This committee consists of one executive directors and two executive include three members. Executive committee was authorized to administration.

Definition

- **Independent Directors:** mean outside directors who are not the Company's executives or employees, not executive directors or authorized signatory directors, and are independent from major shareholders, executives and stakeholders. Non-executive directors are able to equally protect the benefits of as shareholders, and prevent conflict of interest between the Company and involved persons and have qualifications and independence as required by the SET and SEC as follows:
  1. Does not hold more than 1% of the total number of voting shares in the parent Company, or of any of its subsidiaries or joint venture companies or in any entity likely to give rise to a conflict of interest, shares held by related persons to be included in the calculation in accordance with directive 258 of the Securities Act.
  2. Does not take part in administering the work, is not a contractor or an employee or consultant in receipt of a regular salary and is not in a position to exert control over the Company, its subsidiaries, joint ventures or fellow-subsidiaries or on any entity likely to give rise to a conflict of interest (at present, and in the two years prior to his appointment).
  3. Is not related by blood or marriage to (i.e. is not the father, mother, spouse, sibling or child of or the spouse of a child of an Administrator, major shareholder or other person in a position of authority or candidate as Administrator or person in a position of authority Company or any of its subsidiaries.

4. Does not have business dealing with the Company:

   4.1 Is not an auditor of the Company

   4.2 Does not provide other professional services to the Company such as legal or financial consultancy or appraisal worth more than Bt.2m per year.

   4.3 Does not have habitual related party transactions by way of rent or lease, whether as lesson or lessee, of real estate, or concerning assets/services or the receipt or provision of financial assistance with a value exceeding Bt.20m or 3% of NTA, whichever is the lower, including transactions carried out in the one year prior to the carrying out of and given transaction.

   He must not have business relations as defined in 4.1 to 4.3 above at present, nor in the two years prior to his appointment except where there is necessary and proper reason and in any case not continuously or constantly. An Independent Director or Audit Committee Member may have relations that go beyond those stipulated while performing his office, but only after obtaining the unanimous prior approval of the Company's Board of Directors and subject to the relationship being disclosed per Form 56-1, in the Annual Report and in the letter of invitation to the Shareholders' Meeting in the event that the Shareholders' Meeting is to be asked to renew the term of office of the Independent Director or Audit Committee Member concerned.

5. Has not been appointed to represent a Director or major shareholder or other shareholder that is a related party to a major shareholder.
6. Does not have any other characteristic limiting his independence.
7. An Independent Director having the characteristics set out in points 1 to 6 above may be given powers by the Board of Directors to decide on matters involving the Company, its subsidiaries, its joint ventures or fellow-subsidiaries or entities likely to have a conflict of interest on a collective decision basis.

Duties and Responsibilities of Board of Director:

1. The authority and function according to the Civil and Commercial Code, including other laws which specify to be the authority and function of the committee or the group of the committee in the public company.
2. The authority and function according to the company regulations that is defined to be for the committee group.
3. Consider approval long-term plan, budget plan, and the annual investment budget.
4. Run the company's business according to laws, objectives, and the regulations of the company as well as the resolution of the shareholder meeting
5. Plan the administration policy of the company all until the checking turn over of the company
6. Define other regulations of the company
7. Appoint board of directors or assign to one or more committees or any individual operate instead of the committee and in the limit responsibility that the board should have and has the right to cancel, ignore, edit, or change the mentioned authority.
8. Consider and approve the important activities that are related to the company or are appropriate to make benefit for the company

   Except for these following issues that can operate only when permission has been given by the shareholder meeting. The committee who may have gain or loss or conflict in other benefits with the company or the sub company cannot vote for those issues.

   - The topic that the law has defined must have the resolution from the shareholder meeting.
   - Making the list in which the committee has gain and loss and in the area of law or regulations of the stock market defined have to be authorized from the shareholder meeting.

- Other than that, the following criteria must get the consent from the board meeting and the shareholder meeting with the vote not less than 3 out of 4 of the attending shareholders who have the rights to vote:
  - selling or transferring the company's business all or just important parts
  - buying or receiving the transfer of the other companies or public companies as the company's property
  - making, editing, or canceling the contract regarding renting the company's business all or just important parts; assigning others to manage the company's business or adding the business with other individuals with the objective of sharing profits and loss with each other
  - editing the memorandum or the company's regulation
  - increasing or decreasing capital, issuing the debenture, combining or canceling the business
  - other issues according to the law

Duties and Responsibilities of Audit Committee :

1. to review the Company's financial reporting process to ensure that it is accurate and adequate;
2. to review the Company's internal control system and internal audit system to ensure that they are suitable and efficient, to determine an internal audit unit's independence, as well as to approve the appointment, transfer and dismissal of the chief of an internal audit unit or any other unit in charge of an internal audit;
3. to review the Company's compliance with the law on securities and exchange, the Exchange's regulations, and the laws relating to the Company's business;
4. to consider, select and nominate an independent person to be the Company's auditor, and to propose such person's remuneration, as well as to attend meeting with the auditor without the presence of the executive directors at least once a year;
5. to review the Connected Transactions, or the transactions that may lead to conflicts of interests, to ensure that they are in compliance with the laws and the Exchange's regulations, and are reasonable and for the highest benefit of the Company;
6. to prepare, and to disclose in the Company's annual report, an audit committee's report which must be signed by the audit committee's chairman and consist of at least the following information:
   A. an opinion on the accuracy, completeness and creditability of the Company's financial report,
   B. an opinion on the adequacy of the Company's internal control system,
   C. an opinion on the compliance with the law on securities and exchange, the Exchange's regulations, or the laws relating to the Company's business,
   D. an opinion on the suitability of an auditor,
   E. an opinion on the transactions that may lead to conflicts of interests,
   F. the number of the audit committee meetings, and the attendance of such meetings by each committee member,
   G. an opinion or overview comment received by the audit committee from its performance of duties in accordance with this charter, and
   H. other transactions which, according to the audit committee's opinion, should be known to the shareholders and general investors, subject to the scope of duties and responsibilities assigned by the Company's board of directors; and
7. to perform any other act as assigned by the Company's board of directors, with the approval of the audit committee.

Duties and Responsibilities Executive Committee :

1. Empower of decide the significant operations by specified scope works, purpose, discipline, policy, type or size of duties within their authorities including govern general operation, production, customer's relation and must responsible to Board of Directors.
2. Consider all investments including purchasing ,selling company's fixed assets and propose to Broad of Directors.

3. Consider about the purchasing. Each time of buying raw ingredients should not more 20,000 tons.
4. Have the authority to act and be representative of the business to the third party in the related business and giving benefit to the business
5. Consider to collect the company funds for presenting to the company committee.
6. Approve the appointment of the company consultants in other issues that are necessary to the operations.
7. Run the business that relates to the general administration of the company.
8. Consider to approve the operation plans of each company department and to approve the requests from other departments that exceed the authority of such departments.
9. If the operation plans' budget of is over than the approved amount, it must be submitted to the Board of Directors for approval.

That is, the assignment of such authority, the managing director must act according to the rules and regulations that have been approved by the committee. They must not approve any issue that they or opposed individuals may gain or loss, or are opposed to the benefits in other ways with the company and sub-company. They must also reveal the following issues to the committee of the company for consideration.

Things other than what has been mentioned, Executive committee is not allowed to do unless it has been assigned from the committee meeting occasionally.

Duties and Responsibilities Nomination and Remuneration Committee :

1. Define the scope of work and method on the selection and recruitment of directors and sub-committee whose tenure have ended or unoccupied position for submission of the Board's consideration and/or further to shareholders' meetings for approval.
2. Define the method and practice of appropriate compensation for directors and sub-committee to the Board and/or further to Shareholders' meetings for approval.
3. Report to the Board of Director the results of Nomination and Remuneration Committee meetings or other matters that the Board of Directors should be informed.
4. Perform any tasks assigned by the Board of Directors.

Nomination of Directors and Management

Nomination of Directors:

Under the Company regulations, one-third of the directors must leave the Board at every annual general meeting. In the case that total number is not divisible by three, the number closest to one-third must used with the exit of the director who stays the longest with the Board of directors. The exit director maybe re-elected to the Board.

Recruitment of directors is under the responsibility of Nomination and Compensation Committee. The committee will screen candidates with qualifications predetermined in Company regulations and qualification in section 68 of the Public Company Limited Act B.E. 2535 (1992) and the related announcements of the Securities and Exchange Commission and tabled them to the Board for consideration before submission to shareholders' meetings to decide and appoint them under the following methods:

1. A shareholder has a score equal to one voice.
2. Committee election can be made through an individual or a group to be committee according to shareholder meeting. To vote, no matter individual or group who the shareholder vote will be the vice according to the number of stocks that the shareholder holds (follow previous step) in which the mentioned shareholder cannot divide their voices to any individual more or less than others.

3. The individuals who receive the majority of the votes (from greatest to least) will be those who win the election of they fulfill the number of required committees. In the case that the individual gets the same number of votes, but one gets more than the required number of the committee at that time, the chairman will be the one to decide who will win the tie.

Since October 1, 2014 – December 31, 2014, shareholders have been allowed to take part in the proposal of candidates for selection. The selection method and process are posted on www.thesteel.co.th, and investors are informed of the information through SET's IT information channel (portal). However, no shareholder has proposed any name for consideration in 2015.

Nomination of Management:

- **Nomination of Managing Director:** The Executive Committee will conduct a preliminary screening of candidates with the required qualifications, knowledge, skills, and experience; then, table them to the Nomination and Compensation Committee for consideration and endorsement before submitting the final list to the Board of Director for consideration.
- **Nomination of Executives:** The Managing Director will select and appoint candidates with the qualifications, knowledge, skills, and experience suitable for each executive position. The recruitment will be done under the human resources department's regulations.

Control of subsidiaries and associated Company

The Company has policy to control operation in subsidiaries by budgeting system. Every subsidiary has to prepare budget and present to Directors. In addition, control of cash payment will be allowed subsidiaries' management counter sign cheques with parent companies' management.

Control and Prevention of the Use of Inside Information

Detail Control and Prevention of the Use of inside Information on section 2 : Equitable Treatment of Shareholders

Audit fee

Auditor from CWWP Co., Ltd was not related party to the company. Amount Baht 2,044,000 was paid as auditor fee for year 2015 for the auditing financial statements of the company and subsidiaries. No other fee was paid.

Good Corporate Governance Compliance

In 2015, the company duly complied with the principles of good corporate governance for listed companies 2006 in these following five principles:

1. RIGHTS OF SHAREHOLDERS

The company values shareholders' rights by refraining from violating or infringing on such rights as follows:

1. **Fundamental legal rights:** The Company facilitated the exercising of the management of share transfers by reliable registrars.
2. **Right to receive significant information:** The Company disclosed up-to-date information through its website for shareholders to stay abreast of significant Company news, changes, and the information disclosed under regulations. As a rule after disclosure to the Stock Exchange of Thailand (SET), this is posted on the website.
3. **Right to attend meetings and vote:** The Company facilitated all shareholders' attendance at meetings and exercising of their votes. In the annual general meeting (AGM), it instituted a management system to promote and support such rights before the meeting date, during the meeting, and after the meeting date as detailed in AGM Checklist published by the Securities and Exchange Commission (SEC).

2 EQUITABLE TREATMENT OF SHAREHOLDERS

The Company values the equality of all shareholders. Its practical guidelines to promote genuine equality include the following:

1. **Fair exercising of shareholders' rights at Annual General Meetings (AGM)**

Before the meeting date:

- The Company allows each shareholder to propose agenda items for consideration at their meeting ahead of the actual meeting date and also to nominate candidates for directors and Shareholders are allowed to submit written questions about agenda items ahead of the meeting date through its website. In 2015, no shareholder proposed their own agenda and nominates candidates for the Company Directors.
- The Company has authorized Thailand Securities Depository Co., Ltd as the share registrar to deliver invitation letters enclosed with minutes of the previous meeting, annual report, documents to supplement decision making in each agenda, explanations and information of the independent directors, steps to attend the meeting, special regulations relating to the shareholder's meeting, the meeting venue and proxy form to all shareholders at least seven days before the meeting. Such information is also made available through the Company website at www.thesteel.co.th and announced in the newspapers for three consecutive days before the meeting to inform the shareholders in advance.
- Through the meeting notice, the Company informs shareholders of meeting participation criteria, providing them with a list of independent directors on proxy forms designed by the Ministry of Commerce. This proxy forms also provide for shareholders' written opinions on balloting.

Shareholders' Meeting:

- The Company provides two hours before each meeting for registration and even after that, it allows shareholders who still want to attend the meeting to do so and register their attendance without losing their rights and they still have the voting right for the items remaining on the agenda. Souvenirs and food as well as refreshments are also offered to those attending.
- The Company Secretary informs the meeting about the meeting criteria and rules as the procedures for balloting and provides shareholders with the voting right, equivalent to the number of shares held. One share yields one vote.
- The Company encouraged the meeting to use voting ballots and encouraged shareholders to exercise the voting right in selecting director. Prepared ballots for individual director and distributed them to the shareholders during registration before the meeting began. Details of the voting scores were recorded in the Annual General Meeting of the Shareholders for the Year 2015. The Voting ballots key documentation is systematically compiled and may be inspected for subsequent reference.
- The Company allows shareholders to fully express their views and raise their questions. The Chairman of the Board of Directors, the Chairman of Audit Committee, the Managing Director and CEO attend all meetings to address questions clearly.

After the meeting date:

- The Company Secretary records all significant information at an AGM, such as the Directors in attendance; the clarifications of the Chairman of the Board of Directors, the Chairman of Audit Committee, the Managing Director. It includes questions raised and opinions expressed by shareholder; the method for voting and counting votes; the number of votes for, against or non-voting on an Issue; and any other relevant information.
- The Minutes of the Meeting are forwarded to the Stock Exchange of Thailand within 14 days of the Meeting and are also posted on the company's website. This allows shareholders to inspect the accuracy of resolutions and make suggestions for any other details to be recorded prior to proposing the approval of the said Minutes at the next Shareholders' Meeting.

2. Control and Prevention of the Use of Inside Information:

- The company sets to have the protection against bringing company information to be used by setting unit that know information and will not reveal it to other unrelated individuals or group.
- The Company administrator who receives the financial of the company will not use the benefit from the mentioned information before reveal to the public. The administrators cannot buy or sell the company's assets for a period of one month before the financial budget will be presented to the public.
- When the company assets register in the stock exchange in Thailand, the company has set that the committee and administrator have functioned in reporting asset holding in the company according to the Sections 59 so that it would be as announced of the National Election Committee Office 14/1997 about making and revealing the report of asset holding on May 12, 1997 and have set the penalty according to the Possession and Stock Exchange Act, 1992 and the regulations of Stock Exchange in Thailand. This includes setting the penalty for those searching for their own benefit from using the company's internal information for personal use reveal to others, thus damaging the company. There will be consideration concerning the punishment according to the situation such as verbal warning, written warning, suspension, including halt employment by firing or dislodge.
- In making connected transactions, the company strictly manages the approval procedure in its best interests. Transactions with possible conflicts of interest are raised for the Audit Committee's scrutiny before submitting to the Board and shareholders' meetings for consideration, if applicable. The Company discloses complete important information in compliance with the regulation.

3 ROLES OF STAKEHOLDERS

The Company gives the importance to the right to all group of individuals who gain or loss, no matter if they will gain or loss inside or outside. Because the company realizes the support from those who gain or loss, which will create abilities in competition and make profit for the company, it is considered to bring success to the company on the long-term. These are the important details;

Staffs	:	Equitable treatment and reasonable benefits to all staff.
Traders and Creditors	:	Fair treatment and follow terms and conditions stated in agreement.
Customer	:	Create a satisfaction to the customer, take care and be responsible for the customer by emphasizing the product quality, qualified service.
Competitors	:	Avoid unfair competition, and practice business ethics.
Community/Social	:	The Company considers the environment by being responsible of taking care of making sure there is no effect on the environment of the public and society

In addition, it has instituted a communication channel for requests, opinions and suggestions with the Board of Director to enable parties to make useful recommendations provided a box to receive comment at the front of the office or by website or email at theinfo@thesteel.co.th, audit@thesteel.co.th. The Company's Secretary who receives and summarizes all topics, and to the Audit Committee, and Board of Directors. The Company gives importance to the secrecy of information received in order to build confidence to sender, and complaint will only be known to assigned and related persons.

4 DISCLOSURE OF INFORMATION AND TRANSPARENCY

The Company highly values the disclosure of financial and other information through various channels for shareholder, investors and stakeholders to equally reach the information as follows:-

- Disclose assorted significant information, including financial information, shareholding structure, good corporate governance and company information submitted to SET through its ELCID system, Annual Report, Form 56-1, notice to shareholders' meeting, minutes of shareholders' meetings in both Thai and English, is regularly updated at www. thesteel.co.th

- On the investor relationship side, currently, the company is in the process of setting the specific unit, but has appointed to the Ms. Proudpalin Vacharabenjapat, communicate with the institutional investor, shareholders, including the analyzer and the related government agency.

5 RESPONSIBILITIES OF THE BOARD

The company has responsibility and leadership and vision from to be Good Corporate Governance as follows:

1. **Composition of the Board:**
   - The Board consisted of 7 directors-three non-executives and one executive. Three were independent directors. Information about the terms of each director appears in the annual report, Form 56-1.
   - Chairman and Managing Director are individual but they are the relation. Their experience different are advantageous for each department. However, company had divided clearly the authority for each company committee and administration and 3 company's non administration committee for balancing and auditing of company administration.
   - The Board has not only defined a formal and transparent recruitment procedure for directors, to be executed by the Nominating and Remuneration Committee, bust has made it possible for shareholders to nominate suitable persons for selection.
   - **Terms of Directors:**

     As stated in company regulations, each director's term is three years, in line with that stated in the Public Company Limited Act. It is also stipulated that the Audit Committee can be in office for up to three consecutive terms.
   - **Company Secretary**

     Ms. Thitima Nontavech , has been assigned to serve as Company Secretary. This person is a regular employee. Who can be contacted by email at theinfo@thesteel.co.th.

Meeting Attendance and Remuneration of the Directors in 2015

Name	Attendance/Meeting			
	Board of Directors	Audit Committee	Nomination and Remuneration Committee	Term of Director Term
1. Mr.Boonchai Jirapongtrakul	10/10	-	-	Apr 2013-2016
2. Mr.Suroj Jiraphongtrakul	4/10	-	-	Apr 2015-2018
3. Mr.Nirut Ngamcahmnunrith	4/10	-	-	Apr 2015-2018
4. Mr.Prachuab Chaiyasan	10/10	4/4	-	Apr 2014-2017
5. Mr.Teerapong Thanarukvudhikorn	10/10	4/4	-	Apr 2014-2017
6. Mrs.Seenual Tasanapant	10/10	4/4	-	Apr 2014-2017
7. Ms.Proudpalin Vacharabenjapat	10/10	-	-	Apr 2015-2018
8. Mrs.Nartsine Sarnvanichpitak	-	-	-	-

Note: - No 8 Nomination and Remuneration committee was assigned from outsider.

Corporate Social Responsibility (CSR)

The Company has given important to CSR with following policies:-

- The Company operates business with anti-cheating by stating as policy in company manual and inform all staff when start the work.
- The Company will sell only good quality products with reasonable prices.
- When there are opportunities, the Company will join social activities with close communities, such as, giving scholarship to schools, cleaning campaign to create nice communities, etc.

Internal Control and Risk Management

According to Thai Yuan Metal Public Company Limited Board of Director meeting No.4/2016 on February 29,2016, Board had appraised Company internal control system by asking informations from managements and concluded focus 5 topics of internal control system as follows:-

1. Internal Control within organization.
2. Risk appraisal.
3. Operation control.
4. Information system and communication.
5. Follow up system.

Board agreed that Company internal control system was enough and suitable. The Company had provided enough man-power to run the system efficiently and follow up system was provided to ensure all assets were protected from any mis-used by directors or managements who had no authority. Activities with related parties who may have conflict of interests were also controlled.

For appraisal from of SEC for year 2014 which company had complied, found that the Company was able to Completely accounting for all questionnaires. Audit Committee had the opinion that Companies' internal control was adequate for the preparing of financial reportings correctly.

After appraised, Board of Director had opinion that the Company had adequate internal control system and other enough controls for the 5 topics. Internal Auditing was independence to follow up and control. The Company also had good custodian system of documents which facilitate directors, auditor, or Legal Officers to audit within reasonable time frame.

Head of Internal Audit

Regarding Audit Committee Meeting on November 14,2012, No.4/2012 had appointed Mr.Wisood Charoensilawat as Internal Auditor from November 16,2012 onwards up to present due to his 9 years internal audit experiences. The approval of appointment, transferring, dismiss Internal Auditor has to be getting opinion from Audit Committee.

Related Party Transactions

Necessity and Reasonableness of Connected Transactions.

Connected party transactions with related companies or any persons who may have conflict of interest in the past year were the normal trading such as the merchandise purchasing, merchandise distributing. The company has the policy to let the audit committee consider and give the opinion to such listing. The audit committee will bring the market price of others to compare with the price of listing between each other to consider every details were disclosed in Note To Financial Statement No.33 in year 2015.

Policy or Trend of listing between each other

In the future, if the company has the need to do the list between each other with the person who may have the conflict with the company, the company has the policy to set the condition according to the nature of normal business and is the market price that can compare with the price occurred to the third party. The company will let the audit committee to check and give opinions regarding the appropriateness of the price and the logic of the listing

Listing between each other that may happen in the future must be practiced by the committee according to other regulations that is defined and the committee must not approve any listing that they or the persons who may have the conflict in any manner with the company and must open such list to the company committee to let them consider. The company must practice to the law regarding the possession and stock exchange and discipline, announce, order, or regulation of the stock exchange of Thailand, including the practice according to the regulation of opening information about doing the list that are related and receiving or distributing the assets of the company or sub-company.

If there is any listing between each other of The Steel Public Company Limited and the sub-company that occurs with the person who make the conflict in benefit or has benefits and losses or has the conflict in benefit that is not the normal trading, the company will let the audit committee give opinions concerning the price, compensation rate, including the need and appropriateness of that list. In the case that the audit committee has no experience in considering the listing between each other that may occur, the company will let the independent evaluator or the expert as the one who give opinion regarding the listing between each other to make the decision of the audit committee, committee, or the shareholders according to each situation. The company will open the list between each other in the note to financial statements, the annual information list form (form 56-1) and the annual report of the company (form 56-2).

Audit Committee's Report 2015



The Audit Committee of The Steel Public Company Limited of Mr. Prachuab Chaiyasan, Chairman of the Audit Committee, Mrs. Seenual Tasanapant and Mr. Teerapong Thanarukvudhikorn, members of the Audit Committee. All Audit Committee member possess appropriate qualifications and one of the Directors has adequate experiences and capable to re creditability of the financial report. The Audit Committee reviews performance against its charter issued by the Board of Directors, which aligns with the regulations of the Stock Exchange of Thailand (SET).

In 2015, the Audit Committee convened 4 meetings. Each Audit Committee meeting with senior executives, external auditors and internal auditors with independence in reporting, expressing opinion and giving recommendations. Significant tasks were summarized as follows:

- **Reviewed company's quarterly and audited financial statements of 2015;**
  Reviewed a quarterly and audited financial statements of 2015 with executives and auditor to ensure that financial statements of both the Company and its subsidiaries were in accordance with generally accepted accounting principles, including mutually considered and gave opinions for all acquisitions or sale of assets during the year and disclosures were adequate and timely to serve investors.
- **Reviewed the internal control system and the internal audit systems;**
  Reviewed audit operations, audit reports and gave advise on quarterly basis and viewed that internal control systems were adequate and internal audit systems were appropriate and efficient.
- **Compliance with Relevant Laws and Regulations;**
  The company has a clear policies to comply with all regulations and related governing laws, the Audit committee did not find any significant incompliance to the law. The company realizes the importance of information disclosure, including financial statements and other reports, and ensures that they are complete, accurate, reliable and timely.
- **Consider Appointing the External Auditors and audit fee for year 2016;**
  The Audit Committee has taken into consideration the independence, performance, and experience and an appropriate of audit fees. The Audit Committee has passed an unanimous resolution to propose to the Company's Board of Directors for consideration and propose to the shareholders' meeting to consider and approve the appointment of Ms. Wanraya Puttasatiean CPA.No. 4387 or Mr. Cherdsakul Onmongkol CPA.No. 7195 or Ms. Waraphorn Intaraprasit CPA.No. 7881 or Ms.Chantra Wongsriu-domporn, from CWWP Co., Ltd., to serve as the Company's external auditor for the year 2016, the audit fee will be within Baht 3,505,000 for the Company and subsidiaries.
- **Reviewed related parties transactions;** The Audit Committee has reviewed and given opinion towards related party transactions to ensure the company has complied to normal business conditions, reasonable and created high benefit to company.

In summary, Audit Committee had performed duties according to Charter approved from Board of Directors, and given recommendations to all parties to manage with good governance, legally and appropriate in order to achieve companies' goals.

Mr. Prachuab Chaiyasan

Chairman of the Audit Committee

Report of the Board of Director's Responsibility to the financial Report

The Board of Director of Responsibility information to Financial Report

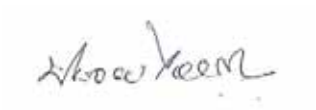
The Board of Director is responsible for financial statement of The Steel Public Co.,Ltd. which included all financial information as in our annual report. This financial statement has been made in applicable practice methods regularly as general accountancy standards. It has also revealed enough information as in its précised remark in order to be beneficial for our shareholders and investors thoroughly.

The Board of Director who has also made the efficient processes of risk management and internal control appropriately. These processes can be ensuring that our information protections in particular to preserve all company assets effectively, moreover to prevent fraud or any significant abnormal operations.

The Board of Director has appointed the Audit Committee to responsible for reviewing all accountancy policies and financial report accuracies. In charge of verification all internal controls, internal audit system together with risk operating processes as already mentioned in annual report.

The financial statement has been verified by auditor from CWWP Co., Ltd with good cooperation from Board of Director to provide all related information in order to support their audit and independent in expressing opinion. The auditor's opinion was already expressed in our financial report as part company annual report.

Thus, the board of director has concluded that our internal control systems are satisfactory. And the financial statement of The Steel Public Co., Ltd. for year ended December 31, 2015 can be reliable and conformed to laws and regulations.



Mr.Prachuab Chaiyasan
(Chairman)



Mr.Boonchai Jirapongtrakul
(Managing Director)

Financial Ratio		For Consolidated Financial Statement			For Separated Financial Statement		
		2015	2014	2013	2015	2014	2013
Liquidity ratio							
Current ratio	(times)	1.18	1.03	1.03	1.21	1.18	1.00
Quick ratio	(times)	0.52	0.41	0.36	0.49	0.47	0.55
Cash flow liquidity ratio	(times)	(0.02)	0.04	0.40	(0.14)	(0.19)	0.85
Receivvables turnover	(times)	10.06	13.73	8.88	8.58	9.12	2.59
Collection period	(day)	35.78	26.21	40.55	41.95	39.46	138.86
Inventory period	(times)	11.81	9.93	4.62	10.17	11.13	7.21
Inventory Turnover period	(day)	30.48	36.25	78.00	35.39	32.35	49.96
Account payable turnover	(times)	61.94	50.38	42.32	43.57	41.16	26.90
Payment period	(day)	5.81	7.15	8.51	8.26	8.75	13.38
Cash Cycle	(times)	60.46	55.32	110.05	69.08	63.05	175.44
Profitability Ratio							
Gross prifit margin	(%)	0.86	2.32	(1.24)	(0.45)	2.37	3.58
Operating Profit Margin	(%)	(5.11)	0.91	(2.81)	(0.45)	1.04	(2.07)
Other Income Ratio	(%)	0.21	0.36	0.26	0.25	0.26	0.68
Cash to Profit Ratip	(%)	7.94	79.18	(453.87)	739.51	(347.77)	(1972.13)
Net profit margin (loss)	(%)	(5.25)	0.51	(4.80)	(7.31)	0.49	(3.24)
Return on equity	(%)	(67.20)	11.89	(60.19)	(68.71)	6.64	(21.12)
Efficiency Ratio							
Return on assets	(%)	(17.97)	2.14	(11.62)	(21.20)	1.83	(5.15)
Return on fixed assets	(%)	(99.13)	26.44	(75.27)	(217.39)	45.07	(76.67)
Assets turnover	(times)	3.43	4.21	2.42	2.90	3.76	1.59
Financial Ratio							
Debt to equity ratio	(times)	1.93	4.17	5.02	1.90	2.75	2.50
Interest coverage	(times)	0.35	2.81	13.12	(4.47)	(4.15)	28.17
Cash Basis	(times)	(0.14)	2.99	11.13	(1.09)	(1.39)	43.41
Dividend rate	(%)	-	-	(3.59)	-	-	(9.08)
Net profit per share (loss)	(baht)	(1.76)	0.24	(0.51)	(2.02)	0.16	(0.55)
Book value per share	(baht)	2.54	2.43	2.20	2.71	2.46	2.30
Growth Ratio							
Assets	(%)	0.76	2.21	(28.68)	17.23	14.64	(39.59)
Liabilities	(%)	(17.66)	(1.12)	(24.93)	4.83	17.76	(44.86)
Total revenue	(%)	(17.45)	46.01	(22.13)	(10.55)	91.64	(58.79)
Administrative expenses	(%)	(12.31)	40.59	(19.52)	(9.20)	86.60	(57.64)
Net profit (loss)	(%)	(952.34)	115.46	(889.20)	(1,443.07)	128.78	(471.66)

Management Discussion on Operations

The Company's operation results and financial status of year 2014 – 2015 were as follows:

Statement of Comprehensive Income

Total revenues of the Company and subsidiaries for the year ended December 31, 2015 equaled Baht 13,957.30 million compared with Baht 16,882.71 million of year 2014, decreasing Baht 2,925.41 million or 17.33%. Total revenues decreased mainly due to increasing of sale quantities around 10.15%, but average selling price decreased around 18.01%.

Cost of goods sold for year 2015 presented Baht 13,836.61 million compared with Baht 16,490.74 million of 2014, decreased Baht 2,654.13 million or 16.09%, which less than sale decreasing, resulting there was gross profit only Baht 120.69 million in 2015, while was gross profit Baht 391.97 million in 2014. Selling and administrative expenses of 2015 equaled Baht 150.50 million compared to Baht 222.71 million in 2014, decreasing Baht 72.21 million due to selling one subsidiary during beginning of 2015 and restructuring another subsidiary, resulting huge selling and administrative expenses reduction.

Finance cost of 2015 was Baht 71.51 million, reduced from 2014 which was Baht 101.52 million due to repay long term loan and reducing of interest rates. In addition, there were extra-ordinally item of goodwill written-off Baht 595.45 million, which was incurred in August 2015 from increasing capital on Private Placement basis, which management considered no future value. After deducting all expenses and income tax, the Company reported net loss attribute to equity holders of Company for year 2015 Baht 740.34 million, compared to net profit of Baht 94.86 million of 2014, decreasing of net profit Baht 835.20 million or 880.46%

Statement of Financial Position

Total Assets of the Company as of December 31, 2015 equaled Baht 4,097.63 million compare to Baht 4,058.93 million of year 2014, assets increased due to investment in land and properties during the year.

Total Liabilities decreased from Baht 3,279.13 million in 2014 to Baht 2,700.64 million in year 2015 due to gradually repay long term loan and reduce using short term loan due to business slow down in quarter 4/2015, resulting D/E ratio decreased from 3.87 as at December 31, 2014 to 1.97 as at December 31, 2015.

Factors or Situations May impact Future Operation

Since the Company could generated profit every year, until 2013 facing loss, which was impacted from investment in one subsidiary who imported scraps for selling, but selling prices dropped since 2012, which may create distrust from financial institutions. But, this problem was solved in 2014 and changed operation into profit. But 2015, unfortunately macro economics in Thailand and European Countries were fluctuated again in second half of 2015, metal business slow down and caused the Companies' operations to loss. Therefore, would economy crisis and unstability of Thai politic may cause internal economics slow down, then impact to metal industries.

(TRANSLATION)

INDEPENDENT AUDITOR'S REPORT

To the Shareholders and Board of Directors of THE STEEL PUBLIC COMPANY LIMITED

I have audited the accompanying consolidated and separate financial statements of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries and of THE STEEL PUBLIC COMPANY LIMITED, which comprise the consolidated and separate statements of financial position as at 31 December 2015, and the consolidated and separate statements of comprehensive income, the consolidated and separate statements of changes in shareholders' equity and the consolidated and separate statements of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the financial position of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries and of THE STEEL PUBLIC COMPANY LIMITED as at 31 December 2015, and their financial performance and cash flows for the year then ended in accordance with Financial Reporting Standards.

Emphasis of matter

As revealed in the note to the financial statements no. 4, since the third quarter of 2015, the Company has issued additional ordinary shares to purchase assets from its related persons and companies. This transaction is considered as business combination. As of the acquisitions date, the fair value of the consideration transferred exceed the fair value of the consideration acquired, thus it is shown as an asset of Baht 595.45 million under the account of goodwill in the consolidated and separate financial statements. However, subsequently in the fourth quarter of 2015, the Company has reviewed the value of the goodwill arising from business combinations and found that it does not obviously because the economic benefits to the Group of Company and the Company. The management have reviewed the carrying value of the goodwill, and considered that an impairment of such goodwill must be made as the whole amount. The Company has recorded an allowance for impairment of goodwill and an impairment loss of goodwill arising from business combinations in the amount of Baht 595.45 million in the consolidated and separate financial statements for the year ended 31 December 2015. My opinion is not qualified in respect of this matter.

(Miss Wanraya Puttasatiean)

Certified Public Accountant, Registration No. 4387

CWWP COMPANY LIMITED

Bangkok,

29 February 2016

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2015

		CONSOLIDATED FINANCIAL STATEMENTS		
	Notes	31 December 2015	31 December 2014	1 January 2014
		Baht	Baht	Baht
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	8	41,196,998.06	31,200,133.61	30,941,703.91
Temporary Investments	9	5,071,837.73	3,917,052.59	42,615,502.63
Trade and Other Receivables	10	1,473,576,632.59	1,355,155,229.13	1,193,910,275.85
Inventories	11	804,229,991.32	1,539,005,313.25	1,782,402,393.28
Advance Payment for Inventories	11	838,566,968.43	336,211,429.93	230,093,396.31
TOTAL CURRENT ASSETS		**3,162,642,428.13**	**3,265,489,158.51**	**3,279,963,271.98**
NON-CURRENT ASSETS				
Pledged Deposit Fixed Account	12	-	10,269,228.60	10,060,000.00
Investment in Associated	13	135,402,873.00	136,489,200.30	-
Property, Plant and Equipment	16	767,979,993.37	622,789,661.56	670,091,684.45
Goodwill	4	-	-	-
Intangible Asset	17	796,567.05	2,215,284.37	2,734,820.93
Deferred Tax Assets	18	29,808,098.47	21,541,591.76	15,736,161.18
Other Non - Current Assets		996,317.94	134,200.00	8,000.00
TOTAL NON-CURRENT ASSETS		**934,983,849.83**	**793,439,166.59**	**698,630,666.56**
TOTAL ASSETS		**4,097,626,277.96**	**4,058,928,325.10**	**3,978,593,938.54**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2015

		CONSOLIDATED FINANCIAL STATEMENTS		
	Notes	31 December 2015	31 December 2014	1 January 2014
		Baht	Baht	Baht
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Overdrafts and Short - Term Borrowings				
from Financial Institutions	20	2,462,819,379.67	2,800,030,747.80	2,704,724,469.16
Short - Term Borrowings from Related Persons and Party	33.2	-	14,400,100.00	-
Trade and Other Payables	21	190,967,514.22	296,978,917.48	404,117,581.75
Advances Receiced for Inventories		10,071,656.23	19,945,545.30	17,261,999.58
Current Portion				
Liabilities under Finance Lease Agreement	22	-	604,064.62	1,614,835.00
Long - Term Borrowings from Financial Institutions	23	21,600,000.00	45,600,000.00	45,600,000.00
Income Tax Payable		2,652,480.52	5,741,869.45	10,261,877.99
TOTAL CURRENT LIABILITIES		**2,688,111,030.64**	**3,183,301,244.65**	**3,183,580,763.48**
NON-CURRENT LIABILITIES				
Liabilities under Finance Lease Agreement	22	-	905,727.02	458,824.11
Long - Term Borrowings from Financial Institutions	23	490,894.13	80,488,347.55	123,441,898.50
Employee Benefit Obligation	24	11,011,258.01	13,801,830.91	9,770,845.00
Other Non - Current Liabilities		1,023,250.00	631,500.00	-
TOTAL NON-CURRENT LIABILITIES		**12,525,402.14**	**95,827,405.48**	**133,671,567.61**
TOTAL LIABILITIES		**2,700,636,432.78**	**3,279,128,650.13**	**3,317,252,331.09**
SHAREHOLDERS' EQUITY				
Share Capital	25			
Authorized Share Capital				
550,005,080 Ordinary Shares @ Baht 1.00		550,005,080.00	-	-
500,000,000 Ordinary Shares @ Baht 1.00		-	500,000,000.00	500,000,000.00
Issued and Paid - Up Share Capital				
550,005,080 Ordinary Shares @ Baht 1.00		550,005,080.00	-	-
400,005,080 Ordinary Shares @ Baht 1.00		-	400,005,080.00	400,000,000.00
Share Premium on Common Stocks		1,395,249,920.00	191,499,920.00	191,479,600.00
Retained Earnings				
Appropriated				
Legal Reserve	26	36,620,000.00	33,420,000.00	33,420,000.00
Unappropriated		(406,753,395.32)	333,114,568.68	254,001,833.23
Other Components of Equity		(202,360,859.69)	(111,406,958.88)	-
SHAREHOLDERS' EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		**1,372,760,744.99**	**846,632,609.80**	**878,901,433.23**
Non - Controlling Interests	15	24,229,100.19	(66,832,934.83)	(217,559,825.78)
TOTAL SHAREHOLDERS' EQUITY		**1,396,989,845.18**	**779,799,674.97**	**661,341,607.45**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**4,097,626,277.96**	**4,058,928,325.10**	**3,978,593,938.54**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2015

		SEPARATE FINANCIAL STATEMENTS		
	Notes	31 December 2015 #	31 December 2014	1 January 2014
		Baht	Baht	Baht
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	8	20,732,278.69	25,441,549.78	13,629,689.73
Temporary Investments	9	5,071,837.73	3,917,052.59	2,797,894.34
Trade and Other Receivables	10	1,405,745,017.60	1,256,629,415.63	1,255,039,907.37
Inventories	11	802,529,812.99	1,492,461,064.70	786,708,985.24
Advance Payment for Inventories	11	1,118,094,738.32	336,211,429.93	227,752,140.62
TOTAL CURRENT ASSETS		**3,352,173,685.33**	**3,114,660,512.63**	**2,285,928,617.30**
NON-CURRENT ASSETS				
Investment in Associated	13	200,000,000.00	150,000,000.00	-
Investment in Subsidiaries	14	41,350,000.00	70,975,907.55	81,000,000.00
Long-Term Loans and Accrued Interest Income to Subsidiaries	33.2	160,234,363.01	128,599,650.69	609,864,575.34
Property, Plant and Equipment	16	548,843,603.42	209,543,677.99	231,341,369.17
Goodwill	4	-	-	-
Intangible Asset	17	796,565.05	218,176.70	404,547.70
Deferred Tax Assets	18	29,338,202.45	21,126,783.91	15,436,748.98
Other Non - Current Assets		247,700.00	117,200.00	8,000.00
TOTAL NON-CURRENT ASSETS		**980,810,433.93**	**580,581,396.84**	**938,055,241.19**
TOTAL ASSETS		**4,332,984,119.26**	**3,695,241,909.47**	**3,223,983,858.49**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2015

	Notes	SEPARATE FINANCIAL STATEMENTS		
		31 December 2015 #	31 December 2014	1 January 2014
		Baht	Baht	Baht
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES				
Overdrafts and Short - Term Borrowings				
from Financial Institutions	20	2,452,070,528.47	2,341,926,850.05	1,900,000,000.00
Trade and Other Payables	21	307,773,969.52	267,938,307.44	382,975,935.71
Advances Receiced for Inventories		10,071,656.23	19,945,545.30	81,113.10
Income Tax Payable		-	5,741,869.45	10,261,877.99
TOTAL CURRENT LIABILITIES		**2,769,916,154.22**	**2,635,552,572.24**	**2,293,318,926.80**
NON-CURRENT LIABILITIES				
Employee Benefit Obligation	24	8,632,844.00	11,261,527.00	8,273,784.00
Contingent Liability on Guarantees of the Subsidiary	14	62,638,545.08	62,638,545.08	-
TOTAL NON-CURRENT LIABILITIES		**71,271,389.08**	**73,900,072.08**	**8,273,784.00**
TOTAL LIABILITIES		**2,841,187,543.30**	**2,709,452,644.32**	**2,301,592,710.80**
SHAREHOLDERS' EQUITY				
Share Capital	25			
Authorized Share Capital				
550,005,080 Ordinary Shares @ Baht 1.00		550,005,080.00	-	-
500,000,000 Ordinary Shares @ Baht 1.00		-	500,000,000.00	500,000,000.00
Issued and Paid - Up Share Capital				
550,005,080 Ordinary Shares @ Baht 1.00		550,005,080.00	-	-
500,000,000 Ordinary Shares @ Baht 1.00		-	400,005,080.00	400,000,000.00
Share Premium on Common Stocks		1,395,249,920.00	191,499,920.00	191,479,600.00
Retained Earnings				
Appropriated				
Legal Reserve	26	36,620,000.00	33,420,000.00	33,420,000.00
Unappropriated		(490,078,424.04)	360,864,265.15	297,491,547.69
TOTAL SHAREHOLDERS' EQUITY		**1,491,796,575.96**	**985,789,265.15**	**922,391,147.69**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**4,332,984,119.26**	**3,695,241,909.47**	**3,223,983,858.49**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the year ended 31 December 2015

		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Notes	31 December 2015	31 December 2014	31 December 2015	31 December 2014
		Baht	Baht	Baht	Baht
Revenue from Sales and Services		13,957,302,154.85	16,882,705,476.91	11,620,655,683.37	12,990,463,586.19
Cost of Sales and Services		(13,836,614,320.61)	(16,490,742,620.78)	(11,673,322,151.00)	(12,682,966,627.57)
GROSS (LOSS) PROFIT		**120,687,834.24**	**391,962,856.13**	**(52,666,467.63)**	**307,496,958.62**
Gain (Loss) from Exchange Rate		(3,193,382.96)	2,649,027.50	(3,193,382.96)	38,590.09
Interest Income		6,800,795.97	12,525,708.67	7,349,149.86	31,828,964.78
Gain from Disposal of Temporary Investments		-	35,825,191.71	-	-
Other Income		25,440,554.60	9,927,732.69	24,729,700.96	1,724,845.43
Unrealised Gain on Changes in Fair Value of Investments		559,578.95	1,119,158.25	559,578.95	1,119,158.25
Selling Expenses		(53,211,469.43)	(122,459,134.55)	(85,074,754.61)	(73,900,825.05)
Administrative Expenses		(97,290,864.57)	(100,250,592.86)	(76,973,694.72)	(58,360,957.45)
Doubtful Debts		(34,541,494.68)	(9,140,152.99)	(9,514,975.38)	(9,140,152.99)
(Loss)Gain from Sales of Investment in Subsidiaries		18,545,208.35	-	(2,955,429.42)	-
Reversal (Loss) Impairment on Investment in Subsidiaries		-	-	2,979,520.87	(31,524,730.22)
Loss from Impairment of Goodwill Arising from Business Acquisition	4	(595,454,760.81)	-	(595,454,760.81)	-
Share of Loss of Associated		(53,385,484.27)	(6,760,799.70)	-	-
Finance Costs		(71,506,957.73)	(101,521,949.85)	(69,987,377.84)	(78,644,460.41)
PROFIT (LOSS) BEFORE INCOME TAX		**(736,550,442.34)**	**113,877,045.00**	**(860,202,892.73)**	**90,637,391.05**
Tax (Expenses) Income	28	2,854,799.86	(27,053,950.02)	9,061,175.54	(26,500,867.99)
PROFIT (LOSS) FOR THE YEAR		**(733,695,642.48)**	**86,823,094.98**	**(851,141,717.19)**	**64,136,523.06**
Other Comprehensive Income					
Items that will not be subsequently reclassified to Profit or Loss					
Actuarial Gain (Loss) for Employee Defined Benefit Plans		3,671,479.35	(743,398.46)	3,399,028.00	(763,805.60)
Total Items that will not be subsequently reclassified to Profit or Loss - net of tax		**3,671,479.35**	**(743,398.46)**	**3,399,028.00**	**(763,805.60)**
TOTAL OTHER COMPREHENSIVE INCOME FOR THE YEAR - NET OF INCOME TAX		**3,671,479.35**	**(743,398.46)**	**3,399,028.00**	**(763,805.60)**
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		**(730,024,163.13)**	**86,079,696.52**	**(847,742,689.19)**	**63,372,717.46**
Profit (Loss) Attributable to					
Shareholders of the Company		(740,339,443.35)	94,856,133.91		
Non - Controlling Interests		6,643,800.87	(8,033,038.93)		
PROFIT (LOSS) FOR THE YEAR		**(733,695,642.48)**	**86,823,094.98**		
Total Comprehensive Income Attributable to					
Shareholders of the Company		(736,749,453.50)	94,104,572.51		
Non - Controlling Interests		6,725,290.37	(8,024,875.99)		
Total Comprehensive Income (Loss) for the year		**(730,024,163.13)**	**86,079,696.52**		
Basic Earnings (Loss) per Share	29	(1.76)	0.24	(2.02)	0.16

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2015

CONSOLIDATED FINANCIAL STATEMENTS

		Attribute to Owners of the Parent									
				Retained(Loss) Earnings		Other Components of Shareholder's equity			Total	Non-Controlling	Total
	Notes	Issued and Paid-Up Share Capital	Share Premiums on Common Stocks	Appropriated Legal reserve	Unappropriated	Discount on Change of Interest in Subsidiaries	Discount on Change of Interest in Associated	Total	Shareholders of the Parent Company	Interests	
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Balance as at 1 January 2014		**400,000,000.00**	**191,479,600.00**	**33,420,000.00**	**254,001,833.23**	**-**	**-**	**-**	**878,901,433.23**	**(217,559,825.78)**	**661,341,607.45**
Total Comprehensive Income (Loss) for the year											
Profit (Loss) for the year		-	-	-	94,856,133.91	-	-	-	94,856,133.91	(8,033,038.93)	86,823,094.98
Other Comprehensive Income (Loss) for the year		-	-	-	(743,398.46)	-	-	-	(743,398.46)	-	(743,398.46)
Total Comprehensive Income (Loss) for the year		**-**	**-**	**-**	**94,112,735.45**	**-**	**-**	**-**	**94,112,735.45**	**(8,033,038.93)**	**86,079,696.52**
Transactions with owners											
Contributions by and distributions to owners of the company											
Issued of Increase Ordinary Shares	25	5,080.00	20,320.00	-	-	-	-	-	25,400.00	-	25,400.00
Total contributions by and distributions to owners of the company		**5,080.00**	**20,320.00**	**-**	**-**	**-**	**-**	**-**	**25,400.00**	**-**	**25,400.00**
Changes in equity ownership in the subsidiaries of Non-Controlling Interests											
Shares Subscription in Subsidiary		-	-	-	-	-	-	-	-	39,102,971.00	39,102,971.00
Increase (Decrease) Non-Controlling Interests without a change in control		-	-	-	(15,000,000.00)	(104,656,958.88)	(6,750,000.00)	(111,406,958.88)	(126,406,958.88)	119,656,958.88	(6,750,000.00)
Total changes in ownership interest without a change in control		**-**	**-**	**-**	**(15,000,000.00)**	**(104,656,958.88)**	**(6,750,000.00)**	**(111,406,958.88)**	**(126,406,958.88)**	**158,759,929.88**	**32,352,971.00**
Total transactions with owners of the Company		**5,080.00**	**20,320.00**	**-**	**(15,000,000.00)**	**(104,656,958.88)**	**(6,750,000.00)**	**(111,406,958.88)**	**(126,381,558.88)**	**158,759,929.88**	**32,378,371.00**
Balance as at 31 December 2014		**400,005,080.00**	**191,499,920.00**	**33,420,000.00**	**333,114,568.68**	**(104,656,958.88)**	**(6,750,000.00)**	**(111,406,958.88)**	**846,632,609.80**	**(66,832,934.83)**	**779,799,674.97**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2015

CONSOLIDATED FINANCIAL STATEMENTS

		Attribute to Owners of the Parent									
				Retained(Loss) Earnings		Other Components of Shareholder's equity			Total	Non-Controlling	Total
	Notes	Issued and Paid-Up Share Capital	Share Premiums on Common Stocks	Appropriated Legal reserve	Unappropriated	Discount on Change of Interest in Subsidiaries	Discount on Change of Interest in Associated	Total	Shareholders of the Parent Company	Interests	
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Balance as at 1 January 2015		**400,005,080.00**	**191,499,920.00**	**33,420,000.00**	**333,114,568.68**	**(104,656,958.88)**	**(6,750,000.00)**	**(111,406,958.88)**	**846,632,609.80**	**(66,832,934.83)**	**779,799,674.97**
Total Comprehensive Income (Loss) for the year											
Profit (Loss) for the year		-	-	-	(740,339,443.35)	-	-	-	(740,339,443.35)	6,643,800.87	(733,695,642.48)
Other Comprehensive Income (Loss) for the year		-	-	-	3,671,479.35	-	-	-	3,671,479.35	-	3,671,479.35
Total Comprehensive Income (Loss) for the year		**-**	**-**	**-**	**(736,667,964.00)**	**-**	**-**	**-**	**(736,667,964.00)**	**6,643,800.87**	**(730,024,163.13)**
Transactions with owners											
Contributions by and distributions to owners of the company											
Issued of Increase Ordinary Shares	25	150,000,000.00	1,203,750,000.00	-	-	-	-	-	1,353,750,000.00	-	1,353,750,000.00
Appropriated Legal reserve	26	-	-	3,200,000.00	(3,200,000.00)	-	-	-	-	-	-
Total contributions by and distributions to owners of the company		**150,000,000.00**	**1,203,750,000.00**	**3,200,000.00**	**(3,200,000.00)**	**-**	**-**	**-**	**1,353,750,000.00**	**-**	**1,353,750,000.00**
Changes in equity ownership in the subsidiaries of Non-Controlling Interests without a change in control											
Increase from Investment in Subsidiaries		-	-	-	-	-	-	-	-	150,000.00	150,000.00
Decreased on Sales of Investment in Subsidiaries		-	-	-	-	-	-	-	-	(17,182,188.47)	(17,182,188.47)
Increase (Decrease) Non-Controlling Interests without a change in control		-	-	-	-	(93,253,057.78)	2,299,156.97	(90,953,900.81)	(90,953,900.81)	101,450,422.62	10,496,521.81
Total changes in ownership interest without a change in control		**-**	**-**	**-**	**-**	**(93,253,057.78)**	**2,299,156.97**	**(90,953,900.81)**	**(90,953,900.81)**	**84,418,234.15**	**(6,535,666.66)**
Total transactions with owners of the Company		**150,000,000.00**	**1,203,750,000.00**	**3,200,000.00**	**(3,200,000.00)**	**(93,253,057.78)**	**2,299,156.97**	**(90,953,900.81)**	**1,262,796,099.19**	**84,418,234.15**	**1,347,214,333.34**
Balance as at 31 December 2015		**550,005,080.00**	**1,395,249,920.00**	**36,620,000.00**	**(406,753,395.32)**	**(197,910,016.66)**	**(4,450,843.03)**	**(202,360,859.69)**	**1,372,760,744.99**	**24,229,100.19**	**1,396,989,845.18**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2015

SEPARATE FINANCIAL STATEMENTS

	Notes	Issued and Paid-Up Share Capital	Share Premiums on Common Stocks	Retained(Loss) Earnings		Total
				Appropriated Legal reserve	Unappropriated	
		Baht	Baht	Baht	Baht	Baht
Balance as at 1 January 2014		**400,000,000.00**	**191,479,600.00**	**33,420,000.00**	**297,491,547.69**	**922,391,147.69**
Total Comprehensive Income (Loss) for the year						
Profit (Loss) for the year		-	-	-	64,136,523.06	64,136,523.06
Other Comprehensive Income (Loss) for the year		-	-	-	(763,805.60)	(763,805.60)
Total Comprehensive Income (Loss) for the year		**-**	**-**	**-**	**63,372,717.46**	**63,372,717.46**
Transactions with owners						
Contributions by and distributions to owners of the company						
Issued of Increase Ordinary Shares	25	5,080.00	20,320.00	-	-	25,400.00
Total contributions by and distributions to owners of the company		**5,080.00**	**20,320.00**	**-**	**-**	**25,400.00**
Total transactions with owners		**5,080.00**	**20,320.00**	**-**	**-**	**25,400.00**
Balance as at 31 December 2014		**400,005,080.00**	**191,499,920.00**	**33,420,000.00**	**360,864,265.15**	**985,789,265.15**
Total Comprehensive Income (Loss) for the year						
Profit (Loss) for the year		-	-	-	(851,141,717.19)	(851,141,717.19)
Other Comprehensive Income (Loss) for the year		-	-	-	3,399,028.00	3,399,028.00
Total Comprehensive Income (Loss) for the year		**-**	**-**	**-**	**(847,742,689.19)**	**(847,742,689.19)**
Transactions with owners						
Contributions by and distributions to owners of the company						
Issued of Increase Ordinary Shares	25	150,000,000.00	1,203,750,000.00	-	-	1,353,750,000.00
Legal Reserve	26	-	-	3,200,000.00	(3,200,000.00)	-
Total contributions by and distributions to owners of the company		**150,000,000.00**	**1,203,750,000.00**	**3,200,000.00**	**(3,200,000.00)**	**1,353,750,000.00**
Total transactions with owners		**150,000,000.00**	**1,203,750,000.00**	**3,200,000.00**	**(3,200,000.00)**	**1,353,750,000.00**
Balance as at 31 December 2015		**550,005,080.00**	**1,395,249,920.00**	**36,620,000.00**	**(490,078,424.04)**	**1,491,796,575.96**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOW

For the year ended 31 December 2015

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		31 December 2015	31 December 2014	31 December 2015	31 December 2014
		Baht	Baht	Baht	Baht
CASH FLOW FROM OPERATING ACTIVITIES					
Profit (Loss) before Income Tax		(736,550,442.34)	113,877,045.00	(860,202,892.73)	90,637,391.05
Adjustment to Profit (Loss) before Income Tax for					
Cash Received (Paid) from Operations :					
Depreciation and Amortization		42,989,367.46	86,041,032.75	25,798,148.61	36,309,802.23
Doubtful Debts		34,541,494.63	9,140,152.99	9,514,975.38	9,140,152.99
Loss from Decline in Value of Inventories		31,202,760.33	153,088,049.09	31,202,760.33	12,550,409.42
(Reversal) Loss Impairment on Investment in Subsidiaries		-	-	(2,979,520.87)	31,524,730.22
(Gain) Loss from Sales of Investment in Subsidiaries		(18,545,208.35)	-	2,955,429.42	-
Loss from Impairment of Goodwill Arising from Business Acquisition		595,454,760.81	-	595,454,760.81	-
Unrealised Gain on Changes in Fair Value of Investments		(559,578.95)	(1,119,158.25)	(559,578.95)	(1,119,158.25)
Gain from Disposal of Temporary Investments		-	(35,708,238.07)	-	-
Loss from Sales and Amortization of Fixed Assets		245,180.46	1,049,607.47	12.00	1.00
Expense from Transfer Assets		-	117,500.00	-	-
Share of Loss of Associated		53,385,484.27	6,760,799.70	-	-
Employee Benefit Expenses		2,252,962.04	3,092,884.08	1,633,532.00	2,032,986.00
Interest Income		(6,800,795.97)	(12,525,708.67)	(7,349,149.86)	(31,828,964.78)
Interest Expenses		71,506,957.73	101,521,949.85	69,987,377.84	78,644,460.41
Profit (Loss) from Operating Activities before Changes in					
Operating Assets and Liabilities		69,122,942.12	425,335,915.94	(134,544,146.02)	227,891,810.29
(Increase) Decrease in Operating Assets					
Trade and Other Receivables		(186,414,350.28)	(146,946,272.06)	(157,390,969.87)	224,889,620.10
Inventories		661,921,016.87	90,309,030.94	661,351,536.22	(718,302,488.88)
Advances Payment for Inventories		(504,978,583.34)	(106,118,033.62)	(784,506,353.23)	(108,459,289.31)
Other Non - Current Assets		(862,117.94)	(126,200.00)	(130,500.00)	(820,062.34)
Increase (Decrease) in Operating Liabilities					
Trade and Other Payables		(76,523,659.05)	(109,985,557.26)	42,548,166.61	(118,446,406.91)
Advance Received for Inventories		(9,873,889.07)	2,683,545.72	(9,873,889.07)	19,864,432.20
Other Current Liabilities		-	-	-	62,638,545.08
Other Non-Current Liabilities		391,750.00	631,500.00	-	(10,261,877.99)
Cash Received (Paid) from Operating Activities		(47,216,890.69)	155,783,929.66	(382,546,155.36)	(421,005,717.76)
Cash Received from Withholding Tax		550,178.50	1,118,249.92	-	-
Cash Received from Interest Income		43,966.69	11,130,779.34	67,601.90	122,692.80
Cash Paid for Employee Benefit		(13,430.00)	-	(13,430.00)	-
Cash Paid for Income Tax		(9,965,258.79)	(62,265,541.25)	(6,981,476.93)	(62,778,042.13)
Net Cash Provided from (Use in) Operating Activities		**(56,601,434.29)**	**105,767,417.67**	**(389,473,460.39)**	**(483,661,067.09)**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOW

For the year ended 31 December 2015

		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Notes	31 December 2015	31 December 2014	31 December 2015	31 December 2014
		Baht	Baht	Baht	Baht
CASH FLOW FROM INVESTING ACTIVITIES					
Increase (Decrease) In Pledged Deposit Fixed Account		-	(209,228.60)	-	-
Cash Paid for Temporary Investments		(595,206.19)	-	(595,206.19)	-
Cash Received from Disposal of Temporary Investments		-	75,525,846.86	-	-
Cash Paid for Investments in Associated		(50,000,000.00)	(150,000,000.00)	(50,000,000.00)	(150,000,000.00)
Cash Received from Disposal of Investment in Subsidiaries		29,993,104.18	-	30,000,000.00	-
Cash Paid for Investments in Subsidiaries		-	-	(350,001.00)	(212,500,004.00)
Cash Received from Long - Term Loans to Subsidiaries		-	-	13,500,000.00	592,400,000.00
Cash Paid for Long - Term Loans to Subsidiaries		-	-	(68,000,000.00)	(111,000,000.00)
Cash Received from Long - Term Loans to Retated		23,000,000.00	-	23,000,000.00	-
Cash Paid for Purchase of Fixed Assets		(394,902,497.44)	(40,396,535.77)	(356,718,235.20)	(14,313,841.05)
Cash Received from Sale of Fixed Assets		474,766.36	4,112,825.04	-	-
Cash Paid for Purchase of Intangible Assets		(663,000.00)	(165,976.62)	(663,000.00)	(11,900.00)
Cash Received from Interest Income for Loans to Subsidiaries		-	-	6,727,479.46	24,182,103.91
Cash Received from Interest Income for Loans to Retated		419,356.18	-	419,356.18	-
Net Cash Provided from (Use in) Investing Activities		**(392,273,476.91)**	**(111,133,069.09)**	**(402,679,606.75)**	**128,756,358.86**
CASH FLOW FROM FINANCING ACTIVITIES					
Increase (Decrease) In Overdrafts and Short - Term Borrowing		(192,879,994.48)	95,306,278.64	110,143,678.42	441,926,850.05
Cash Received from Short - Term Borrowings from Related Persons and Party		80,000.00	14,400,100.00	80,000.00	-
Cash Paid for Short - Term Borrowings from Related Persons and Party		(80,000.00)	-	(80,000.00)	-
Cash Received from Long - Term Borrowings from Financial Institutions		-	580,000,000.00	-	-
Cash Paid for Long - Term Borrowings from Financial Institutions		(19,997,453.42)	(622,953,550.95)	-	-
Cash Paid for Liabilities under Finance Lease Agreement		-	(1,978,374.74)	-	-
Cash Paid in Interest Expenses		(78,400,775.45)	(98,278,746.83)	(72,699,882.37)	(75,235,681.77)
Cash Received from Increase Capital		750,000,000.00	25,400.00	750,000,000.00	25,400.00
Cash Received from Shares Capital of Non-Controlling Interest		150,000.00	39,102,975.00	-	-
Cash Paid from Shares Capital of Non-Controlling Interest		(1.00)	-	-	-
Net Cash Provided from (Use in) Financing Activities		**458,871,775.65**	**5,624,081.12**	**787,443,796.05**	**366,716,568.28**
Net Increase (Decrease) in Cash and Cash Equivalents		**9,996,864.45**	**258,429.70**	**(4,709,271.09)**	**11,811,860.05**
Cash and Cash Equivalents at The Beginning of the Period	**8**	**31,200,133.61**	**30,941,703.91**	**25,441,549.78**	**13,629,689.73**
Cash and Cash Equivalents at The Ending of the Period	**8**	**41,196,998.06**	**31,200,133.61**	**20,732,278.69**	**25,441,549.78**

Notes to financial statements are an integral part of these financial statement.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 December 2015

1. General Information

THE STEEL PUBLIC COMPANY LIMITED became a public company limited on 3 July 2006 and listed on the Stock Exchange of Thailand on 9 August 2007 with the Company registration number 0107549000106. Its head office is situated at 1401 Eagachai Rd., Bang Bon, Bang Bon, Bangkok, Thailand and have three branchs constitution.

The Company main businesses activities are selling and transforming hot rolled coils and sheets and structural steels.

2. Basis of Preparation of Financial Statements

2.1 The financial statements have been prepared in accordance with Thai Financial Reporting Standards including related interpretations and guidelines promulgated by the Federation of Accounting Professions, applicable rules and regulations of the Securities and Exchange Commission and the Stock Exchange of Thailand.

2.2 The financial statements were presented in compliance with the notification of Department of Business Development regarding "Brief particulars must be contained in financial statements B.E. 2554" dated on September 28, 2011, notified according to Accounting Act B.E. 2543.

2.3 In order to prepare the financial statements to comply with Thai Financial Reporting Standards, the Company's management had to make some estimates and assumptions which may have an effect on the amount shown for revenues, expenses, assets and liabilities and also on the disclosures concerning to assets and contingent liabilities, therefore the actual result may differ from the estimated amount.

2.4 The financial report in Thai language is the official statutory financial report of the Company. The financial report in English language has been translated from the Thai language financial report.

3. Basis of The Consolidated Financial Statements Preparation

3.1 The consolidated financial statements include the financial statements of THE STEEL PUBLIC COMPANY LIMITED and its subsidiary, and have been prepared on the same basis as applied for the consolidated financial statements The Company holds shares in subsidiary companies with the percentage of shareholdings in subsidiary companies are as follows:

Name of the entity	Type of business	% Ownership interest	
		2015	2014
The Steel Logistic Co., Ltd.	Logistic service	60.00	60.00
T.Y.K Industry Co., Ltd.	Manufacturing and distributing pipe	70.00	70.00
Precision Perfect Pipe Co., Ltd.	Manufacture and sell pipe and Other Metal products	-	40.00
Liberty Steel Siam Co., Ltd.	Selling hot rolled coils and structural steels	99.99	50.29
The Siam Power Co.,Ltd.	Study and invest in Electrical business	70.00	-

3.2 Subsidiaries are fully consolidated, from the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

3.3 The financial statements of Precision Perfect Pipe Company Limited are included in the consolidated financial statements because the Company attained significant management control over their financial and operating policies.

3.4 The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.

3.5 Material balances and transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.

3.6 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

4. Business Acquisition

The extraordinary shareholders' meeting no. 1/2015 held on 28 August 2015 has resolved to purchase assets for the Company's operation by issuing additional 150,000,000 ordinary shares at the par value of Baht 1.00 per share. The shares have been offered under Private Placement at Bath 5.00 per share, where 75,000,000 shares offered to Mr. Suroj Jirapongtrakul and another 75,000,000 shares offered to Mr. Nirut Ngamchumnanrit to purchase the following assets:

1. To purchase land together with constructions from Mr. Suroj Jirapongtrakul.
2. To purchase machines and equipment from Kim Seng Steel Co., Ltd. (Mr. Suroj Jirapongtrakul is the company's major shareholder and director).
3. To purchase land together with constructions from Mr. Nirum Ngamchumnanrit (Mr. Nirut Ngamchumnanrit's father).
4. To purchase machines and equipment from Mahachai Steel Center Co., Ltd. (Mr. Nirut Ngamchumnanrit is the company's major shareholder) and Mr. Nirum Ngamchumnanrit (Mr. Nirut Ngamchumnanrit's father is the company's major shareholder and director).

After the purchase of the said assets have been made, Mr.Suroj Jirapongtrakul and Mr.Nirut Ngamchumnanrit have been appointed as the Company's directors and executives on 3 September 2015.

The objectives of the business combination are expansion of customer base and market share and reducing of competitor in the industry.

Details of the consideration transferred and the assets acquired from the business acquisition are as follows:

	Fair Value Baht
The Consideration Transferredand	
The Steel Public Company Limited's Ordinary Shares	
(Fair value as at date of the transfer of shares with the value per share of Baht 9.00-9.05)	1,353,750,000.00
Net Asset Acquired	
Cash	397,413,326.52
Property, Plant and Equipment	360,881,912.67
Total Identifiable Assets	758,295,239.19
The Value of Consideration Transferred Exceed the Value of Consideration Acquired (Goodwill)	595,454,760.81
Less Allowance for Impairment of Goodwill	(595,454,760.81)
Net	-

Since the third quarter of 2015, the Company has issued additional ordinary shares to purchase assets from its related persons and companies as in Note 25. This transaction is considered as business combination. As of the acquisitions date, the fair value of the consideration transferred exceed the fair value of the consideration acquired, thus it is shown as an asset of Baht 595.45 million under the account of goodwill in the consolidated and separate financial statements. However, subsequently in the fourth quarter of 2015, the Company has reviewed the value of the goodwill arising from business combinations and found that it does not obviously cause the economic benefits to the Group of Company and the Company. The management have reviewed the carrying value of the goodwill, and considered that an impairment of such goodwill must be made as the whole amount. The Company has recorded an allowance for impairment of goodwill and an impairment loss of goodwill arising from business combinations in the amount of Baht 595.45 million.

5. The Adoption of New Accounting Policies

The Company has adopted the new conceptual framework for financial reporting, the new accounting standards, financial reporting standards, accounting standard interpretations, financial reporting standard interpretations and accounting guidance, which are effective for accounting periods beginning on or after 1 January 2015, with no impact to the current financial report.

6. New Financial Reporting Standards Not Yet Effective

Accounting standards, financial reporting standards, accounting standard interpretations, financial reporting standard interpretations and new accounting guidance, which are not yet effective for the current accounting periods that the Company has not adopted, are as follows:

Effective for the accounting period beginning on or after 1 January 2016

TAS 1 (revised 2015)	Presentation of Financial Statements
TAS 2 (revised 2015)	Inventories
TAS 7 (revised 2015)	Statement of Cash Flows
TAS 8 (revised 2015)	Accounting Policies, Changes in Accounting Estimate and Errors
TAS 10 (revised 2015)	Events After the Reporting Period
TAS 11 (revised 2015)	Construction Contracts
TAS 12 (revised 2015)	Income Taxes
TAS 16 (revised 2015)	Property, Plant and Equipment
TAS 17 (revised 2015)	Leases

TAS 18 (revised 2015)	Revenue
TAS 19 (revised 2015)	Employee Benefits
TAS 20 (revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2015)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2015)	Borrowing Costs
TAS 24 (revised 2015)	Related Party Disclosures
TAS 26 (revised 2015)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2015)	Separate Financial Statements
TAS 28 (revised 2015)	Investments in Associates and Joint Ventures
TAS 29 (revised 2015)	Financial Reporting in Hyperinflationary Economies
TAS 33 (revised 2015)	Earnings per Share
TAS 34 (revised 2015)	Interim Financial Reporting
TAS 36 (revised 2015)	Impairment of Assets
TAS 37 (revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2015)	Intangible Assets
TAS 40 (revised 2015)	Investment Property
TAS 41	Agriculture
TFRS 2 (revised 2015)	Share-based Payments
TFRS 3 (revised 2015)	Business Combinations
TFRS 4 (revised 2015)	Insurance Contracts
TFRS 5 (revised 2015)	Non-current Assets Held for Sale and Discounted Operations
TFRS 6 (revised 2015)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (revised 2015)	Operating Segments
TFRS 10 (revised 2015)	Consolidated Financial Statements
TFRS 11 (revised 2015)	Joint Arrangements
TFRS 12 (revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (revised 2015)	Fair Value Measurement
SIC 10 (revised 2015)	Government Assistance-No Specific Relation to Operating Activities
SIC 15 (revised 2015)	Operating Leases-Incentives
SIC 25 (revised 2015)	Income Taxes-Changes in the Tax Status of an Enterprise or its Shareholders
SIC 27 (revised 2015)	Evaluating the Substance of Transactions in the Legal Form of a Lease
SIC 29 (revised 2015)	Service Concession Arrangements: Disclosures
SIC 31 (revised 2015)	Revenue-Barter Transactions involving Advertising Services
SIC 32 (revised 2015)	Intangible Assets-Web Site Costs
TFRIC 1 (revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2015)	Determining Whether an Arrangement Contains a Lease

TFRIC 5 (revised 2015)	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2015)	Applying the Restatement Approach under IAS 29 (revised 2015) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (revised 2015)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2015)	Service Concession Arrangements
TFRIC 13 (revised 2015)	Customer Loyalty Programmer
TFRIC 14 (revised 2015)	IAS 19 (revised 2015) – The Limit on a Defined Benefit Asset, Minimum Funding Requirement and their Interaction
TFRIC 15 (revised 2015)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2015)	Transfers of Assets from Customers
TFRIC 20 (revised 2015)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21	Levies

Accounting Guidance for Measurement and Recognition of Bearer Plants

The management of the Company believes that above financial reporting standards will not have any significant impact on the financial statements when they are applied.

7. Significant Accounting Policies

7.1 Measurements bases used in the Preparation of Financial Statements

Measurement bases used in the preparation of financial statements are historical cost measurement basis and combination of variety measurement bases used. Some assets and liabilities that use other measurement bases have been disclosed the measurement bases used in the particular accounting policies**.**

7.2 Foreign Currencies

Items denominated in foreign currencies are recorded in Baht at the prevailing exchange rate when the transactions occur, and their balances of assets and liabilities at the ended of period are converted into Baht by closing rate as at ended period. Profit or loss arising from such conversion is shown as revenues or expense in the statement of comprehensive income for that period.

7.3 Financial Instruments

Financial assets which are shown in the statement of financial position composed of cash and cash equivalents, investments, trade and other receivables, advance payment for inventories and long-term loans and accrued interest income to subsidiaries. Financial liabilities which are shown in the statement of financial position composed of overdrafts and short-term borrowings from financial institutions, trade and other payables, advances receiced for inventories and long-term borrowings. The accounting policy of each item would be disclosed in separated items.

7.4 Cash and Cash Equivalents

Cash and cash equivalents include bank deposit in type of current accounts, saving accounts and 3 months fixed accounts without guarantee obligation.

7.5 Temporary Investments

Investment is investment in marketable security which the Company holds as trading security is reflected by fair value. The fair value of registered security is computed as of the date in the statement of financial position from the latest price offered of The Stock Exchange of Thailand. The Company recognized the change of investment value as gain (loss) transaction in the statement of comprehensive income, for the cost of investment disposed during the period computed according to the average method.

7.6 Trade and Other Receivables

Trade and other receivables are stated at the net realizable value.

7.7 Inventories

Inventories are stated at the lower of cost or net realisable value. Cost is determined by the weighted average method. The cost of purchase comprises both the purchase price and costs directly attributable to the acquisition of the inventory, such as import duties and transportation charges, less all attributable discounts, allowances or rebates. The cost of finished goods comprises raw materials, direct labour, other direct costs and related production overheads, the latter being allocated on the basis of normal operating activities. Net realisable value is the estimate of the selling price in the ordinary course of business, less the costs of completion and selling expenses.

7.8 Investment

Investments in subsidiaries and associated are reported by using the cost method of accounting in the separate financial statements.

Investments in associated are reported by using the equity method of accounting in the consolidated financial statements.

A test for impairment is carried out when there is a factor indicating that an investment might be impaired. If the carrying value of the investment is higher than its recoverable amount, impairment loss is charged to the statement of comprehensive income.

7.9 Property, Plant and Equipment

Property, plant and equipment are recorded at cost on the transaction date less the accumulated depreciation and the accumulated impairment loss (if any). Depreciation is calculated on a straight-line basis over the approximate useful-life as follows:

Buildings and structures	5 - 32 Years
Machineries and equipment	5 - 10 Years
Fixtures and office equipment	5 Years
Motor vehicles	5 - 15 Years

Depreciation of assets occurred during the usage period of producing the other fixed assets is calculated and capitalized as a part of the cost of that other assets and it would be ceased when that other fixed assets is ready for its intended use.

The Company did not carry depreciation for land, land improvements and assets under construction.

Replacement cost will be capitalized as a part of carrying amount of assets when it is probable that the Company will obtain the future economic benefits from that transaction and able to measure the cost of that transaction reliably. Replacement cost will be depreciated by the basis of estimated useful-life. Repair and maintenance expenses are recognized as expenses during the period that they are incurred.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the net proceeds and the carrying amount and recognized as income or expense in profit or loss of that period.

7.10 Intangible Asset

Computer Software License

Acquired computer software license are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over 5 years estimated useful-live.

7.11 Borrowing Costs

Interest expense is the borrowing costs for acquiring the assets for several projects. The Group recorded interest expenses into the portion of construction assets and it will stop to record when the construction is finished.

7.12 Impairment of Assets

The carrying amounts of assets are assessed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated of asset or its cash-generating unit to which the asset is included in the recognition of an impairment loss when the recoverable amount less than the carrying amount of the asset or its cash-generating unit.

Impairment loss is recognized as expenses in profit or loss immediately.

Calculation of Recoverable Amount

- The recoverable amount is the higher of the asset's fair value less cost to sell of asset or the cash-generating unit or its value in use.
- In assessing value in use of an asset by estimating the present value of future cash flows generated by the asset, discounted using a pre-tax discount rate which reflects current market assessments of the time value of money and the risks specific to the asset.
- The asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of Impairment Loss

- The loss on impairment of assets recognized in the prior period will be reversed if the estimation for indicated recoverable amount changes since the last impairment loss was recognized just to be the carrying amount of the asset not exceed the carrying amount that would have been determine (net of depreciation or amortization), if no impairment loss had been recognized.
- Reversals of impairment loss will be recognized as income in profit or loss immediately.

7.13 Employee Benefits

Short-Term Employee Benefits

- The Group recognized salary, wage, bonus, and social security fund contribution as expenses on date when the transactions occur.

Long-Term Employee Benefits

- The Group recognized post-employment or retirement employee benefits to the employees under the labor laws applicable in Thailand which is defined benefit plans with the employee benefits obligation calculated by an actuary in accordance with the actuarial technique, and discounted the benefit by the projected unit credit method that determined from the present value of the expected future cash flows discounted by using the yields on the government bonds which have the duration similar with the terms of that liability. The expected future cash flows are estimated from employee salaries, turnover rate, mortality rate, length of service and other. The Company has presented employee benefits obligation as non-current liabilities. The costs associated with providing these employee benefits are charged to profit or loss so as to spread the cost over the employment period.

7.14 Provision

Provision will be recognized when the Group has a present legal or constructive obligation as a result of past events which it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Reimbursement is recognized as a separate asset, when, and only when it is virtually certain that reimbursement will be received if the Group settles the obligation, but not exceed the amount of related provision.

7.15 Appropriation of Retained Earnings

The appropriation of retained earnings is attributable to the Public Limited Companies Act B.E. 2535 which the Company will appropriate when it is approved by the shareholders' meeting.

7.16 Recognition of Revenues

- Revenue from sales is recognized when the significant risks and rewards of ownership have been transferred to the buyer.
- Revenue from services is recognized when service have been provided to customer.
- Interest income is recognized by the effective interest rate method.

7.17 Recognition of Expenses

- Expenses are recognized on accrual basis.

7.18 Income Taxes

Income tax comprises current tax and deferred tax. Income tax is recognized in profit or loss except to the extent that related to items recognized in other comprehensive income or recognized directly in equity which will be recognized in other comprehensive income or directly in equity as same as that item.

Current Tax

Current tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation, using the tax rates enacted at the end of reporting period.

Deferred Tax

Deferred tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of reporting period.

Deferred tax asset is recognized only to the extent that it is probable that future taxable profit will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that the related tax benefit will be realized.

7.19 Earnings(Loss) per Share

Basic earnings(loss) per share are calculated by dividing the profit or loss with the weighted average number of issued and paid-up ordinary shares. There is not calculate the fully diluted earnings per share because it does not have ordinary share equivalents.

7.20 Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Company applies a quoted market price in an active market to measure the assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company will measure fair value using valuation technique that are appropriate in the circumstances and maximizes the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy into three levels based on categories of input to be used in fair value measurement as follows:

Level 1 inputs are quoted prices in active market for identical assets or liabilities that the Company can access at the measurement date.

Level 2 inputs are other observable inputs either directly or indirectly, for the assets or liabilities other than quoted price included within Level 1 inputs.

Level 3 inputs are unobservable inputs for the assets and liabilities.

At the end of each reporting period, the Company will determine the necessary of any transfers between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

7.21 Significant Accounting Judgments and Estimates

The preparation of financial statements in conformity with financial reporting standards requires management to make judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures in the financial statements which the actual results may differ from these estimates. Significant judgements and estimates are as follows:

Lease

In determining whether a lease is to be classified as an operating lease or finance lease, the management is required to use judgment regarding whether significant risk and rewards of ownership of the leased asset have been transferred, taking into consideration terms and conditions of the arrangement.

Allowance for Doubtful Accounts - Trade and Other Receivables

In determining an allowance for doubtful accounts-trade and other receivables, the management needs to make judgment and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the prevailing economic condition.

Reduction of Inventories to become Net Realizable Value

In estimating the reduction of inventories to become net realizable value, the management uses the discretion in estimating the net realizable value of inventories. The sum of money expected to receive from inventories is considered from the change in sale price or cost directly related to the events occurring after of report period.

Property, Plant and Equipment and Depreciation

In determining depreciation of plant and equipment, the management is required to make estimates of the useful lives and residual values of the Company's plant and equipment and to review estimate useful lives and residual values when there are any changes. In addition, the management is required to review plant and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying amount. This requires judgments regarding forecast of future revenues and expenses relating to the assets subject to the review.

Intangible Asset and Amortization

Intangible assets are systematically amortized over their estimated useful lives, and are subject to impairment if there is an indication they may be impaired.

Post-Employment Employee Benefits

Liabilities on post-employment employee benefits plan are calculated by actuarial techniques, of which assumptions consist of discount rate, salary increase rate, turnover rate and related demographic factors. To indicate discount rate, the management has considered the interest rate which reflecting the present economic situation. However, actual post-employment benefits may differ from the estimates.

8. Cash and Cash Equivalents

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015	As at 31 December 2014	As at 31 December 2015	As at 31 December 2014
	Baht	Baht	Baht	Baht
Cash	3,472,986.25	7,912,293.17	3,294,395.25	7,606,197.17
Bank deposit – Current accounts	34,615,000.01	20,304,545.30	17,410,350.66	17,658,219.30
Bank deposit – Savings accounts	3,109,011.80	2,983,295.14	27,532.78	177,133.31
Total	41,196,998.06	31,200,133.61	20,732,278.69	25,441,549.78

9. Temporary Investments

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015 Baht	As at 31 December 2014 Baht	As at 31 December 2015 Baht	As at 31 December 2014 Baht
Investment Units in Marketable Security				
G J STEEL PUBLIC COMPANY LIMITED				
Original Value as at Date of Transfer	13,989,473.54	213,055,081.83	13,989,473.54	13,989,473.54
Less Allowance for Devaluation	(4,561,982.07)	(67,921,982.07)	(4,561,982.07)	(4,561,982.07)
Original Value as at Date of Transfer– Net	9,427,491.47	145,133,099.76	9,427,491.47	9,427,491.47
Less Sale Investments	-	(199,065,608.29)	-	-
Reversal Allowance for Devaluation	-	63,360,000.00	-	-
Unrealized Loss on Changes in Fair Value of Investments	(4,950,859.93)	(40,590,343.01)	(4,950,859.93)	(5,510,438.88)
Add Gain on Sale of Investment	-	35,079,904.13	-	-
Fair Value of Investment	4,476,631.54	3,917,052.59	4,476,631.54	3,917,052.59
Investment in Gold	595,206.19	-	595,206.19	-
Total	5,071,837.73	3,917,052.59	5,071,837.73	3,917,052.59

For the year ended 31 December 2015 and 2014, the movement of unrealized gain (losses) on changes in fair value of investments were as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended 31 December 2015 Baht	For the year ended 31 December 2014 Baht	For the year ended 31 December 2015 Baht	For the year ended 31 December 2014 Baht
Beginning Carrying Amount	(40,590,343.01)	(102,517,597.13)	(5,510,438.88)	(6,629,597.13)
Increased during the year	-	(35,079,904.13)	-	-
Decreased during the year	35,639,483.08	97,007,158.25	559,578.95	1,119,158.25
Ending Carrying Amount	(4,950,859.93)	(40,590,343.01)	(4,950,859.93)	(5,510,438.88)

The fair value measurement of investment units in marketable security using the last bid price quoted on the Stock Exchange of Thailand as at the date of statement of financial position which are Level 1 inputs.

The fair value measurement of investment in gold using the last bid price quoted on the Gold Traders Association as at the date of statement of financial position which are Level 1 inputs.

10. Trade and Other Receivables

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015 Baht	As at 31 December 2014 Baht	As at 31 December 2015 Baht	As at 31 December 2014 Baht
Trade and Note Receivables	1,445,455,363.82	1,329,327,580.23	1,421,240,198.52	1,287,009,667.83
Less Allowance for Doubtful Debt	(84,800,406.50)	(75,277,181.12)	(84,792,156.50)	(75,277,181.12)
Trade Receivables-Net	1,360,654,957.32	1,254,050,399.11	1,336,448,042.02	1,211,732,486.71
Other Receivables	112,979,025.11	101,162,179.86	69,296,975.58	44,896,928.92
Less Allowance for Doubtful Debt	(57,349.84)	(57,349.84)	-	-
Other Receivables-Net	112,921,675.27	101,104,830.02	69,296,975.58	44,896,928.92
Total	1,473,576,632.59	1,355,155,229.13	1,405,745,017.60	1,256,629,415.63

As at 31 December 2015 and 2014, trade and note receivables were classified by aging as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015 Baht	As at 31 December 2014 Baht	As at 31 December 2015 Baht	As at 31 December 2014 Baht
Within due period	751,244,181.28	861,051,888.64	727,944,733.92	828,028,712.11
Trade and Note Receivables over due period :				
Less than 3 months	474,353,224.75	297,288,375.57	473,445,756.81	287,993,639.70
Over 3 months to 6 months	81,328,174.05	14,982,923.98	81,328,174.05	14,982,923.98
Over 6 months to 12 months	52,212,780.35	89,329,877.90	52,212,780.35	89,329,877.90
Over over 12 months	86,317,003.39	66,674,514.14	86,308,753.39	66,674,514.14
Total	1,445,455,363.82	1,329,327,580.23	1,421,240,198.52	1,287,009,667.83
Less Allowance for doubtful debt	(84,800,406.50)	(75,277,181.12)	(84,792,156.50)	(75,277,181.12)
Net	1,360,654,957.32	1,254,050,399.11	1,336,448,042.02	1,211,732,486.71

As at 31 December 2015 and 2014, other receivables consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015	As at 31 December 2014	As at 31 December 2015	As at 31 December 2014
	Baht	Baht	Baht	Baht
Advance Payments for Purchase of Property	33,954,270.00	-	-	-
Advance Payment	869,483.36	1,974,282.01	436,217.36	1,507,154.01
Revenue Department Receivable	65,328,499.28	83,601,519.40	58,853,865.57	42,312,077.04
Others	12,826,772.47	15,586,378.45	10,006,892.65	1,077,697.87
Total	112,979,025.11	101,162,179.86	69,296,975.58	44,896,928.92
Less Allowance for doubtful debt	(57,349.84)	(57,349.84)	-	-
Net	112,921,675.27	101,104,830.02	69,296,975.58	44,896,928.92

For the years ended 31 December 2015 and 2014, the movement of allowance for doubtful account was as follows :

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended 31 December 2015	For the year ended 31 December 2014	For the year ended 31 December 2015	For the year ended 31 December 2014
	Baht	Baht	Baht	Baht
Beginning Carrying Amount	(75,334,530.96)	(66,194,377.97)	(75,277,181.12)	(66,137,028.13)
Increased during the year	(9,523,225.38)	(9,140,152.99)	(9,514,975.38)	(9,140,152.99)
Ending Carrying Amount	(84,857,756.34)	(75,334,530.96)	(84,792,156.50)	(75,277,181.12)

11. Inventories

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Finished Goods	845,360,116.23	1,490,186,880.08	843,659,937.90	1,441,281,090.04
Goods in Transit	-	63,730,384.08	-	63,730,384.08
Less Allowance for Decline in Value of Inventories	(41,130,124.91)	(14,911,950.91)	(41,130,124.91)	(12,550,409.42)
Net	804,229,991.32	1,539,005,313.25	802,529,812.99	1,492,461,064.70

As at 31 December 2015 and the Group and the Company had advance payments for purchase of inventories of Baht 838.57 million in the consolidated financial statements and Baht 1,118.09 million in the separate financial statements, respectively, a part of recorded an allowance for decline in value of Baht 2.62 million. These represented advance payments for purchase of inventory to the subsidiary and other companies with these inventories do not yet receive at the end of the period.

For the years ended 31 December 2015 and 2014, the movement of allowance for decline in value of inventories was as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended	For the year ended	For the year ended	For the year ended
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Beginning Carrying Amount	(14,911,950.91)	(168,000,000.00)	(12,550,409.42)	-
Increased during the year	(28,579,715.49)	(12,550,409.42)	(28,579,715.49)	(12,550,409.42)
Decreased during the year	-	165,638,458.51	-	-
Decreased on Sale of Investment in Subsidiaries	2,361,541.49	-	-	-
Ending Carrying Amount	(41,130,124.91)	(14,911,950.91)	(41,130,124.91)	(12,550,409.42)

12. Pledged Deposit Fixed Account

As at 31 December 2014, the consolidated financial statement for subsidiary had invested in 12 months fixed deposits with a local commercial bank of Baht 10.27 million. The subsidiary pledged these fixed deposits as collateral for short-term loans from the bank and collateral for its credit cards of subsidiary. Presently, pledged deposit fixed account decreased the whole amount because the Company has sold of Investments already as in note 14.

13. Investment in Associated

13.1 Details of Associate

		Consolidated Financial Statements					
		Investments		Equity method		Dividend Income	
		Ratio		As at 31 December		For the year ended 31 December	
Name of Equtity	Paid-up Share Capital	2015	2014	2015	2014	2015	2014
	Baht	%	%	Baht	Baht	Baht	Baht
Delong (Thailand) Co., Ltd.	1,000,000,000.00	20	15	135,402,873.00	136,489,200.30	-	-

		Separate Financial Statements					
		Investments		Cost Method		Dividend Income	
Name of Equtity	Paid-up Share Capital	Ratio		As at 31 December		For the year ended 31 December	
		2015	2014	2015	2014	2015	2014
	Baht	%	%	Baht	Baht	Baht	Baht
Delong (Thailand) Co., Ltd.	1,000,000,000.00	20	15	200,000,000.00	150,000,000.00	-	-

13.2 The Financial Information of Associate

Summary financial information of significant associate is as follows:

	Delong (Thailand) Co., Ltd.	
	As at	As at
	31 December 2015	31 December 2014
	Baht	Baht
Current Assets	710,649,398.00	132,441,473.00
Non-Current Assets	1,829,224,723.00	916,368,789.00
Current Liabilities	(1,861,291,843.00)	(138,477,457.00)
Non-Current Liabilities	(1,567,913.00)	(404,803.00)
Net Assets	677,014,365.00	909,928,002.00

	For the year ended 31 December 2015 Baht	For the year ended 31 December 2014 Baht
Total Revenue	398,043,419.00	4,168,090.00
Total Expense	(675,001,768.00)	(49,240,088.00)
Profit (Loss) for the year	(276,958,349.00)	(45,071,998.00)
Other Comprehensive Income (Expense) for the year	-	-
Total Comprehensive Income (Expense) for the year	(276,958,349.00)	(45,071,998.00)

The reconciliation of the above financial information with the carrying amount of interest in associate which is recognized in the financial statements in which the equity method is applied is as follows:

	Delong (Thailand) Co., Ltd.	
	As at 31 December 2015 Baht	As at 31 December 2014 Baht
Net Assets	677,014,365.00	909,928,002.00
Investments Ratio (%)	20	15
Carrying Amount of Investments	135,402,873.00	136,489,200.30

The management of the company has decided to invest in narrow surface hot roll coil business. This business is an investment between Delong Steel Singapore, Project Private Limited from Singapore and 3 steel industry companies in Thailand. On 24 February 2014, the Company has entered into a joint venture agreement with the above company to establish Delong (Thailand) Co ., Ltd. The Company has investment plan in this joint venture business at 15 percent of the registered capital totaling Baht 700 million, representing Baht 105 million. The objective is to serve as another raw material source (narrow surface roll coil) and to reduce the dependent on few raw material suppliers in the present and correct the problem on raw material shortage. Present, the company received payment for the shares for investment the whole amount.

Later, on 14 November 2014 in accordance with the meeting of the Board of Directors of the Company No. 4/2014, it had a resolution to approve the capital increase in its associate according to the proportion of the existing shareholder to 450,000 shares at par value of Baht 100 which was represented the capital increase amounting of Baht 450,000,000. Present, the Company received payment for the shares for investment the whole amount.

In accordance with the resolution of Board of Directors Meeting no. 3/2015 held on 3 June 2015, approved the purchase of shares in Delong (Thailand) Co., Ltd. from the former shareholders of 500,000 shares, totaling in amount of Baht 50 million. The Company received the transfer of shares and payment for such shares on 9 June 2015. The purchase of these shares, the proportion increased to 20 percent.

14. Investment in Subsidiaries

Consist of:

					Separate Financial Statements	
			Percentage of		Cost method	
		Paid-up	shareholding		As at	As at
		Capital	2015	2014	31 December	31 December
					2015	2014
Company's name	Type of business	'000 Baht	%	%	Baht	Baht
The Steel Logistic Co., Ltd.	Logistic services	10,000	60	60	6,000,000.00	6,000,000.00
T.Y.K.Industry Co., Ltd.	Manufacturing and distributing pipe	50,000	70	70	35,000,000.00	35,000,000.00
Precision Perfect Pipe Co., Ltd.	Manufacture and sell pipeand Other Metal products	100,000	-	40	-	40,000,000.00
Liberty Steel Siam Co., Ltd.	Selling hot rolled coils and structural steels	450,000	99.99	50.29	297,500,005.00	297,500,004.00
The Siam Power Co.,Ltd.	Study and invest in electrical business	500	70	-	350,000.00	-
Total					338,850,005.00	378,500,004.00
Less Allowance for Impairment Investment					(297,500,005.00)	(307,524,096.45)
Net					41,350,000.00	70,975,907.55

For the year ended 31 December 2015 and 2014, the movements of allowance for impairment investment were as follows:

	Separate Financial Statements	
	For the year ended 31 December 2015	For the year ended 31 December 2014
	Baht	Baht
Beginning Carrying Amont	(307,524,096.45)	(85,000,000.00)
Increased during the year	-	(222,524,096.45)
Decreased during the year	2,979,520.87	-
Decreased on Sale of Investment in Subsidiaries	7,044,570.58	-
Ending Carrying Amount	(297,500,005.00)	(307,524,096.45)

Liberty Steel Siam Co., Ltd.

The separate financial statements for the year ended 31 December 2015, the Company reflected loss in Liberty Steel Siam Co., Ltd. deficits according to its proportion of 99.99 percent of the subsidiary's registered capital as the guarantor in amount of Baht 62.64 million.

In accordance with the resolution of Board of Directors Meeting no. 2/2015 held on 15 May 2015, approved the purchase of shares in Liberty Steel Siam Co., Ltd. in the Liberty Siam Holding Pte. Ltd., amounting of shares 979,999 in amount of Baht 1. The Company received the transfer of shares on 10 June 2015. The purchase of these shares, the proportion increased to 99.99 percent.

The Siam Power Co.,Ltd.

In accordance with the resolution of Board of Directors Meeting no. 7/2015 held on 12 October 2015, has passed the resolution to approve the establishment subsidiary namely The Siam Power Company Limited (TSP) with the objective to engage in the business of study and invest in electrical business The subsidiary company has registered capital in amount of Baht 500,000. The Company has will subscribe 70% in this subsidiary.

In accordance with the resolution of Board of Directors Metting no. 8/2558 held on 13 November 2015, resolved to TSP the important matters. At present, the company is in the process to call the Extraordinary General Meeting no. 1/2016 as follows:

1. Resolved to acquire to ordinary shares of Siam Power Generation Public Company Limited, Siam Power Phase 2 Company Limited, Siam Ice Company Limited and Siam Pineapple Feed Company Limited from Mperial Power Ltd. And Samret Holding (Thailand) Company Limited capital in the amount not exceeding Baht 700.00 million.
2. Resolved to thoses borrowing in amount not exceeding Baht 3,000.000 million.
3. Resolved to increase TSP's capital in the amount not exceeding Baht 3,000,000.00 million.

Precision Perfect Pipe Co., Ltd.

In accordance with the resolution of Board of Directors Meeting No. 1/2015 held on 27 February 2015, it had unanimously resolved the approval to set up the subsidiary company, Precision Perfect Pipe Co., Ltd, to operate the business as the manufacture and sell pipe and other metal products. The Company agrees to transfer 400,000 ordinary shares at value of Baht 75 per share, totaling in amount of Baht 30.00 million. The Company had received the amount and transferred such shares on 13 March 2015.

In accordance with the separate financial statements, in the 1st quarter of 2015, the Company had a loss from sale of investment in then such subsidiaries in amount of Baht 10.00 million and the Company reversed the allowance for impairment investment in the subsidiaries was recognized as totaling in amount of Baht 7.04 million. Therefore, the company has a loss from disposal of investment of Baht 2.96 million.

The carrying amount of net assets of subsidiary company as at 31 December 2014, The financial performance for such period in materially which had the carrying amount of net assets is as follows:

	Consolidated Financial Statements Financial Statements of Precision Perfect Pipe Co,.Ltd. Baht
Assets	
Cash and Cash Equivalents	6,895.82
Trade and Other Receivables	48,089,843.16
Inventories	44,274,589.57
Pledged Deposit Fixed Account	10,269,228.60
Property, Plant and Equipment	220,338,268.61
Intangible Assets	1,987,661.57
Total Assets	324,966,487.33
Liabilities	
Overdrafts and Short – Term Borrowings from Financial Institutions	144,331,373.65
Trade and Other Payables	28,540,048.81
Current Portion	
Liabilities under Finance Lease Agreement	604,064.62
Long - Term Borrowings from Financial Institutions	24,000,000.00
Liabilities under Finance Lease Agreement	905,727.02
Long - Term Borrowings from Financial Institutions	60,000,000.00
Long - Term Borrowings from The Related Company	37,507,538.36
Employee Benefit Obligation	440,755.75
Total Liabilities	296,329,508.21
Carrying Amount	28,636,979.12
Value of Disposal of Investments in Subsidiary	30,000,000.00
Less Interest of Disposal of Investments in Subsidiary	(11,454,791.65)
Gain from Disposal of Investments in Subsidiary	18,545,208.35

	Consolidated Financial Statements Financial Statements of Precision Perfect Pipe Co,.Ltd. Baht
Value of Disposal of Investments in Subsidiary	30,000,000.00
Less Cash and Cash Equivalents of Subsidiary Company as at the date of Disposal of Investments	(6,895.82)
Cash Received from Disposal of Investments in Subsidiary	29,993,104.18

15. Non-controlling Interests

The Group's subsidiaries with non-controlling interests which are significant befor eliminations

(unit:Bath)

	As at 31 December 2015				
	The Steel Logistids Co.,Ltd	T.Y.K.Industry Co.,Ltd.	Other Subsidiaries are immaterial	Eliminations	Total
Percentage of Non-controlling interests	40%	30%			
Current Assets	20,781,598.99	41,739,832.62			
Non-Current Assets	82,035,832.54	140,183,939.60			
Current Liabilities	(9,051,317.23)	(36,616,862.96)			
Non-Current Liabilities	(77,740,206.09)	(86,383,290.06)			
Net Asets	16,025,908.21	58,923,619.20			
Carrying Amount of Non-controlling Interests	6,410,363.28	17,677,085.76	141,651.15	-	24,229,100.19
Revenue	120,049,257.14	64,752,110.25			
Profit(Loss) for the year	10,975,220.23	7,540,205.45			
Other comprehensive Income	(2,459.00)	274,910.00			
Total Comprehensive Income	10,972,761.23	7,815,115.45			
Profit(Loss)Attributable to Non-Controlling Interests	4,390,088.09	2,262,061.64	(8,348.86)	-	6,643,800.87
Comprehensive Income Atributable to Non-Controlling Interests	4,389,104.47	2,344,534.76	(8,348.86)	-	6,725,290.37
Net Cash Provided from (Used in) Operating Activities	15,994,875.58	(14,667,269.51)			
Net Cash Provided from (Used in) Investing Activities	(11,226,456.60)	(26,483,039.29)			
Net Cash Provided from (Used in) Financing Activities	(4,500,000.00)	41,067,992.33			
Net Increase(Decrease) in Cash and Cash Equivalents	268,418.98	(82,316.44)			

(unit:Bath)

	As at 31 December 2014					
	The Steel Logistids Co.,Ltd	Liberty Steel Siam Co., Ltd.	Precision perfect Pipe Co.,Ltd.	Other Subsidiaries are immaterial	Eliminations	Total
Percentage of Non-controlling interests	40%	49.71%	60.00%			
Current Assets	11,136,901.73	46,476,760.76	92,371,328.55			
Non-Current Assets	76,766,878.45	355,372.29	232,595,158.78			
Current Liabilities	(1,115,456.19)	(313,525,257.65)	(197,475,487.08)			
Non-Current Liabilities	(81,728,545.67)	-	(98,854,021.13)			
Net Asets	5,059,778.32	(266,693,124.60)	28,636,979.12			
Carrying Amount of Non-controlling Interests	2,023,911.33	(132,573,152.24)	17,182,187.47	15,332,551.01	31,201,567.60	(66,832,934.83)
Revenue	72,597,764.22	5,718,132,218.15	118,105,326.93			
Profit(Loss) for the year	(5,922,791.31)	32,642,151.60	(41,416,776.41)			
Other comprehensive Income	32,931.83	-	-			
Total Comprehensive Income	(5,889,859.48)	32,642,151.60	(41,416,776.41)			
Profit(Loss) Attribulable to Non-Controlling Interests	(2,369,116.52)	16,226,413.56	(24,970,665.85)	3,080,329.88	-	(8,033,038.93)
Comprehensive Income Attributable to Non-Controlling Interests	(2,355,943.79)	16,226,413.56	(24,970,665.85)	3,075,320.09	-	(8,024,875.99)
Net Cash Provided from (Used in) Operating Activities	11,713,718.39	654,828,427.75	(16,248,212.44)			
Net Cash Provided from (Used in) Investing Activities	(12,649,006.00)	1,360,725.04	(11,234,430.33)			
Net Cash Provided from (Used in) Financing Activities	1,100,600.00	(667,769,959.79)	27,464,377.59			
Net Increase (Decrease) in Cash and Cash Equivalents	165,312.39	(11,580,807.00)	(18,265.18)			

16. Property Plant, and Equipment

Consist of:

	Consolidated Financial Statements					
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Total
	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2013						
Costs	98,302,794.48	371,833,340.35	317,623,766.07	27,427,516.64	132,461,433.36	947,648,850.90
Less Accumulated Depreciation	-	(88,735,588.23)	(133,639,155.64)	(10,782,750.98)	(44,399,671.60)	(277,557,166.45)
Carrying Amount	**98,302,794.48**	**283,097,752.12**	**183,984,610.43**	**16,644,765.66**	**88,061,761.76**	**670,091,684.45**
Transactions During the Year ended 31 December 2014						
Purchase	-	34,470.00	10,305,387.26	4,332,813.06	28,660,758.87	43,333,429.19
Disposal	-	-	-	(3,434,360.74)	(4,008,000.00)	(7,442,360.74)
Depreciation for the Year	(171,139.88)	(20,660,584.75)	(36,127,007.14)	(4,236,876.15)	(24,277,411.65)	(85,473,019.57)
Accumulated Depreciation for Disposal	-	-	-	758,785.25	1,521,142.98	2,279,928.23
Ending Carrying Amount	**98,131,654.60**	**262,471,637.37**	**158,162,990.55**	**14,065,127.08**	**89,958,251.96**	**622,789,661.56**
As at 31 December 2014						
Costs	98,302,794.48	371,867,810.35	327,929,153.33	28,325,968.96	157,114,192.23	983,539,919.35
Less Accumulated Depreciation	(171,139.88)	(109,396,172.98)	(169,766,162.78)	(14,260,841.88)	(67,155,940.27)	(360,750,257.79)
Carrying Amount	**98,131,654.60**	**262,471,637.37**	**158,162,990.55**	**14,065,127.08**	**89,958,251.96**	**622,789,661.56**

	Consolidated Financial Statements						
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Work in Process	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2014							
Costs	98,302,794.48	371,867,810.35	327,929,153.33	28,325,968.96	157,114,192.23	-	983,539,919.35
Less Accumulated Depreciation	(171,139.88)	(109,396,172.98)	(169,766,162.78)	(14,260,841.88)	(67,155,940.27)	-	(360,750,257.79)
Carrying Amount	**98,131,654.60**	**262,471,637.37**	**158,162,990.55**	**14,065,127.08**	**89,958,251.96**	-	**622,789,661.56**
Transactions During the Year ended 31 December 2015							
Purchase	197,742,066.00	100,638,999.98	77,057,960.77	2,129,429.40	13,323,070.09	9,957,093.52	400,848,619.76
Increased from Acquisition	-	4,468,588.34	3,826,650.85	-	-	-	8,295,239.19
Disposal	-	-	-	(165,267.13)	(1,526,475.03)	-	(1,691,742.16)
Accumulated Decreased on Sale of Investment in Subsidiaries	(17,985,821.05)	(86,039,027.59)	(128,329,329.42)	(13,166,307.56)	(2,680,836.93)	-	(248,201,322.55)
Depreciation for the Year	-	(16,290,463.67)	(14,440,081.58)	(1,577,589.96)	(10,587,176.50)	-	(42,895,311.71)
Accumulated Depreciation for Disposal	-	-	-	165,257.13	806,538.21	-	971,795.34
Depreciation from Sales of Investment in Subsidiaries	-	4,493,536.46	18,866,397.33	3,881,034.26	622,085.89	-	27,863,053.94
Carrying Amount	**277,887,899.55**	**269,743,270.89**	**115,144,588.50**	**5,331,683.22**	**89,915,457.69**	**9,957,093.52**	**767,979,993.37**
As at 31 December 2015							
Costs	278,059,039.43	390,936,371.08	280,484,435.53	17,123,823.67	166,229,950.36	9,957,093.52	1,142,790,713.59
Less Accumulated Depreciation	(171,139.88)	(121,193,100.19)	(165,339,847.03)	(11,792,140.45)	(76,314,492.67)	-	(374,810,720.22)
Ending Carrying Amount	**277,887,899.55**	**269,743,270.89**	**115,144,588.50**	**5,331,683.22**	**89,915,457.69**	**9,957,093.52**	**767,979,993.37**

Depreciation for the year ended 31 December 2014 (Included in Cost of Sales amount of Baht 76.25 million, the rest included in Administrative Expenses)	85,473,019.57
Depreciation for the year ended 31 December 2015 (Included in Cost of Sales amount of Baht 31.95 million, the rest included in Administrative Expenses)	42,895,311.71

	Separate Financial Statements					
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Total
	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2013						
Costs	70,816,000.00	207,856,069.79	120,975,153.59	9,565,020.54	10,583,208.88	419,795,452.80
Less Accumulated Depreciation	-	(75,651,413.85)	(99,093,286.73)	(8,462,421.62)	(5,246,961.43)	(188,454,083.63)
Carrying Amount	70,816,000.00	132,204,655.94	21,881,866.86	1,102,598.92	5,336,247.45	231,341,369.17
Transactions During the Year ended 31 December 2014						
Purchase	-	-	256,728.56	3,339,786.37	10,717,326.12	14,313,841.05
Transfer out	-	-	-	(1,532.71)	-	(1,532.71)
Depreciation for the Year	-	(14,408,230.18)	(17,066,227.28)	(769,039.24)	(3,868,034.53)	(36,111,531.23)
Accumulated Depreciation for Disposal	-	-	-	1,531.71	-	1,531.71
Ending Carrying Amount	**70,816,000.00**	**117,796,425.76**	**5,072,368.14**	**3,673,345.05**	12,185,539.04	209,543,677.99
As at 31 December 2014						
Costs	70,816,000.00	207,856,069.79	121,231,882.15	12,903,274.20	21,300,535.00	434,107,761.14
Less Accumulated Depreciation	-	(90,059,644.03)	(116,159,514.01)	(9,229,929.15)	(9,114,995.96)	(224,564,083.15)
Carrying Amount	**70,816,000.00**	**117,796,425.76**	**5,072,368.14**	**3,673,345.05**	12,185,539.04	209,543,677.99

	Separate Financial Statements						
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Work in Process	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2014							
Costs	70,816,000.00	207,856,069.79	121,231,882.15	12,903,274.20	21,300,535.00	-	434,107,761.14
Less Accumulated Depreciation	-	(90,059,644.03)	(116,159,514.01)	(9,229,929.15)	(9,114,995.96)	-	(224,564,083.15)
Carrying Amount	**70,816,000.00**	**117,796,425.76**	**5,072,368.14**	**3,673,345.05**	**12,185,539.04**	**-**	**209,543,677.99**
Transactions During the Year ended 31 December 2015							
Purchase	197,742,066.00	100,638,999.98	54,562,606.11	1,679,325.60	1,428,037.38	667200.13	356,718,235.20
Increased from Acquisition	-	4,468,588.34	3,826,650.85	-	-	-	8,295,239.19
Disposal	-	-	-	(165,267.13)	(79,439.25)	-	(244,706.38)
Depreciation for the Year	-	(12,757,387.73)	(7,718,560.60)	(1,136,014.72)	(4,101,573.91)	-	(25,713,536.96)
Accumulated Depreciation for Disposal	-	-	-	165,257.13	79,437.25	-	244,694.38
Ending Carrying Amount	**268,558,066.00**	**210,146,626.35**	**55,743,064.50**	**4,216,645.93**	**9,512,000.51**	**667,200.13**	**548,843,603.42**
As at 31 December 2015							
Costs	268,558,066.00	312,963,658.11	179,621,139.11	14,417,332.67	22,649,133.13	667,200.13	798,876,529.15
Less Accumulated Depreciation	-	(102,817,031.76)	(123,878,074.61)	(10,200,686.74)	(13,137,132.62)	-	(250,032,925.73)
Carrying Amount	**268,558,066.00**	**210,146,626.35**	**55,743,064.50**	**4,216,645.93**	**9,512,000.51**	**667,200.13**	**548,843,603.42**

Depreciation for the year ended 31 December 2014 (Included in Cost of Sales amount of Baht 10.15 million, the rest included in Administrative Expenses) 36,111,531.23

Depreciation for the year ended 31 December 2015 (Included in Cost of Sales amount of Baht 15.56 million, the rest included in Administrative Expenses) 25,713,536.96

Consolidated Financial Statements

As at 31 December 2014, the land and building and a part of machine of subsidiary, with their carrying amount of Baht 210.03 million, were pledged as collateral for their bank overdrafts and long – term loan from financial institution of such subsidiaries.

As at 31 December 2014, vehicles under financial leases agreements with the carrying amount of Baht 6.81 million.

As at 31 December 2015 and 2014, the Company and subsidiaries has assets which fully depreciated but still in use, costing in amount of Baht 172.66 million and in amount of Baht 120.46 million respectively. The carrying amounts are in amount of Baht 1,245 and in amount of Baht 668 respectively.

Separate Financial Statements

As at 31 December 2015 and 2014, the Company has assets which fully depreciated but still in use, costing in amount of Baht 145.04 million and in amount of Baht 106.06 million respectively. The carrying amounts are in amount of Baht 1,014 and in amount of Baht 641, respectively.

17. Intangible Asset

Consist of:

	Consolidated Financial Statements			Separate Financial Statements
	Computer Software	Systems Installation	Total	Computer Software
	Baht	Baht	Baht	Baht
As at 31 December 2013				
Costs	1,146,940.00	2,314,151.19	3,461,091.19	1,078,940.00
Less Accumulated Amortization	(726,270.26)	-	(726,270.26)	(674,392.30)
Carrying Amount	**420,669.74**	**2,314,151.19**	**2,734,820.93**	**404,547.70**
Transactions During the Year Ended 31 December 2014				
Purchase	50,900.00	115,076.62	165,976.62	11,900.00
Transfer in	2,311,727.81	-	2,311,727.81	-
Transfer out	-	(2,429,227.81)	(2,429,227.81)	-
Amortization for the Year	(568,013.18)	-	(568,013.18)	(198,271.00)
Ending Carrying Amount	**2,215,284.37**	-	**2,215,284.37**	**218,176.70**
As at 31 December 2014				
Costs	3,509,567.81	-	3,509,567.81	1,090,840.00
Less Accumulated Amortization	(1,294,283.44)	-	(1,294,283.44)	(872,663.30)
Carrying Amount	**2,215,284.37**	-	**2,215,284.37**	**218,176.70**

	Consolidated Financial Statements Computer Software Baht	Separate Financial Statements Computer Software Baht
As at 31 December 2014		
Costs	3,509,567.81	1,090,840.00
Less Accumulated Amortization	(1,294,283.44)	(872,663.30)
Carrying Amount	**2,215,284.37**	**218,176.70**
Transactions During the Year Ended 31 December 2015		
Purchase	663,000.00	663,000.00
Decreased on Sale of Investment in Subsidiaries	(2,350,727.81)	-
Accumulated Amortization Decrease from Sales of Investment	363,066.24	-
Amortization for the Year	(94,055.75)	(84,611.65)
Ending Carrying Amount	**796,567.05**	**796,565.05**
As at 31 December 2015		
Costs	1,821,840.00	1,753,840.00
Less Accumulated Amortization	(1,025,272.95)	(957,274.95)
Carrying Amount	**796,567.05**	**796,565.05**

18. Deferred Tax Assets

Deferred income taxes are calculated in full on temporary differences, using the liability method and applying a principal tax rate of 20%. The deferred taxation related to the temporary differences between the carrying amounts and the tax bases of assets and liabilities of the Company are summarized below:

	CONSOLIDATED FINANCIAL STATEMENT			
	As at 31 December 2014 Baht	Recognized in profit or (loss) for the year Baht	Recognized in other comprehensive income (Loss) for the year Baht	As at 31 December 2015 Baht
Deferred Tax Assets				
Allowance for Doubtful Debt	15,055,436.22	1,902,995.08	-	16,958,431.30
Loss from Decline in Value of Inventories	2,510,081.88	6,240,552.07	-	8,750,633.95
Unrealised Loss on Changes in Fair Value of Investments	2,014,484.19	(111,915.79)	-	1,902,568.40
Employee Benefits Obligation	2,858,064.65	(5,250,949.02)	4,589,349.19	2,196,464.82
Total	22,438,066.94	2,780,682.34	4,589,349.19	29,808,098.47
Deferred Tax Liabilities:				
Depreciation	(896,475.18)	896,475.18	-	-
Total	(896,475.18)	896,475.18	-	-
Deferred Tax Assets	21,541,591.76	3,667,157.52	4,589,349.19	29,808,098.47

	Separate Financial Statements			
	As at 31 December 2014	Recognized in profit or (loss) for the year	Recognized in other comprehensive income (loss) for the year	As at 31 December 2015
Deferred Tax Assets	Baht	Baht	Baht	Baht
Allowance for Doubtful Debt	15,055,436.22	1,902,995.08	-	16,958,431.30
Loss from Decline in Value of Inventories	2,510,081.88	6,240,552.07	-	8,750,633.95
Unrealised Loss on Changes in Fair Value of Investments	2,014,484.19	(111,915.79)	-	1,902,568.40
Employee Benefits Obligation	2,443,256.80	(4,965,473.00)	4,248,785.00	1,726,568.80
Total	22,023,259.09	3,066,158.36	4,248,785.00	29,338,202.45
Deferred Tax Liabilities:				
Depreciation	(896,475.18)	896,475.18	-	-
Total	(896,475.18)	896,475.18	-	-
Deferred Tax Assets	21,126,783.91	3,962,633.54	4,248,785.00	29,338,202.45

19. Credit Facility and Guarantee

As at 31 December 2015 and 2014, the Company has credits line from Commercial bank and several financial institutions in term of bank overdrafts, trust receipts Promissory note, letter of grarantee and credits line for forward contracts below:

	Consolidated Financial Statements		Separate Financial Statement	
	For the years ended		For the years ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Million Baht	Million Baht	Million Baht	Million Baht
Bank Overdrafts	165.00	188.00	165.00	165.00
Trust Receipts and Promissory Notes	6,471.00	6,615.00	6,470.00	6,470.00
Total	6,636.00	6,803.00	6,635.00	6,635.00

	Consolidated Financial Statements		Separate Financial Statement	
	For the years ended		For the years ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	USD	USD	USD	USD
Forward Contract	1,366,300.00	50.00	-	50.00
Total	1,366,300.00	50.00	-	50.00

The Company entered into the memorandums with regard to the changes of collateral with the bank overdrafts and Promissory Note from financial institutions to release the collateral being land, building and machineries thereon of the Company. By doing that, the Company provided the Negative Pledge instead.

20. Overdrafts and Short – Term Borrowings from Financial Institutions

Consisted of :

	Consolidated Financial Statements		Consolidated Financial Statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Bank Overdraft	18,883,017.31	34,950,200.33	11,810,826.11	26,701,850.05
Trust Receipt Payable	43,936,362.36	855,083,547.47	40,259,702.36	500,225,000.00
Promissory Note	2,400,000,000.00	1,910,000,000.00	2,400,000,000.00	1,815,000,000.00
Total	2,462,819,379.67	2,800,033,747.80	2,452,070,528.47	2,341,926,850.05

The consolidated and separate financial statement as at 31 December 2015 and 2014, Bank overdraft has the interest rates of MOR per annum.

The consolidated and separate financial statement as at 31 December 2015 and 2014, trust receipt is carried by interest rates of 1.40% – 2.55% and 1.58% – 5.55% per annum respectively. The ownership of merchandise purchased from the contract performance of trust receipt is still belonged to the commercial bank until there will be repayment of trust receipt to the commercial bank.

The consolidated and separate financial statement as at 31 December 2015 and 2014, short term loan from the financial institutes is borrowing in term of promissory note, carried interest rate of 2.50 %– 2.87% per annum and 2.80% – 3.98% per annum, respectively.

21. Trade and Other Payables

Consisted of:

	Consolidated Financial Statements		Consolidated Financial Statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Trade Payables – Domestic	168,096,679.05	199,259,322.99	284,713,928.15	171,765,189.71
Trade Payable – Overseas	-	63,730,384.08	-	63,730,384.08
Trade Payable – Other	22,870,835.17	33,989,210.41	23,060,041.37	32,442,733.65
Total	190,967,514.22	296,978,917.48	307,773,969.52	267,938,307.44

As at 31 December 2015 and 2014, other payables consist of :

	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Revenue Department Payable	163,140.33	1,051,215.22	163,140.33	791,331.82
Accrued Interest Expenses	1,315,150.82	5,019,464.83	1,315,150.82	4,027,655.35
Accrued Commission Expenses	1,638,139.00	12,115,355.76	1,638,139.00	12,115,355.76
Other Payables	1,440,320.70	2,483,541.19	1,440,320.70	1,851,737.03
Accrued Expenses	18,314,084.32	13,319,633.41	18,503,290.52	13,656,653.69
Total	22,870,835.17	33,989,210.41	23,060,041.37	32,442,733.65

22. Liabilities under Finance Lease Liabilities

Consisted of:

	Consolidated Financial Statements	
	As at	As at
	31 December 2015	31 December 2014
	Baht	Baht
Minimum Lease Payments under Finance Lease Agreement	-	1,648,551.00
Less Deferred Interest Expenses	-	(138,759.36)
Liabilities under Finance Lease Agreement	-	1,509,791.64
Less Current Portion of payment within one year	-	(604,064.62)
Net	-	905,727.02

As at 31 December 2015 and 2014, the aggregate minimum lease payments under leases agreements are as follows:

	Consolidated Financial Statements	
	As at	As at
	31 December 2015	31 December 2014
	Baht	Baht
Not Over 1 year	-	531,743.95
Over 1 year but not over 5 years	-	1,116,807.05
Total	-	1,648,551.00

23. Long-Term Borrowing – from Financial Institutions

Consisted of:

Subsidiary No.	Credit line (Million Baht)	Term of repayment	Monthly repayment (Million Baht)	Interest rate (Per annum)	Consolidated Financial Statements 31 December 2015 Baht	31 December 2014 Baht
1	120	September 2011 - February 2018	1.8	MLR-2.25	22,090,894.13	42,088,347.55
2	120	July 2013 - June 2018	2.0	MLR-2.25	-	84,000,000.00
Long-Term Loans from Financial Institution					22,090,894.13	126,088,347.55
Less Current Portion of payment within one year					(21,600,000.00)	(45,600,000.00)
Long-Term Loans from Financial Institution – Net					490,894.13	80,488,347.55

For the years ended 31 December 2015 and 2014, Long-term loans from financial institution were as follows :

	Consolidated Financial Statements	
	For the years ended 31 December 2015	For the years ended 31 December 2014
	Baht	Baht
Beginning Carrying Amount	126,088,347.55	169,041,898.50
Increased during the year	-	580,000,000.00
Decreased during the year	(19,997,453.42)	(622,953,550.95)
Decreased on Disposal of Investment in Subsidiary	(84,000,000.00)	-
Ending Carrying Amount	22,090,894.13	126,088,347.55

These long – term loans are guaranteed by the Company, some directors of the subsidiary and pledged by the the subsidiary's land with building and machine.

Under the loan agreement terms, the subsidiaries must comply with the condition of loan covenants such as:

	Subsidiaries		
	The 1st subsidiary	The 2 nd subsidiary	
		Year 2012 - 2014	Since year 2015
Debt to Equity Ratio	not over than 1.5 times	not over than 2.5 times	not over than 2 times
Debt Service Coverage	at lease 1.1 times	at lease 1.2 times	at lease 1.1 times

24. Employee Benefit Obligation

For the year end 31 December 2015 and 2014, employee benefit obligation has the movement are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Present Value of the Obligation as at 1 January	13,801,830.91	9,780,385.75	11,261,527.00	8,273,784.00
Current Service Cost	1,728,706.51	2,493,109.07	1,213,527.00	1,543,662.06
Interest Expenses	524,255.53	599,775.01	420,005.00	489,323.94
Actuarial Gain (Loss) for Employee Defined Benefit Plans	(4,589,349.19)	928,561.08	(4,248,785.00)	954,757.00
Paid for Employee Benefit	(13,430.00)	-	(13,430.00)	-
Decreased on Disposal of Investment in Subsidiary	(440,755.75)	-	-	-
Present Value of the Obligation as at 31 December	11,011,258.01	13,801,830.91	8,632,844.00	11,261,527.00

For the year ended 31 December 2015 and 2014, expenses which are recognized in the profit for the period are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended	For the years ended	For the years ended	For the years ended
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Current Service Cost	1,728,706.51	2,493,109.07	1,213,527.00	1,543,662.06
Interest Expenses	524,255.53	599,775.01	420,005.00	489,323.94
Total	2,252,962.04	3,092,884.08	1,633,532.00	2,032,986.00

The above expenses which are recognized in the profit or loss are included in the items as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended	For the years ended	For the years ended	For the years ended
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Cost of Sales	667,897.11	865,717.25	346,694.48	448,732.22
Salling Expenses	291,287.75	311,833.47	291,287.76	269,521.47
Administrative Expenses	1,293,507.18	1,915,333.36	995,549.76	1,314,732.31
Total	2,252,962.04	3,092,884.08	1,633,532.00	2,032,986.00

Actuarial (gain) loss recognised in other comprehensive income as of the end of the reporting period arising from

	Consolidated Financial Statements For the years ended 31 December 2015 Baht	Separate Financial Statements For the years ended 31 December 2015 Baht
Discount rate	2,202,421.81	1,848,721.00
Salary increase rate	(1,565,637.00)	(1,303,593.00)
Turnover rates	(2,940,000.00)	(2,440,591.00)
Experience adjustment	(2,286,134.00)	(2,353,322.00)
Total	(4,589,349.19)	(4,248,785.00)

The key assumptions used for the purposes of the actuarial valuation were as follows:

	2015	2014
Discount rate	2.57 - 2.59 % per annum	4.54 – 4.62 % per annum
Salary increase rate	5.05 – 5.75 % per annum	6.30 – 7.13 % per annum
Turnover rates	0 – 67 % per annum	0 – 66 % per annum

Sensitivity Analysis

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

	Consolidated Financial Statements For the years ended 31 December 2015 Baht	Separate Financial Statements For the years ended 31 December 2015 Baht
Discount rate		
Rate increase 0.50 %	(349,550.00)	(268,370.00)
Rate decrease 0.50 %	371,278.00	284,706.00
Salary increase rate		
Rate increase 0.50 %	351,854.00	273,962.00
Rate decrease 0.50 %	(334,734.00)	(261,151.00)
Turnover rate		
Rate increase 0.50 %	(317,684.00)	(284,039.00)
Rate decrease 0.50 %	396,216.00	300,960.00

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

25. Share Capital

For the years ended 31 December 2015 and 2014, The movements of share capital are as follows:

	For the years ended 31 December 2015			For the years ended 31 December 2014		
	Par value Per Share	Number of share	Amount	Par value Per Share	Number of share	Amount
	Baht	Shares	Shares	Baht	Shares	Shares
Authorized Share Capital						
Beginning Ordinary Shares	1.00	500,000,000	500,000,000.00	1.00	500,000,000	500,000,000.00
Less Unissued authorized share	1.00	(99,994,920)	(99,994,920.00)	1.00	-	-
Add Issuing new shares	1.00	150,000,000	150,000,000.00	1.00	-	-
Ending Ordinary Shares	1.00	550,005,080	550,005,080.00	1.00	500,000,000	500,000,000.00
Issued and Paid-up Share Capital						
Beginning Ordinary Shares	1.00	400,005,080	400,005,080.00	1.00	400,000,000	400,000,000.00
Add Issue of Ordinary Shares	1.00	150,000,000	150,000,000.00	1.00	5,080	5,080.00
Ending Ordinary Shares	1.00	550,005,080	550,005,080.00	1.00	400,005,080	400,005,080.00

For the years ended 31 December 2015 and 2014, The movements of share premium on common stocks are as follows::

	For the year ended 31 December 2015 Consolidated/Separate Financial Statement Baht	For the year ended 31 December 2015 Consolidated/Separate Financial Statement Baht
Beginning Permunm on Common Stocks	191,499,920.00	191,479,600.00
Increased during the year	1,203,750,000.00	20,320.00
Decreased during the year	-	-
Ending Share Premium on Common Stocks	1,395,249,920.00	191,499,920.00

In accordance with the resolution of Board of Directors Meeting no. 4/2015 held on 17 July 2015, resolved as follows:

1. Resolved to reduce the Company's registered capital from Baht 500,000,000.00 to Baht 400,005,080.00 with the par value of Baht 1.00 by way of eliminating the unissued shares in the amount of 99,994,920 shares. The Company has been registered to reduce the capital with the Department of Business Development, Ministry of Commerce on 2 September 2015.
2. Resolved to increase the Company's registered capital from Baht 400,005,080.00 to Baht 550,005,080.00 with the par value of Baht 1.00 by way of issuance of the newly issued shares in the amount of 150,000,000 shares. And further resolved to allocate the newly issued shares in the amount of 150,000,000 shares with the par value of Baht 1.00 on private placement basis at the offering price of Baht 5.00. The Company has been registered to increase the capital with the Department of Business Development, Ministry of Commerce on 3 September 2015.

To acquire assets for the Company's operation from related person and companies as in Note 4.

26. Legal Reserve

Under the provisions of the Public Company Limited Act B.E. 2535, the Company is required to appropriate at least 5% of its annual net income after deduction of any deficit brought forward as a legal reserve until the reserve reaches 10% of the authorized capital.

In accordance with the resolution of Annual General Shareholders' Meeting for year 2015 held on 27 April 2015, approved no allocation of net profit for legal reserve and no dividend payment for year 2014.

In accordance with the resolution of Board of Directors Meeting no. 2/2015 held on 15 May 2015, approved allocation of net profit for year 2014 as legal reserve at least 5% amounting of Baht 3.20 million.

27. Capital Management

The management of the Group has the capital management policy to maintain a strong capital base by emphasis on planning and determining the operating strategies resulting in good business's performance and sustained good cash flows management. In addition, the Group considers investing in projects which have good rate of return, appropriate working capital management, maintain a strong financial position and appropriate investment structure as to maintain sustained future operations of the business and to maintain shareholders, investors, creditors and others interest's confidence.

28. Tax Income (Expenses)

Income tax which is recognized in the profit (loss) for the period, consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Current Tax Income (Expense)	(6,329,576.69)	(32,673,530.98)	-	(31,999,951.52)
Deferred Income Tax				
(Expense) revenue deferred income tax	9,184,376.55	5,619,580.96	9,061,175.54	5,499,083.53
(Expense) Revenue Income Tax is recognized				
in the profit (loss) for the period	2,854,799.86	(27,053,950.02)	9,061,175.54	(26,500,867.99)

The differences between income tax (expense) revenue which were calculated from accounting profit at the tax rate for the years ended 31 December 2015 and 2014, in 20 percent, can be presented as follows

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Profit (Loss) before Income Tax	(736,550,442.34)	113,877,045.00	(860,202,892.73)	90,637,391.05
Income Tax (Expense) Revenue calculated				
at the tax rate of 20%	147,310,088.47	(22,775,409.00)	172,040,578.55	(18,127,478.21)
Expenses that are not deductible for income t	(144,455,288.61)	(4,278,541.02)	(162,979,403.01)	(8,373,389.78)
Income Tax (Expense) Revenue recognized				
in the Profit (Loss) for the year Profit (Loss)				
before Income Tax	2,854,799.86	(27,053,950.02)	9,061,175.54	(26,500,867.99)

Income tax which is recognized in the other comprehensive income (expense), consist of:

	Consolidated Financial Statements For the years ended 31 December 2015		
	Amount Before Tax	Income tax Revenues (Expenses) Income Tax	Net of Tax
	Baht	Baht	Baht
For the years ended 31 December 2015			
Actuarial Gain(Loss) for Employee Defined Benefit Plans	4,589,349.19	(917,869.84)	3,671,479.35

	Separate Financial Statements For the years ended 31 December 2015		
	Amount Before Tax	Income tax Revenues (Expenses) Income Tax	Net of Tax
	Baht	Baht	Baht
For the years ended 31 December 2015			
Actuarial Gain(Loss) for Employee Defined Benefit Plans	4,248,785.00	(849,757.00)	3,399,028.00

29. Earnings (Loss) per share

For the year ended 31 December 2015 and 2014, the Company calculates the basic earnings (loss) per share by dividing profit (loss) for the year with weighted average number of ordinary shares are as follows:

	Consolidated Financial Statements For the year ended		Separate Financial Statements For the year ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Net profit(loss) attributable to shareholders of the Company	(740,339,443.35)	94,856,133.91	(851,141,717.19)	64,136,523.06
Weighted average number of shares (shares)	421,708,433	400,005,080	421,708,433	400,005,080
Earnings(loss) per share (Baht)	(1.76)	0.24	(2.02)	0.16

30. Expenses by Nature

Expenses by nature for the years ended 31 December 2015 and 2014

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
(Increase)Decrease in merchandise inventories	708,557,147.93	90,309,030.94	661,351,536.22	718,302,488.88
Purchases of goods	12,901,691,171.00	16,066,022,102.03	10,854,295,453.75	11,825,817,269.63
Service cost of manufacturing from a subsidiary and other person	5,903,587.92	64,615,757.40	64,152,933.77	53,294,825.45
Depreciation and amortization	42,989,367.46	86,041,032.75	25,795,148.61	36,309,802.23
Employee benefit	127,994,240.30	159,917,453.43	83,249,365.26	73,123,768.54
Transportation and distribution expenses	48,357,848.31	17,205,339.26	57,809,562.81	41,062,435.41
Utilities expenses	15,347,026.27	16,987,166.24	7,796,712.95	5,813,130.80
Repairs and maintenance expenditure	57,101,168.45	41,602,575.29	2,374,798.57	2,587,506.27
Commission and sales promotion	24,249,225.59	13,090,774.86	9,914,425.59	12,115,355.76
Doubtful debts	34,541,494.68	9,140,152.99	9,514,975.38	9,140,152.99
Loss from decline in value of inventories	31,202,760.33	153,088,049.09	31,202,760.33	12,550,409.42
(Reversal) Loss impairment on investments in subsidiaries	-	-	(2,979,520.87)	31,524,730.22
(Gain)Loss on Sale of Investment in Subsidiaries	(18,545,208.35)	-	2,955,429.42	-
Loss Impairment of Good will Arising from Business Combination	595,454,760.81	-	595,454,760.81	-
Financial consulting fee	10,967,870.00	-	10,967,870.00	250,000.00
Other Expense	12,755,241.05	4,573,066.90	26,460,032.47	34,001,417.68
Total	14,598,567,701.75	16,722,592,501.18	12,440,316,245.07	12,855,893,293.28

31. Operating Segment

The Group is engaged in the business of manufacturing and distributing many types of coils and of logistic service. The operating segment can be classified into 4 segments as follows :

A. Transactions relating to sales of coils

B. Transactions relating to service cutting of coils

C. Transactions relating to logistic services

D. Transactions relating to manufacture and sell pipe and other metal products

In the consolidated financial statement for the year ended 31 December 2015 and 2014, information based on operating sectors is as follow :

Consolidated Financial Statements

For the year ended 31 December 2015

('000:Baht)

	A	B	C	Eliminate Items	Total
Revenue from Sales and Services					
External Customers	20,432,284	64,752	120,049	(6,659,783)	13,957,302
Inter-Segment	-	-	-	-	-
Total	20,432,284	64,752	120,049	(6,659,783)	13,957,302
Gross (Loss)Profit	116,506	21,323	29,288	(46,429)	120,688
Gain (Loss) Exchange from Rate					(3,194)
Interest Income					6,801
Other Income					25,440
Unrealied Gain on Changes in Fair Value of Investments					560
Selling Expenses					(53,211)
Administrative Expenses					(97,291)
Doubtful Debt					(34,541)
Gain(Loss) from Sales of Investment in Subsidiaries					18,545
Loss on Impairment of Goodwill Arising from Business Acquisition					(595,455)
Share of Loss of Associated	(53,385)	-	-	-	(53,385)
Financial Costs					(71,507)
Tax (Expenses)Incom					2,855
Less Gain Non - Controlling Interests					(6,644)
Profit (Loss) Attributable to Shareholders of the Company					(740,339)
Depreciaton and Amortization	25,897	10,628	6,464	-	42,989
Assets as at 31 December 2015					
Investment in Associated	135,403	-	-	-	139,854
Other Assets	4,395,634	181,924	102,817	(718,152)	3,962,223
Total	4,531,037	181,924	102,817	(718,152)	4,097,626
Total Liabilities as at 31 December 2015	3,167,675	123,000	86,792	(676,831)	2,700,636

Consolidated Financial Statements

For the year ended 31 December 2014

('000:Baht)

	A	B	C	D	Eliminate Items	Total
Revenue from Sales and Services						
External Customers	18,708,596	59,320	72,598	118,105	(2,075,914)	16,882,705
Inter-Segment	-	-	-	-	-	-
Total	18,708,596	59,320	72,598	118,105	(2,075,914)	16,882,705
Gross Profit (Loss)	348,360	14,964	3,947	(20,159)	44,851	391,963
Gain on Exchange Rate						2,649
Interest Income						12,526
Gain from Disposal of Temporary Investment						35,825
Other Income						9,927
Unrealized Gain on Changes in Fair Value of Investments						1,119
Selling Expenses						(122,459)
Administrative Expenses						(100,250)
Doubtful Debt						(9,140)
Share of Profit (Loss) of Associated						(6,761)
Financial Costs						(101,522)
(Tax Income (Expense)						(27,054)
Add Loss Non - Controlling Interests						8,033
Profit (Loss) Attributable to Shareholders of the Company						94,856
Depreciation and Amortization	36,924	10,621	19,961	18,535	-	86,041
Assets as at 31 December 2014						
Investment in Associated	136,489	-	-	-	-	136,489
Other Assets	3,599,681	123,098	87,904	324,966	(213,210)	3,922,439
Total	3,736,170	123,098	87,904	324,966	(213,210)	4,058,928
Total Liabilities as at 31 December 2014	3,023,823	71,989	82,844	296,329	(195,856)	3,279,129

32. Financial Instruments

32.1 Policy of Financial Risk Management

The Group are not engaged in the trading of any derivative financial instruments for speculative purposes.

32.2 Interest Rate Risk

The interest rate risk arises from the future movements in market interest rates which will be affected the financial performance and cash flows of the Company. The Company had financial assets which it exposes to risk on interest rate as follows:

	Consolidated Financial Statements				
	As at 31 December 2015				
	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	%
Financial Assets					
Cash and Cash Equivalents	6,209,011.80	-	34,987,986.26	41,196,998.06	0.25 – 0.625
Financial Liabilities					
Overdraft	18,883,017.31	-	-	18,883,017.31	MOR
Short-Term Borrowings from Financial Institution	-	2,443,936,362.36	-	2,443,936,362.36	1.40 – 2.55

	As at 31 December 2014				
	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	%
Financial Assets					
Cash and Cash Equivalents	2,983,295.14	-	28,216,838.47	31,200,133.61	0.25 – 0.50
Financial Liabilities					
Overdraft	34,950,200.33	-	-	34,950,200.33	MOR
Short-Term Borrowings from Financial Institution	-	2,765,083,547.47	-	2,765,083,547.47	1.58 – 5.55

	Separate Financial Statements As at 31 December 2015				
	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	%
Financial Assets					
Cash and Cash Equivalents	27,532.78	-	20,704,745.91	20,732,278.69	0.25 – 0.625
Long – Term Loans to Subsidiaries	-	159,500,000.00	-	159,500,000.00	5.50
Financial Liabilities					
Overdraft	11,810,826.11	-	-	11,810,826.11	MOR
Short – Term Borrowings from Financial Institutions	-	2,440,259,702.36	-	2,440,259,702.36	1.40 – 2.55

	Separate Financial Statements As at 31 December 2014				
	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	%
Financial Assets					
Cash and Cash Equivalents	177,133.31	-	25,264,416.47	25,441,549.78	0.25 – 0.50
Long – Term Loans to Subsidiaries	-	128,000,000.00	-	128,000,000.00	5.50
Financial Liabilities					
Overdraft	26,701,850.05	-	-	26,701,850.05	MOR
Short – Term Borrowings from Financial Institutions	-	2,315,225,000.00	-	2,315,225,000.00	1.58 – 5.55

32.3 Risk on Exchange Rate

The Group has Risk on Exchange Rate is regarded to purchase raw material, machines and sales denominated in foreign currencies. The Group have financial assets and financial liabilities in foreign currencies as follows:

Currencies	Consolidated/ Separate Financial Statements			
	Financial assets		Financial Liability	
	As at 31 December 2015	As at 31 December 2014	As at 31 December 2015	As at 31 December 2014
USD Dollar	-	-	349,473.02	2,119,920.00

32.4 Credit Risks

The Group constitutes credit risk related to general trading accounts receivable. However, since the Company will mainly provide credit facility to accounts receivable who have ability in debt repayment. As a result, the Company does not anticipate to receive damage that is materiality from debt collection from those accounts receivable apart from portion that already set up allowance for doubtful debt.

32.5 Fair Value

Due to the fact that financial assets and financial liabilities are mainly short-term type. The Company's management believes that carrying amount of financial assets and financial liabilities do not significantly differ from their fair values.

32.6 Fair Value Hierarchy

As at 31 December 2015 and 2014, the Company has financial assets which are recognized at fair value are categorized by the fair value hierarchy as follows:

	Consolidated/ Separate Financial Statements				
		Fair Value			
	Carrying Amount Baht	Level 1 Inputs Baht	Level 2 Inputs Baht	Level 3 Inputs Baht	Total Baht
As at 31 December 2015					
Current Financial Assets					
Investment Units in Marketable Security	5,071,837.73	5,071,837.73	-	-	5,071,837.73
As at 31 December 2014					
Current Financial Assets					
Investment Units in Marketable Security	3,917,052.59	3,917,052.59	-	-	3,917,052.59

33. Inter-Transaction Between Related Persons and Partie

The Company constitutes important business transaction with subsidiary companies, the related companies and persons. Such business transactions are complied with trading term and criteria as per mutually agreed between the Company and related companies which is complied with the normal course of business whereby it can be summarized as follows

33.1 Related Revenues and Expenses

		Consolidated Financial Statements For the year ended		Separate Financial Statements For the year ended	
	Pricing Policy	31 December 2015	31 December 2014	31 December 2015	31 December 2014
		Baht	Baht	Baht	Baht
Inter-Company Transactions with Subsidiary					
(Eliminated from the Consolidated Financial Statements)					
Revenue from Sales	As normal course of business prices closed to other entities	-	-	2,614,900.54	327,711.00
Interest Income	Interest rate 5 % per annum	-	-	6,969,630.14	24,285,120.51
Rental Income	Agreed price and contract price	-	-	270,000.00	60,000.00
Other Income from Delayed Penaty	Based on Agreement	-	-	-	7,421,151.47
Purchase of Raw Materials and Goods and Supplies	At normal course of business prices closed to other entities	-	-	6,545,509,392.10	1,993,372,208.80
Transportation Expense	At normal course of business prices closed to other entities	-	-	111,644,428.86	39,747,575.61
Service Cost of Manufacturing	At normal course of business prices closed to other entities	-	-	58,249,345.85	49,568,339.65
Repair Expenses	At normal course of business prices closed to other entities	-	-	14,380.00	-

		Consolidated Financial Statements For the year ended		Separate Financial Statements For the year ended	
	Pricing Policy	31 December 2015	31 December 2014	31 December 2015	31 December 2014
		Baht	Baht	Baht	Baht
Inter - Transactions with Related Companies					
Revenue from Sales	As normal course of business prices closed to other entities	1,150,891,435.46	1,443,651,725.75	1,1141,330,080.46	1,442,882,264.59
Interest Income	Interest rate 5 % per annum	5,984,352.86	-	311,917.82	-
Rental Income	Agreed price and contract price	615,000.00		270,000.00	-
Purchase of Raw Materials and Goods and Supplies	At normal course of business prices closed to other entities	1,033,998,728.05	2,135,090,100.01	1,033,998,728.05	649,635,386.34
Transportation Expense	At normal course of business prices closed to other entities	7,525,149.18	-	-	-
Service Cost of Manufacturing	At normal course of business prices closed to other entities	771,668.98	-	771,668.98	-
Rental Income	Agreed price and contract price	1,950,000.00	-	1,950,000.00	-
Commission	Agreed price and contract price	1,262,600.00	-	-	-

33.2 Inter - Assets and Liabilities

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015	As at 31 December 2014	As at 31 December 2015	As at 31 December 2014
	Baht	Baht	Baht	Baht
Trade Receivable				
Subsidiaries				
T.Y.K. Industry Co., Ltd.	-	-	2,234,569.02	-
Precision Perfect Pipe Co., Ltd.	-	-	-	954.44
Associates				
Delong (Thailand) Co., Ltd.	137,673,272.70	-	137,673,272.70	-
Related Parties				
Precision Perfect Pipe Co., Ltd	1,220,622.86	-	1,029,661.86	-
Taiping Ethanol Co., Ltd.	55,802.64	135,012.39	55,802.64	135,012.39
Thaiethanol Power PCL.	-	735,834.72	-	735,834.72
Kim Heng Loha Co., Ltd.	498,077.41	2,274,953.75	498,077.41	2,274,953.75
Kim Chai Steel Co., Ltd.	634,128.27	-	634,128.27	-
V. P. Steel & Wire Mesh Co., Ltd.	4,320,000.00	1,987,676.69	-	1,987,676.69
K.S. Metaltech Co., Ltd	27,801,238.17	200,205.56	27,801,238.17	-
Kim Hong Metal Co., Ltd.	4,437,581.68	4,878,662.86	4,437,581.68	4,878,662.86
Kim Yuan Enterprise Co., Ltd.	851.72	-	851.72	-
Numthai Steel Co., Ltd.	-	20,591,332.54	-	20,591,332.54
Metal Inter Co., Ltd.	-	1,475.96	-	1,475.96
Mahachai Steel Center Co., Ltd.	-	58,411.30	-	58,411.30
Bangkok Steel Center Co., Ltd.	-	30,588,470.00	-	30,588,470.00
Total	176,641,575.45	61,452,035.77	174,365,183.47	61,252,784.65
Cheques in Transit				
Related Parties				
Kim Hong Metal Co., Ltd.	1,829,572.67	-	1,829,572.67	-
Kim Chai Steel Co., Ltd.	274,723.50	-	274,723.50	-
Total	2,104,296.17	-	2,104,296.17	-

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Other Receivable				
Subsidiaries				
Liberty Steel Siam Co., Ltd.	-	-	60,000.00	-
Related Parties				
Liberty Siam Holdings Pte. Ltd.	-	258,197,364.89	-	-
Total	-	258,197,364.89	60,000.00	-
Advance Payment				
Director				
Mr.Bunchai Jirapongtrakul	500,000.00	-	-	-
Advance Payment for Inventories				
Subsidiaries				
Liberty Siam Holdings Pte. Ltd.	-	-	292,761,295.00	-
Associates				
Delong (Thailand) Co., Ltd.	330,665,608.13	-	330,665,608.13	-
Related Parties				
Parthongkij Steel Industry Co., Ltd.	19,232,887.80	22,292,487.68	19,232,887.80	22,292,487.68
Numthai Steel Co., Ltd.	80,965,617.25	-	80,965,617.25	-
Total	430,864,113.18	22,292,487.68	723,625,408.18	22,292,487.68
Long – Term Loan				
Subsidiaries				
The Steel Logistic Co., Ltd.	-	-	75,500,000.00	80,000,000.00
T.Y.K. Industry Co., Ltd.	-	-	84,000,000.00	25,000,000.00
Precision Perfect Pipe Co., Ltd.	-	-	-	23,000,000.00
Accured Interest				
Subsidiaries				
The Steel Logistic Co., Ltd.	-	-	352,678.08	375,431.51
T.Y.K. Industry Co., Ltd.	-	-	381,684.93	116,780.82
Precision Perfect Pipe Co., Ltd.	-	-	-	107,438.36
Total	-	-	160,234,363.01	128,599,650.69

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015 Baht	As at 31 December 2014 Baht	As at 31 December 2015 Baht	As at 31 December 2014 Baht
Trade Payables				
Subsidiaries				
T.Y.K. Industry Co., Ltd.	-	-	2,066,827.99	644,076.36
Liberty Steel Siam Co., Ltd.	-	-	152,538,810.11	-
Related Parties				
Kim Yuan Enterprise Co., Ltd.	37,978.58	123,827.63	-	5,400.03
K.S. Metaltech Co., Ltd	10,603,795.74	2,734,489.86	10,591,972.24	2,729,139.86
Total	10,641,774.32	2,858,317.49	165,197,610.34	3,378,616.25
Other Payables				
Subsidiaries				
The Steel Logistic Co., Ltd.	-	-	4,284,007.60	2,978,954.25
Advance Receive				
Director				
Mr.Bunchai Jirapongtrakul	350,000.00	-	350,000.00	-
Short – Term Loans				
The Related Company				
KNT Intertrade Co., Ltd.	-	8,210,000.00	-	-
Directors				
Mr. Win Suteerachai	-	2,000,100.00	-	-
Mr. Boonchai Jirapongtrakul	-	2,790,000.00	-	-
Mr. Somsak Wongsirisup	-	1,400,000.00	-	-
Total	-	6,190,100.00	-	-
Grand Total	-	14,400,100.00	-	-

For the year ended 31 December 2015, the movement of long-term loans and accrued interest income of subsidiaries are as follows:

	Separate Financial Statements				
	As at	Movement during the period		Decreased on Sale	As at
	1 January 2015	Increase	Decrease	of Investment	31 December 2015
	Baht	Baht	Baht	Baht	Baht
Long-Term Loan					
The Steel Logistic Co., Ltd.	80,000,000.00	9,000,000.00	(13,500,000.00)	-	75,500,000.00
T.Y.K. Industry Co., Ltd.	25,000,000.00	59,000,000.00	-	-	84,000,000.00
Precision Perfect Pipe Co., Ltd.	23,000,000.00	-	-	(23,000,000.00)	-
Accured Interest					
The Steel Logistic Co., Ltd.	375,431.51	4,364,513.71	(4,387,267.14)	-	352,678.08
T.Y.K. Industry Co., Ltd.	116,780.82	2,605,116.43	(2,340,212.32)	-	381,684.93
Precision Perfect Pipe Co., Ltd.	107,438.36	-	-	(107,438.36)	-
Total	128,599,650.69	74,969,630.14	(20,227,479.46)	(23,107,438.36)	160,234,363.01

For the years ended 31 December 2015, the movement of long-term loans and accrued interest income of related company are as follows:

	Consolidated / Separate Financial Statements			
	As at	Movement during the period		As at
	1 January 2015	Increase	Decrease	31 December 2015
	Baht	Baht	Baht	Baht
Long-Term Loan				
Precision Perfect Pipe Co., Ltd.	-	23,000,000.00	(23,000,000.00)	-
Accured Interest				
Precision Perfect Pipe Co., Ltd.	-	419,356.18	(419,356.18)	-
Total	-	23,419,356.18	(23,419,356.18)	-

For the years ended 31 December 2015, the movement of short – term borrowings from related persons and party are as follows:

	Consolidated Financial Statements				
	As at	Movement during the period		Decreased on Sale	As at
	1 January 2015	Increase	Decrease	of Investment	31 December 2015
	Baht	Baht	Baht	Baht	Baht
Short-Term Loans					
Related Party					
KNT Intertrade Co., Ltd.	8,210,000.00	-	-	(8,210,000.00)	-
Directors					
Mr. Win Suteerachai	2,000,100.00	-	-	(2,000,100.00)	-
Mr. Boonchai Jirapongtrakul	2,790,000.00	80,000.00	(80,000.00)	(2,790,000.00)	-
Mr. Somsak Wongsirisup	1,400,000.00	-	-	(1,400,000.00)	-
Total	6,190,100.00	80,000.00	(80,000.00)	(6,190,100.00)	-
Grand Total	14,400,100.00	80,000.00	(80,000.00)	(14,400,100.00)	-

33.3 Relationship with the Company and Pricing Policy

Company's name	Relationship with the Company
The Steel Logistic Co., Ltd.	60% shareholding
T.Y.K. Industry Co., Ltd.	70% shareholding
Precision Perfect Pipe Co.,Ltd.	40% shareholding but the Company had the ability to control the company (On 13 March 2015, the Company sold all shares to a third party.) but also Directorship
Liberty Steel Siam Co., Ltd.	99.99% shareholding
Delong (Thailand) Co., Ltd.	20.00% shareholding
Thaiethanol Power PCL.	Common shareholders and Directorship
Taiping Ethanol Co., Ltd.	Common shareholders and Directorship
Kim Yuan Enterprise Co., Ltd.	Common shareholders
Bearings Corporation Co., Ltd.	Common shareholders
Parthongkij Steel Industry Co., Ltd.	Shareholding and authorized director of the company hold 2% interest in Liberty Steel Siam Co., Ltd. (The relationship ended on 12 December 2014 on the transfer of shares to the Company.)
Liberty Siam Holdings Pte.Ltd.	49% shareholding in Liberty Steel Siam Co., Ltd. . (The relationship ended on 10 June 2015 on the transfer of shares to the Company.)
K.S. Metaltech Co., Ltd.	14.99% shareholding in Precision Perfect Pipe Co., Ltd.

Company's name	Relationship with the Company
Parthongkij Steel Industry Co., Ltd.	Shareholding and authorized director of the company hold 2% interest in Liberty Steel Siam Co., Ltd. (The relationship ended on 12 December 2014 on the transfer of shares to the Company.)
Liberty Commodities Limited, Liberty Fe Trade DMCC, Liberty Commodities Asia Limited	Companies in the group of the company that holds 49% shareholding in Liberty Steel Siam Ltd. (The relationship ended on 10 June 2015 on the transfer of shares to the Company.)
Kim Heng Loha Co., Ltd.	Close relative of directors
Kim Chua Steel Co., Ltd.	Close relative of directors
Kim Seng Steel Co., Ltd.	Close relative of directors
Kim Chai Steel Co., Ltd.	Close relative of directors
Kim Hong Metal Co., Ltd.	Close relative of directors
V. P. Steel & Wire Mesh Co., Ltd.	Close relative of directors
Numthai Steel Co., Ltd.	Close relative of directors
Metal Inter Co., Ltd.	Close relative of directors
Mahachai Steel Center Co., Ltd.	Close relative of directors
Mahachai Steel Inter Co., Ltd.	Close relative of directors
K Steel Center Co., Ltd.	Close relative of directors
Mr. Nirum Ngamchumnanrit	Close relative of directors
Bangkok Steel Center Co., Ltd.	The Closed Relative of Subsidiary Company's Directors
KNT Intertrade Co., Ltd.	Directorship of Related Company
Mr.Win Suteerachai	Director of Related Company
Mr.Boonchai Jirapongtrakul	Director of Company
Mr. Suroj Jirapongtrakul	Director of Company
Mr.Somsak Wongsirisup	Director of Subsidiary Company

33.4 Key Management Personal Compensation

	Consolidated/Separate Financial Statements	
	For the years ended	
	31 December 2015	31 December 2014
	Baht	Baht
Short – Term Employee Benefits	9,626,255.00	11,323,400.00
Post – Employee Benefits	1,756,770.68	732,088.53
Total	11,383,025.68	12,055,488.53

34. Non-Cash Flow Transaction

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Baht	Baht	Baht	Baht
Long-term Loans and Accrued Interest Income of Related Increse from Tranfer in long-term Loans and Accrued Interest Income of Subsidiaries	23,107,438.36	-	23,107,438.36	-
Purchase Fixed Assets with Credit				
Trade Payables for Fixed Assets	5,946,122.31	626,341.57	-	-
Finance Lease-Liabilities	-	1,320,416.25	-	-
Fixed Assets Increse from Tranfer in Deposit Transferred	-	990,135.60	-	-
Provision Liabilities on Investment in Subsidiary Transferred to Allowance for Impairment Investment	-	-	-	212,500,004.00
Provision Liabilities on Investment in Subsidiary Transferred to Short – term Loan to Subsidiary	-	-	-	10,024,092.45

35. Obligation and Contingent Liabilities

The Group has commitments and contingent liabilities below.

35.1 As at 31 December 2014, the Company and the subsidiary has entered into the Collateral Management Agreements; CMA with a foreign company at the rate of management fee in totally USD 3,500 and USD 10,500 per month, respectively, and superintending fee USD 0.1 per metric ton. The agreements have been in effect until cancelled by either party.

35.2 As at 31 December 2015 and 2014, the Company has letters of guarantee issued by bank for the payment of electricity and utility fee of the Company amounting of Baht 0.78 million, equally for two periods, and the consolidated financial statement amounting of Baht 1.10 million and 3.18 million respectively.

35.3 As at 31 December 2015 and 2014, the Company has contingent liability from guarantee for two subsidiaries' credit facilities amounting of Baht 120.00 million and 1,429.71 million, respectively.

35.4 As at 31 December 2015 and 2014, the Group has obligation under lease company contract of rent for office and goods ,lease machinery and the conract security as follows :

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2015	31 December 2014	31 December 2015	31 December 2014
	Million Baht	Million Baht	Million Baht	Million Baht
Not over 1 year	4.07	2.54	3.31	2.40
Over 1 year but not over 5 years	1.05	2.49	0.06	2.40
Total	5.12	5.03	3.37	4.80

35.5 As at 31 December 2015,and 2014 consolidated financial statements and separate financial statements, the Group have obligation under lease company contract design to improve the structure factory amounting of Baht 1.54 million and amounting of Baht 0.10 million respectively.

35.6 As at 31 December 2015, consolidated financial statements and separate financial statements, the Group have obligation under Financial and legal consulting contract amounting of Baht 5.25 million.

35.7 As at 31 December 2015, the Group have obligation under lease company contract to buy the machines in the country and abroad as follows :

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2015 '000	As at 31 December 2014 '000	As at 31 December 2015 '000	As at 31 December 2014 '000
Leasing to buy the machines				
Baht	8,877.75	-	-	-
USD	111.00	-	111.00	-

35.8 As at 31 December 2015 and 2014, the Group still remains contingent liabilities with the financial institutions follows:

	As at 31 December 2015 Million Baht	As at 31 December 2014 Million Baht
Consolidated Financial Statements		
- Letters of Credit		
Credit Line for Baht 6,471 Million, Unusance Line	6,447.72	-
Credit Line for Baht 6,615 Million, Unusance Line	-	3,849.92
Separate Financial Statements		
- Letters of Credit		
Credit Line for Baht 6,470 Million, Unusance Line	6,446.46	4,154.77

36. Employee Provident Fund

The Group and its employees have jointly registered a provident fund scheme under the Provident Fund Act B.E. 2530. The fund is contributed equally by both the employees at the rate of 2 percent of the employee's salary (based on the number of employees' working year). The fund will be paid to the employees upon termination in accordance with the rules of the fund. The Company and subsidiary payment is starting 1 July 2006 and 1 March 2011, respectively.

37. Reclassification of Accounts

The Company has reclassified some items in the statements of financial position to comply with the financial statements for the current period, which does not have any effects on profit for the period or shareholders' equity already reported. The details of reclassification are as follows:

	As Previously Reported	Reclassified	As Currently Reported
	Baht	Baht	Baht
Consolidated Financial Statements			
Statements of Financial Position as at 31 December 2014			
Cash and Cash Equivalents	32,045,801.61	(845,668.00)	31,200,133.61
Investment in assosiated	143,239,200.30	(6,750,000.00)	136,489,200.30
Overdrafts and Short – Term Borrowings			
from Financial Institutions	2,785,216,369.80	14,814,378.00	2,800,030,747.80
Trade and Other Payables	312,638,963.48	(15,660,046.00)	296,978,917.48
Retained Earnings-Unappropriated	348,114,568.68	(15,000,000.00)	333,114,568.68
Other components of equity	(662,496.96)	(110,744,461.92)	(111,406,958.88)
Non-Controlling Interests	(185,827,396.75)	118,994,461.92	(66,832,934.83)
Statements of Comprehensive Income			
for the for the year ended 31 December 2014			
Selling expenses	(116,184,109.55)	(6,275,025.00)	(122,459,134.55)
Administrative Expenses	(115,665,770.85)	15,415,177.99	(100,250,592.86)
Doubtful Debts	-	(9,140,152.99)	(9,140,152.99)
Separate Financial Statements			
Statements of Financial Position as at 31 December 2014			
Cash and Cash Equivalents	26,287,217.78	(845,668.00)	25,441,549.78
Overdrafts and Short – Term Borrowings			
from Financial Institutions	2,327,112,472.05	14,814,378.00	2,341,926,850.05
Trade and Other Payables	283,598,353.44	(15,660,046.00)	267,938,307.44
Statements of Comprehensive Income			
for the year ended 31 December 2014			
Revenue from Sales and Services	(67,625,800.05)	(6,275,025.00)	(73,900,825.05)
Administrative Expenses	(73,776,135.44)	15,415,177.99	(58,360,957.45)
Doubtful Debts	-	(9,140,152.99)	(9,140,152.99)

38. Events After the Reporting Period

In accordance with the resolution of Board of Directors Meeting no. 1/2016 held on 12 January 2015, resolved the important matters. Which is currently under approval the extraordinary shareholders' meeting no. 1/2016 as follows:

38.1 Resolved to purchase assets for the Company's operation from related person and companies in amount of Baht 377.90 million.

38.2 Resolved, the Steel Logistics Co., Ltd, (the Company's subsidiaries) purchase assets for the Company's operation from related person and companies in amount of Baht 141.35 million.

38.3 Resolved, the related company shall lease land from the Company for 3 years. Rental fee in amount of Baht 32,000 per month.

39. Approval of the Financial Statements

These financial statements have been approved by Board of the Company on 29 February 2016.

Information of Director and Managements of the Company (at December 31, 2015)

	Name	Age (Year)	Education	Total of Voting right experience (%)	Relationship with other management	Experience	
						Time	Position
1	Mr.Prachuab Chaiyasan Independent Director/ Chairman of the Board Chairman of the Audit Committee	72	- B.A (Political Science), Thammasat University - Honorary Doctorate Degree in Political Science - Director Accreditation Program (DAP) 54 - Director Certification Program (DCP) 83	None	-	2006 - Present 2006 - Present 2006 - Present 2006 - Present 2001 - 2006	- Chairman of Director / Independent Director / Chairman of the Audit Committee The Steel Public Company Limited - Chairman / Director / Chairman of the Audit Committee Thai Ethanol Power Public Company Limited - Director Thai Ping Ethanol Co.,Ltd - President of the University Council, Ramkhamhaeng University - Thai Trade Representative and Chairman of Joint Committee Thai-Laos on Business and Investment Promotion in Laos PDR
2	Mr.Boonchai Jirapongtrakul Director/ Chairman of the Executive Committee/ Managing Director	47	- year 12, Brisbane International College Australia - Director Accreditation Program (DAP) 54 - Director Certification Program (DCP) 79	17.091	-	1991 - Present 2015 - Present 2014 - Present 2012 - Present 2011 - Present 2009 - Present 2008 - Present 2006 - Present 2006 - Present	- Director/ Chairman of the Executive Committee/ Managing Director The Steel Public Company Limited - Director, The Siam Power Co.,Ltd. - Director, Delong (Thailand) Co.,Ltd. - Director, Presition Perfect Pipe Co.,Ltd. - Director, Liberty Steel Siam Co.,Ltd. - Director, T.Y.K. Industry Co.,Ltd. - Director, The Steel Logistics Co.,Ltd. - Director Thai Ethanol Power Public Company Limited - Director, Thai Ping Ethanol Co.,Ltd
3	Mr.Suroj Jirapongtrakul Director	49	- Bachelor Degree of Business Administration, Abac University	13.710	-	2015 – Present 2015 – Present 2010 – Present 2010 – 2015 2010 – 2015	- Director The Steel Public Company Limited - Director , The Siam Power Co.,Ltd. - Director , H Habitat Co,Ltd. - Managing Director , Kim Seng Co.,Ltd. - Managing Director, K Steel Center Co.,Ltd.
4	Mr.Nirut Ngamchamnunrith Director	36	- Master Degree in Administrative Marylhurst University - Bachelor Degree of Business Administration, Abac University	13.636	-	2015 – Present 2015 – Present 2015 – Present 2013 – Present 2010 – Present 2010 – Present 2010 – Present 2010 – Present	- Director The Steel Public Company Limited - Director , The Siam Power Co.,Ltd. - Director , Good Holding Co.,Ltd. - Director , K Wave Co.,Ltd. - Managing Director Sumico Vanachai Golf Co.,Ltd. - Director Sumico Development Thai Co.,Ltd. - Director, K to Land Co.,Ltd. - Director, S S Maintenance Co.,Ltd.
5	Ms.Proudpalin Vacharabenjapat Director/ Nomination and Remuneration Committee	39	- MBA: Marketing Thunderbird, The American Graduate School of International Management - Director Accreditation Program (DAP) 62	None	Wife of Mr.Boonchai	2007 - Present	- Director/ Nomination and Remuneration Committee The Steel Public Company Limited
6	Mrs.Seenual Tasanapant Independent Director/ Audit Committee/ Chairman of the Nomination and Remuneration Committee	70	- Bachelor Degree of laws, Thammasat University - Bachelor Degree of accountancy, Thammasat University - Director Accreditation Program (DAP) 55 - Director Certification Program (DCP) 79 - Audit Committee Program (ACP) 17	None	-	2006 - Present 2007 - 2009 1998 - 2006	- Independent Director / Audit Committee/ Nomination and Remuneration Committee The Steel Public Company Limited - Advisor of the Board Committee Mahidol University Saving and credit co-op Ltd. - Manager Mahidol University Saving and credit co-op Ltd.
7	Mr.Teerapong Thanarukvudhikorn Independent Director/ Audit Committee	62	- Bachelor Degree of Business Administrator (Accounting), Rajamangala University of Technology - Director Accreditation Program (DAP) 59	None	-	2010 - Present 2006 - Present 2001 - Present 1994 - Present 1991 - Present	- Independent Director / Audit Committee The Steel Public Company Limited - Independent Director/ Audit Committee Thai Ethanol Power Public Company Limited - Executive Director House Holding Group Co.,Ltd - Executive Director Korn Kaen Royal Dragon Co.,Ltd - Executive Director Royal International Business Co.,Ltd

	Name	Age (Year)	Education	Total of Voting right experience (%)	Relationship with other management	Experience	
						Time	Position
8	Mr.Sila Wangphornphra Executive Director/ Production Manager	44	- Bachelor Degree of Business Administration, Siam University	None	-	1995 - Present	- Executive Director/ Production Manager The Steel Public Company Limited
9	Mr.Prasertsuk Nudthaisong Executive Director/ Purchasing Manager	44	- Secondary School	None	-	1996 - Present	- Executive Director/ Purchasing Manager The Steel Public Company Limited
10	Mr.Pornthep Pripaisalkij Chief Financial Officer	56	- Master Degree in Administrative, Thammasat University	None	-	2009 – Present	- Chief Financial Officer The Steel Public Company Limited
11	Mr.Sanguan Chaichusorn Marketing Manager	66	- Diploma (Account)	None	-	2002 - Present	- Marketing Manager The Steel Public Company Limited
12	Ms.Thitima Nontavech Company Secretary	32	Bachelor of Business Administration,UTCC	None	-	2013-present	- Company Secretary The Steel Public Company Limited

Duties and Responsibilities of Company Secretary

1. Prepare and keep documents as follows: -

    1.1 Director registration

    1.2 Board of Director meeting letters, Minute of Board of Director meetings, and annual reports.

    1.3 Annual General Shareholder Meetings and Minute of the meetings.

2. Benefit interest reports prepared by Directors or Managements.

3. Handle other issues per SEC committee announcements

In addition, Company Secretary also has other duties as company assignments as follows: -

1. Handle conducting meeting for BOD, AC, remuneration committee, and AGM.
2. Coordinate within organization to perform per BOD meeting or resolution from Shareholders meeting
3. Coordinate with regulators, such as, SET, SEC and take care all disclosures to report correctly.
4. Others per company assignments.

Details of Directors of the company in Subsidiaries and Associates

Name - Surname		THE	Subsidiaries				Associates or Related Companies		
			TSL	TYK	LSS	TSP	DL	PPP	TEP
1. Mr.Boonchai	Jirapongtrakul	3,5,6	5	5	5	-	5	5	5
2. Mr.Suroj	Jiraphongtrakul	5	-	-	-	-	-	-	-
3. Mr.Nirut	Ngamchamnunrith	5	-	-	-	-	-	-	-
4. Ms.Proudpalin	Vacharabenjapat	5	-	-	-	-	-	-	-
5. Mr.Prachuab	Chaiyasan	1,2,5	-	-	-	-	-	-	1,2
6. Mrs.Seenual	Tasanapat	4,5	-	-	-	-	-	-	-
7. Mr.Teerapong	Thanarukvudhikorn	4,5	-	-	-	-	-	-	4,5
8. Mr.Sila	Wangpornpra	7,8	-	-	-	-	-	-	-
9. Mr.Prasertsuk	Nudthaisong	7,8	-	-	-	-	-	-	-
10. Mr.Pornthep	Pripaisalkij	8	-	-	-	-	-	-	-
11. Mr.Sanguan	Chaichusorn	8	-	-	-	-	-	-	-

Remark :

- Symbol position of Director and Management

  1 = Chairman 2 = Chairman of the Audit Committee

  3 = Managing Director 4 = Audit Committee

  5 = Director 6 = Chairman of the Executive Board

  7 = Executive Director 8 = Executive

- Symbol of Company and Subsidiaries and Associates

  THE The Steel Public Company Limited

  TSL The Steel Logistic Company Limited

  TYK T.Y.K. Industry Company Limited

  LSS Liberty Steel Siam Company Limited

  TSP The Siam Power Company Limited

  DL Delong (Thailand) Company Limited

  PPP Precision Perfect Pipe Company Limited

  TEP Thai Ethanol Power Public Company Limited

Details of Directors of the company in Subsidiaries

Name - Surname		Subsidiaries			
		TSL	TYK	LSS	TSP
1. Mr.Boonchai	Jirapongtrakul	2	2	2,3	2,3
2. Mr.Suroj	Jiraphongtrakul				2
3. Mr.Nirut	Ngamchamnunrith				2
4. Mr.Siri	Sirimahachai	1,3			
5. Mr.Somsak	Wongsirisup		1,3		

Remark :

- Symbol position of Director and Management

  1 = Chairman 2 = Director 3 = Managing Director

- Symbol of Company and Subsidiaries and Associates

  TSL The Steel Logistic Company Limited

  TYK T.Y.K. Industry Company Limited

  LSS Liberty Steel Siam Company Limited

  TSP The Siam Power Company Limited





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