

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS**

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of AEON Thana Sinsap (Thailand) Public Company Limited and its subsidiaries and the separate statement of financial position of AEON Thana Sinsap (Thailand) Public Company Limited as at August 31, 2017 and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income for the three-month and six-month periods ended August 31, 2017, and the consolidated and separate statements of changes in shareholders' equity and cash flows for the six-month period ended August 31, 2017, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

**BANGKOK**  
October 2, 2017

Dr. Suphamit Techamontrikul  
Certified Public Accountant (Thailand)  
Registration No. 3356  
**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT AUGUST 31, 2017**

**BAHT '000**

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		August 31,	February 28,	August 31,	February 28,
		2017	2017	2017	2017
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	4.1	4,238,618	3,649,124	3,426,256	2,932,195
Accounts receivable and other receivables					
Accounts receivable	5	67,424,662	62,334,783	66,093,943	61,569,653
Other receivables		733,066	877,715	660,475	883,146
Seller loan in Special Purpose Vehicle for securitization due within one year	8	-	-	142,506	11,643
Receivables per currency swap contracts	12 and 14	384,049	741,888	384,049	741,888
Short-term loan to a related party	6	-	-	100,000	100,000
Other current assets		114,515	91,152	40,416	40,472
Total Current Assets		<u>72,894,910</u>	<u>67,694,662</u>	<u>70,847,645</u>	<u>66,278,997</u>
<b>NON-CURRENT ASSETS</b>					
Accounts receivable	5	1,001,406	1,533,412	327,374	393,704
Fixed deposits at banks under obligations		30,987	28,094	-	-
Investment in associate	7.1 and 7.2	30,203	31,538	16,819	16,819
Investments in subsidiaries	7.2	-	-	1,028,011	957,401
Other long-term investments					
Related companies	7.3	20,349	26,717	20,349	26,717
Subordinated lendings	9.1	-	-	48,692	45,263
Leasehold improvement and equipment		918,152	1,044,852	670,233	770,128
Intangible assets		526,833	591,545	395,663	436,934
Receivables per currency swap contracts	12 and 14	411,866	1,098,175	411,866	1,098,175
Deferred tax assets	10	415,050	395,942	400,275	382,205
Other non-current assets		192,597	193,386	166,168	164,627
Total Non-Current Assets		<u>3,547,443</u>	<u>4,943,661</u>	<u>3,485,450</u>	<u>4,291,973</u>
<b>TOTAL ASSETS</b>		<u><u>76,442,353</u></u>	<u><u>72,638,323</u></u>	<u><u>74,333,095</u></u>	<u><u>70,570,970</u></u>

See condensed notes to the financial statements

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT AUGUST 31, 2017**

**BAHT '000**

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		August 31,	February 28,	August 31,	February 28,
		2017	2017	2017	2017
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>CURRENT LIABILITIES</b>					
Bank overdrafts and short-term borrowings					
from financial institutions	11	8,289,383	3,501,820	7,310,137	2,580,042
Accounts payable and other payables					
Accounts payable		447,413	456,979	421,048	322,281
Other payables		1,463,643	1,336,932	1,410,235	1,392,084
Current portion of :					
Liabilities under finance lease agreements		5,855	6,002	-	-
Long-term borrowings	12	10,025,745	9,391,461	9,923,301	9,031,436
Long-term debentures	14	1,732,469	3,472,286	1,732,469	3,472,286
Accrued income tax		301,266	266,452	270,802	257,037
Payables per currency swap contracts	12	367,130	228,854	367,130	228,854
Other current liabilities		173,919	164,258	154,480	142,641
Total Current Liabilities		<u>22,806,823</u>	<u>18,825,044</u>	<u>21,589,602</u>	<u>17,426,661</u>
<b>NON-CURRENT LIABILITIES</b>					
Liabilities under finance lease agreements		7,930	10,884	-	-
Long-term borrowings	12	26,946,485	28,032,549	26,468,408	27,924,542
Long-term borrowings under					
securitization project	13	-	-	1,064,439	789,300
Long-term debentures	14	10,592,696	11,249,784	9,756,505	10,475,311
Payables per currency swap contracts	12 and 14	1,322,517	561,014	1,322,517	561,014
Subordinated borrowings	9.2	48,692	45,263	-	-
Employee benefit obligations	15	148,950	132,950	110,636	98,291
Other non-current liabilities		9,556	7,957	2,457	3,865
Total Non-Current Liabilities		<u>39,076,826</u>	<u>40,040,401</u>	<u>38,724,962</u>	<u>39,852,323</u>
<b>TOTAL LIABILITIES</b>		<u>61,883,649</u>	<u>58,865,445</u>	<u>60,314,564</u>	<u>57,278,984</u>

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT AUGUST 31, 2017**

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		August 31,	February 28,	August 31,	February 28,
		2017	2017	2017	2017
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
(CONTINUED)					
SHAREHOLDERS' EQUITY	16				
SHARE CAPITAL					
Authorized share capital					
250,000,000 ordinary shares of Baht 1 each		250,000	250,000	250,000	250,000
Issued and paid-up share capital					
250,000,000 ordinary shares of Baht 1 each, fully paid		250,000	250,000	250,000	250,000
PREMIUM ON ORDINARY SHARES		478,000	478,000	478,000	478,000
RETAINED EARNINGS					
Appropriated					
Legal reserve		25,000	25,000	25,000	25,000
Reserve for business expansion		4,850,000	4,850,000	4,850,000	4,850,000
Unappropriated		8,934,115	8,107,999	8,415,531	7,688,986
OTHER COMPONENTS OF EQUITY					
Exchange differences on translating financial statements of foreign operations					
		(67,093)	(31,975)	-	-
EQUITY ATTRIBUTABLE TO					
OWNERS OF THE PARENT		14,470,022	13,679,024	14,018,531	13,291,986
SHARE SUBSCRIPTION RECEIVED IN ADVANCE					
OF SUBSIDIARY		-	17,655	-	-
NON-CONTROLLING INTERESTS		88,682	76,199	-	-
TOTAL SHAREHOLDERS' EQUITY		14,558,704	13,772,878	14,018,531	13,291,986
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>76,442,353</b>	<b>72,638,323</b>	<b>74,333,095</b>	<b>70,570,970</b>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENT OF PROFIT OR LOSS  
FOR THE THREE-MONTH PERIOD ENDED AUGUST 31, 2017  
“UNAUDITED”

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the three-month		For the three-month	
		periods ended		periods ended	
		August 31,	August 31,	August 31,	August 31,
		2017	2016	2017	2016
REVENUES					
Credit card income	17	1,705,906	1,677,212	1,792,152	1,834,262
Loan income	17	2,288,097	2,289,226	2,251,094	2,264,754
Hire-purchase income		94,520	101,444	22,208	38,459
Other income					
Bad debt recovery		150,624	123,431	150,624	123,431
Collection service income		82,081	52,667	1,518	2,262
Commission income		120,682	118,576	-	-
Others		99,004	85,859	37,935	31,239
Total Other income		452,391	380,533	190,077	156,932
Total Revenues		4,540,914	4,448,415	4,255,531	4,294,407
EXPENSES					
Operating and administrative expenses		1,990,899	1,854,119	1,842,742	1,687,409
Directors and managements' remuneration	18	42,822	32,375	26,933	15,143
Bad debts and doubtful accounts		1,134,724	1,309,369	1,096,616	1,383,924
Loss on impairment of investment		6,368	-	6,368	-
Loss on sale and write off of leasehold improvement and equipment and intangible assets		2,162	1,909	1,730	1,912
Finance cost		517,795	532,034	546,923	562,155
Total Expenses		3,694,770	3,729,806	3,521,312	3,650,543
Share of loss from investment in associate		(664)	(475)	-	-
PROFIT BEFORE INCOME TAX EXPENSE		845,480	718,134	734,219	643,864
INCOME TAX EXPENSE	19	170,200	142,156	145,892	104,816
<b>NET PROFIT FOR THE PERIOD</b>		<b>675,280</b>	<b>575,978</b>	<b>588,327</b>	<b>539,048</b>
<b>NET PROFIT ATTRIBUTABLE TO :</b>					
Owners of the parent		670,846	571,780	588,327	539,048
Non-controlling interests		4,434	4,198	-	-
		675,280	575,978	588,327	539,048
<b>BASIC EARNINGS PER SHARE</b>	<b>BAHT</b>	2.68	2.29	2.35	2.16
<b>WEIGHTED AVERAGE NUMBER OF</b>					
<b>ORDINARY SHARES</b>	<b>SHARES</b>	250,000,000	250,000,000	250,000,000	250,000,000

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED AUGUST 31, 2017  
“UNAUDITED”

BAHT '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month		For the three-month	
	periods ended		periods ended	
	August 31,	August 31,	August 31,	August 31,
	2017	2016	2017	2016
Net profit for the period	675,280	575,978	588,327	539,048
Other comprehensive income (loss), net of income tax				
Items that will be reclassified subsequently to profit or loss				
Exchange differences on translating				
financial statements of foreign operations				
- Owners of the parent	(11,190)	4,238	-	-
- Non-controlling interests	(1,508)	133	-	-
Items that will not be reclassified subsequently to profit or loss				
Actuarial loss from actuarial assumptions	-	(3,415)	-	(3,415)
Other comprehensive income (loss) for the period,				
net of income tax	(12,698)	956	-	(3,415)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>662,582</u>	<u>576,934</u>	<u>588,327</u>	<u>535,633</u>
<b>TOTAL COMPREHENSIVE INCOME</b>				
<b>ATTRIBUTABLE TO :</b>				
Owners of the parent	659,656	572,603	588,327	535,633
Non-controlling interests	2,926	4,331	-	-
	<u>662,582</u>	<u>576,934</u>	<u>588,327</u>	<u>535,633</u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF PROFIT OR LOSS

FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017

“UNAUDITED”

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the six-month		For the six-month	
		periods ended		periods ended	
		August 31,	August 31,	August 31,	August 31,
		2017	2016	2017	2016
<b>REVENUES</b>					
Credit card income	17	3,325,202	3,258,421	3,497,266	3,421,610
Loan income	17	4,561,204	4,552,554	4,487,181	4,514,400
Hire-purchase income		191,764	206,340	47,304	81,962
Other income					
Bad debt recovery		291,061	236,008	291,061	232,425
Collection service income		113,703	104,224	3,402	5,312
Commission income		242,136	237,624	-	-
Dividend income		-	-	48,000	45,000
Others		204,572	184,882	76,066	75,016
Total Other income		851,472	762,738	418,529	357,753
Total Revenues		8,929,642	8,780,053	8,450,280	8,375,725
<b>EXPENSES</b>					
Operating and administrative expenses		3,907,844	3,701,231	3,633,033	3,370,549
Directors and managements' remuneration	18	82,334	65,457	49,388	33,973
Bad debts and doubtful accounts		2,286,404	2,549,627	2,209,286	2,548,969
Loss on impairment of investment		6,368	-	6,368	-
Loss on sale and write off of leasehold improvement and equipment and intangible assets		5,208	3,719	4,918	3,707
Finance cost		1,040,852	1,083,671	1,096,422	1,138,060
Total Expenses		7,329,010	7,403,705	6,999,415	7,095,258
Share of profit (loss) from investment in associate		(1,335)	42	-	-
PROFIT BEFORE INCOME TAX EXPENSE		1,599,297	1,376,390	1,450,865	1,280,467
INCOME TAX EXPENSE	19	304,293	279,124	261,822	215,253
<b>NET PROFIT FOR THE PERIOD</b>		<b>1,295,004</b>	<b>1,097,266</b>	<b>1,189,043</b>	<b>1,065,214</b>
<b>NET PROFIT ATTRIBUTABLE TO :</b>					
Owners of the parent		1,288,614	1,087,629	1,189,043	1,065,214
Non-controlling interests		6,390	9,637	-	-
		1,295,004	1,097,266	1,189,043	1,065,214
<b>BASIC EARNINGS PER SHARE</b>	<b>BAHT</b>	5.15	4.35	4.76	4.26
<b>WEIGHTED AVERAGE NUMBER OF</b>					
<b>ORDINARY SHARES</b>	<b>SHARES</b>	250,000,000	250,000,000	250,000,000	250,000,000

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
 STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
 FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017  
 “UNAUDITED”

BAHT '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the six-month		For the six-month	
	periods ended		periods ended	
	August 31,	August 31,	August 31,	August 31,
	2017	2016	2017	2016
Net profit for the period	1,295,004	1,097,266	1,189,043	1,065,214
Other comprehensive income (loss), net of income tax				
Items that will be reclassified subsequently to profit or loss				
Exchange differences on translating				
financial statements of foreign operations				
- Owners of the parent	(35,118)	3,458	-	-
- Non-controlling interests	(5,116)	(2,129)	-	-
Items that will not be reclassified subsequently to profit or loss				
Actuarial loss from actuarial assumptions	-	(3,415)	-	(3,415)
Other comprehensive loss for the period, net of income tax	(40,234)	(2,086)	-	(3,415)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>1,254,770</u>	<u>1,095,180</u>	<u>1,189,043</u>	<u>1,061,799</u>
<b>TOTAL COMPREHENSIVE INCOME</b>				
<b>ATTRIBUTABLE TO :</b>				
Owners of the parent	1,253,496	1,087,672	1,189,043	1,061,799
Non-controlling interests	1,274	7,508	-	-
	<u>1,254,770</u>	<u>1,095,180</u>	<u>1,189,043</u>	<u>1,061,799</u>

See condensed notes to the financial statements



AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017

“UNAUDITED”

BAHT '000

Notes	CONSOLIDATED FINANCIAL STATEMENTS									
	Issued and paid-up share capital	Premium on ordinary shares	Owners of the parent		Other components of equity	Total owners of the parent	Share subscription received in advance of subsidiary	Non-controlling interests	Total shareholders' equity	
Appropriated			Retained earnings	Unappropriated						of equity
			Legal reserve	Reserve for business expansion	Exchange differences on translating financial statements of foreign operations					
<b>Beginning balance, as at March 1, 2016</b>	250,000	478,000	25,000	4,850,000	6,582,881	(13,075)	12,172,806	-	83,862	12,256,668
Changes during the period										
Dividend paid	16.1	-	-	-	(462,349)	-	(462,349)	-	(16,325)	(478,674)
Net profit for the period		-	-	-	1,087,629	-	1,087,629	-	9,637	1,097,266
Other comprehensive income (loss)		-	-	-	(3,415)	3,458	43	-	(2,129)	(2,086)
<b>Ending balance, as at August 31, 2016</b>	<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>7,204,746</u>	<u>(9,617)</u>	<u>12,798,129</u>	<u>-</u>	<u>75,045</u>	<u>12,873,174</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)  
FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017  
“UNAUDITED”

BAHT '000

Notes	CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)									
	Issued and paid-up share capital	Premium on ordinary shares	Owners of the parent		Other components of equity of exchange differences on translating financial statements of foreign operations	Total owners of the parent	Share subscription received in advance of subsidiary	Non-controlling interests	Total shareholders' equity	
Appropriated Legal reserve			Retained earnings Reserve for business expansion							
<b>Beginning balance, as at March 1, 2017</b>	250,000	478,000	25,000	4,850,000	8,107,999	(31,975)	13,679,024	17,655	76,199	13,772,878
Changes during the period										
Share subscription received in advance	-	-	-	-	-	-	-	(17,655)	-	(17,655)
Capital increase from non-controlling interests	-	-	-	-	-	-	-	-	17,655	17,655
Dividend paid	16.3	-	-	-	(462,498)	-	(462,498)	-	(6,446)	(468,944)
Net profit for the period	-	-	-	-	1,288,614	-	1,288,614	-	6,390	1,295,004
Other comprehensive loss	-	-	-	-	-	(35,118)	(35,118)	-	(5,116)	(40,234)
<b>Ending balance, as at August 31, 2017</b>	<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>8,934,115</u>	<u>(67,093)</u>	<u>14,470,022</u>	<u>-</u>	<u>88,682</u>	<u>14,558,704</u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)

FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017

“UNAUDITED”

BAHT '000

	Notes	SEPARATE FINANCIAL STATEMENTS				Total shareholders' equity	
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings Appropriated Legal reserve	Retained earnings Unappropriated Reserve for business expansion		
<b>Beginning balance, as at March 1, 2016</b>		250,000	478,000	25,000	4,850,000	6,249,126	11,852,126
Changes during the period							
Dividend paid	16.1	-	-	-	-	(462,349)	(462,349)
Net profit for the period		-	-	-	-	1,065,214	1,065,214
Other comprehensive loss		-	-	-	-	(3,415)	(3,415)
<b>Ending balance, as at August 31, 2016</b>		<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>6,848,576</u>	<u>12,451,576</u>
<b>Beginning balance, as at March 1, 2017</b>		250,000	478,000	25,000	4,850,000	7,688,986	13,291,986
Changes during the period							
Dividend paid	16.3	-	-	-	-	(462,498)	(462,498)
Net profit for the period		-	-	-	-	1,189,043	1,189,043
<b>Ending balance, as at August 31, 2017</b>		<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>8,415,531</u>	<u>14,018,531</u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017

“UNAUDITED”

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the six-month		For the six-month	
		periods ended		periods ended	
		August 31,	August 31,	August 31,	August 31,
		2017	2016	2017	2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Profit before income tax expense		1,599,297	1,376,390	1,450,865	1,280,467
Adjustments for:					
Shares of (profit) loss from investment in associate		1,335	(42)	-	-
Bad debts and doubtful accounts		2,286,404	2,549,627	2,209,286	2,548,969
Depreciation		195,961	176,024	143,210	131,235
Amortization of intangible assets		93,683	109,502	71,272	87,583
Employee benefit expense		17,124	12,595	12,345	8,568
Loss on sale of leasehold improvement and equipment		4,560	2,163	4,322	2,152
Loss on written-off of leasehold improvement and equipment		85	1,561	33	1,560
(Gain) loss on sale of intangible assets		563	(5)	563	(5)
Interest income		(5,027,176)	(4,878,839)	(4,766,601)	(4,593,523)
Loss on impairment of investment		6,368	-	6,368	-
Dividend income		-	-	(48,000)	(45,000)
Finance cost		1,040,852	1,083,671	1,096,422	1,138,060
		<u>219,056</u>	<u>432,647</u>	<u>180,085</u>	<u>560,066</u>
Operating assets (increase) decrease					
Accounts receivable and other receivables		(6,813,627)	(4,080,596)	(7,316,720)	(5,032,775)
Other current assets		(23,363)	(31,902)	56	(583)
Other non-current assets		789	(18,710)	(1,541)	(18,080)
Operating liabilities increase (decrease)					
Accounts payable and other payables		117,464	6,107	126,479	(554,414)
Other current liabilities		32,207	(197,548)	11,839	(55,847)
Other non-current liabilities		1,599	(120)	(1,408)	(121)
Cash paid for operations		(6,465,875)	(3,890,122)	(7,001,210)	(5,101,754)
Proceeds from interest income		4,927,137	4,721,550	4,672,921	4,352,988
Dividend received		-	-	48,000	45,000
Finance cost paid		(1,007,666)	(1,087,722)	(1,085,824)	(1,131,882)
Income tax paid		(288,587)	(305,413)	(266,127)	(247,931)
Employee benefits paid		(1,124)	-	-	-
Net cash used in operating activities		<u>(2,836,115)</u>	<u>(561,707)</u>	<u>(3,632,240)</u>	<u>(2,083,579)</u>

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**STATEMENT OF CASH FLOWS (CONTINUED)**

**FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017**

**“UNAUDITED”**

**BAHT '000**

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the six-month		For the six-month	
		periods ended		periods ended	
		August 31,	August 31,	August 31,	August 31,
		2017	2016	2017	2016
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Cash paid for fixed deposits at banks under obligations		(2,893)	-	-	-
Proceeds from fixed deposits at banks under obligations		-	6,708	-	-
Cash paid for purchases of leasehold improvement and equipment	4.2	(70,224)	(120,820)	(45,968)	(89,001)
Cash paid for purchases of intangible assets	4.2	(31,723)	(49,237)	(32,754)	(28,899)
Proceeds from sale of leasehold improvement and equipment		290	207	66	199
Proceeds from sale of intangible assets		-	22	-	22
Proceeds from capital refund from a subsidiary		-	-	10	-
Capital refund paid from dissolution in a subsidiary		(30)	-	-	-
Net cash used in investing activities		<u>(104,580)</u>	<u>(163,120)</u>	<u>(78,646)</u>	<u>(117,679)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Proceeds from sale of additional revolving receivables under securitization projects		-	-	590,503	1,787,656
Proceeds from sale of written-off accounts receivable		173,487	-	173,487	-
Proceeds from bank overdrafts and short-term borrowings from financial institutions		19,366,691	139,123,540	18,740,180	138,810,981
Cash repayments for bank overdrafts and short-term borrowings from financial institutions		(14,579,129)	(139,141,254)	(14,010,085)	(138,910,983)
Cash paid for finance lease agreements		(3,379)	-	-	-
Proceeds from long-term borrowings		5,174,733	4,366,060	4,833,250	4,260,030
Cash repayments for long-term borrowings		(4,223,394)	(6,568,172)	(3,994,400)	(6,557,845)
Proceeds from long-term borrowings under securitization project		-	-	659,471	394,038
Cash repayments for long-term borrowings under securitization project		-	-	(387,761)	(281,950)
Proceeds from long-term debentures		261,718	4,099,300	200,000	3,950,300
Cash repayments for long-term debentures		(2,137,200)	(456,450)	(2,137,200)	(456,450)
Proceeds from subordinated borrowings under securitization project		3,429	8,278	-	-
Dividend paid		(466,533)	(466,601)	(462,498)	(462,349)
Net cash provided by financing activities		<u>3,570,423</u>	<u>964,701</u>	<u>4,204,947</u>	<u>2,533,428</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE SIX-MONTH PERIOD ENDED AUGUST 31, 2017

“UNAUDITED”

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the six-month		For the six-month	
		periods ended		periods ended	
		August 31,	August 31,	August 31,	August 31,
		2017	2016	2017	2016
Net increase in cash and cash equivalents		629,728	239,874	494,061	332,170
Increase (decrease) in exchange differences on translating financial statements of foreign operations		(40,234)	1,329	-	-
Cash and cash equivalents at beginning of the period		3,649,124	3,808,571	2,932,195	3,129,591
<b>Cash and cash equivalents at the end of the period</b>	4.1	<u>4,238,618</u>	<u>4,049,774</u>	<u>3,426,256</u>	<u>3,461,761</u>

See condensed notes to the financial statements

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED AUGUST 31, 2017  
“UNAUDITED”**

**1. OPERATIONS OF THE COMPANY**

The Company was registered as a limited company under the Civil and Commercial Code on September 18, 1992 and registered to be Public Limited Company with the Ministry of Commerce on August 7, 2001. The Company was listed on The Stock Exchange of Thailand on December 11, 2001. The Company’s head office is located at 388, 27<sup>th</sup> Floor, Exchange Tower, Sukhumvit Road, Klongtoey, Bangkok. The Company’s main objective is to do the retail finance services which consist of credit card, hire-purchase and personal loans, and others.

AEON Financial Service Co., Ltd., incorporated in Japan, and ACS Capital Corporation Limited, incorporated in Thailand, are major shareholders with 35.12% and 19.20% shareholdings, respectively. AEON Co., Ltd., incorporated in Japan, is the ultimate parent company of the group.

The Company has subsidiaries which are under its control in finance and operations and an associate which the Company has significant influence, but no control or joint control, over the financial and operating policies as mentioned in Notes 2.5, 7.1 and 7.2.

**2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS**

2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2016) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.

All financial information presented has been rounded to the nearest thousand Baht unless otherwise stated.

2.2 The interim consolidated and separate financial statements for the three-month and six-month periods ended August 31, 2017 are prepared by the management of the Company and are unaudited. However, in the opinion of the Company, all adjustments necessary for a fair presentation have been reflected therein.

The consolidated and separate statements of financial position as at February 28, 2017, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which have been audited.

2.3 The unaudited results of operations presented in the three-month and six-month periods ended August 31, 2017 are not necessarily an indication nor anticipation of the operating results for the full year.

2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRSs, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month and six-month periods ended August 31, 2017 should be read in conjunction with the audited financial statements for the year ended February 28, 2017.

2.5 Material intercompany transactions between the Company and its subsidiaries have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month and six-month periods ended August 31, 2017 have included the subsidiaries' interim financial information which were reviewed.

For the three-month and six-month periods ended August 31, 2017 and 2016, the subsidiaries included in the consolidated financial statements are as follows:

	Business type	Country of registration	Registration date	Percentage of direct and indirect holdings	
				For the three-month and six-month periods ended August 31,	
				2017	2016
Eternal 5 Special Purpose Vehicle Company Limited*	Special purpose juristic person in securitization projects	Thailand	April 5, 2010	-	26.00
Eternal 6 Special Purpose Vehicle Company Limited**	Special purpose juristic person in securitization projects	Thailand	March 14, 2013	-	26.00
ACS Servicing (Thailand) Company Limited	Collection servicer	Thailand	March 13, 2007	100.00	100.00
AEON Insurance Service (Thailand) Company Limited	Non-life insurance broker and life insurance broker	Thailand	July 1, 2013	100.00	100.00
AEON Specialized Bank (Cambodia) Plc.	Retail finance business	Cambodia	October 5, 2011	80.00	80.00
AEON Microfinance (Myanmar) Company Limited	Retail finance business	Myanmar	November 2, 2012	100.00	100.00
AEON Leasing Service (Lao) Company Limited***	Retail finance business	Laos	January 11, 2013	100.00	100.00
ATS Rabbit Special Purpose Vehicle Company Limited****	Special purpose juristic person in securitization projects	Thailand	March 20, 2015	48.75	48.75

\* Eternal 5 Special Purpose Vehicle Company Limited had registered the dissolution and the liquidation with the Department of Business Development, Ministry of Commerce on August 20, 2013, and February 9, 2017, respectively (see Notes 5.5 and 7.2).

\*\* Eternal 6 Special Purpose Vehicle Company Limited had registered the dissolution and the liquidation with the Department of Business Development, Ministry of Commerce on August 31, 2016, and June 29, 2017, respectively (see Notes 5.5 and 7.2).

\*\*\* The Company indirectly holds shares of AEON Leasing Service (Lao) Company Limited through ACS Servicing (Thailand) Company Limited and AEON Insurance Service (Thailand) Company Limited with 3.71% and 3.71% shareholdings, respectively.

\*\*\*\* The Company has the power to control over ATS Rabbit Special Purpose Vehicle Company Limited because the Company has power to appoint the board of directors and rights to provide certain service which is significantly impacted by the performance of underlying assets and has rights to get variable return from such company under securitization project.



The interim consolidated financial statements for the three-month and six-month periods ended August 31, 2017 and 2016 included equity interests in an associated company as follows:

	Business type	Country of registration	Registration date	Percentage of direct and indirect holdings	
				For the three-month and six-month periods ended August 31,	
				2017	2016
ACS Trading Vietnam Company Limited	Retail finance business	Vietnam	May 26, 2008	20.00	20.00

The significant accounting policies used for the financial statements of the subsidiaries and associate are adjusted to be the same as those of the Company.

- 2.6 The financial statements of certain subsidiaries and associate used in the preparation of consolidated financial statements are as of a date or for a period that is different from that of the consolidated financial statements. However, the Company consolidated the financial information of the subsidiaries and associate using the most recent financial statements of the subsidiaries and associate adjusted for the effects of significant transactions or events that occur between the date of those financial statements and the date of the consolidated financial statements. The date of the end of the reporting period of the financial statements of the subsidiaries and associate are as follows:

	The date of the end of the reporting period in preparation of the consolidated financial statements	
	For the three-month and six-month periods ended August 31, 2017	For the three-month and six-month periods ended August 31, 2016
<b>Subsidiaries</b>		
ACS Servicing (Thailand) Company Limited	June 30, 2017	June 30, 2016
AEON Insurance Service (Thailand) Company Limited	June 30, 2017	June 30, 2016
AEON Specialized Bank (Cambodia) Plc.	June 30, 2017	June 30, 2016
AEON Microfinance (Myanmar) Company Limited	June 30, 2017	June 30, 2016
AEON Leasing Service (Lao) Company Limited	June 30, 2017	June 30, 2016
<b>Associate</b>		
ACS Trading Vietnam Company Limited	June 30, 2017	June 30, 2016

2.7 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Group and the Company have adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions (“FAP”) which become effective for fiscal years beginning on or after January 1, 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Group’s and the Company’s financial statements.

2.8 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

The Federation of Accounting Professions issued the Notifications regarding the Thai Financial Reporting Standards (“TFRSs”), which are announced in the Royal Gazette and effective for the financial statements for the accounting periods beginning on or after January 1, 2018 onwards as follows:

**Thai Accounting Standards (“TAS”)**

TAS 1 (Revised 2017)	Presentation of Financial Statements
TAS 2 (Revised 2017)	Inventories
TAS 7 (Revised 2017)	Statement of Cash Flows
TAS 8 (Revised 2017)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2017)	Events after the Reporting Period
TAS 11 (Revised 2017)	Construction Contracts
TAS 12 (Revised 2017)	Income Taxes
TAS 16 (Revised 2017)	Property, Plant and Equipment
TAS 17 (Revised 2017)	Leases
TAS 18 (Revised 2017)	Revenue
TAS 19 (Revised 2017)	Employee Benefits
TAS 20 (Revised 2017)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2017)	The Effects of Changes in Foreign Exchange Rate
TAS 23 (Revised 2017)	Borrowing Costs
TAS 24 (Revised 2017)	Related Party Disclosures
TAS 26 (Revised 2017)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2017)	Separate Financial Statements
TAS 28 (Revised 2017)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2017)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2017)	Earnings per Share
TAS 34 (Revised 2017)	Interim Financial Reporting
TAS 36 (Revised 2017)	Impairment of Assets
TAS 37 (Revised 2017)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2017)	Intangible assets
TAS 40 (Revised 2017)	Investment Property
TAS 41 (Revised 2017)	Agriculture

**Thai Financial Reporting Standards (“TFRS”)**

TFRS 2 (Revised 2017)	Share-based Payment
TFRS 3 (Revised 2017)	Business Combinations
TFRS 4 (Revised 2017)	Insurance Contracts
TFRS 5 (Revised 2017)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2017)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (Revised 2017)	Operating Segments
TFRS 10 (Revised 2017)	Consolidated Financial Statements
TFRS 11 (Revised 2017)	Joint Arrangements
TFRS 12 (Revised 2017)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2017)	Fair Value Measurement

**Thai Accounting Standards Interpretations (“TSIC”)**

TSIC 10 (Revised 2017)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2017)	Operating Leases - Incentives
TSIC 25 (Revised 2017)	Income Taxes - Change in the Tax Status of an Entity or its Shareholders
TSIC 27 (Revised 2017)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (Revised 2017)	Service Concession Arrangements: Disclosures
TSIC 31 (Revised 2017)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2017)	Intangible Assets - Web Site Costs

**Thai Financial Reporting Standard Interpretations (“TFRIC”)**

TFRIC 1 (Revised 2017)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2017)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2017)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2017)	Applying the Restatement Approach under TAS 29 (Revised 2017) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2017)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2017)	Service Concession Arrangements
TFRIC 13 (Revised 2017)	Customer Loyalty Programmes
TFRIC 14 (Revised 2017)	TAS 19 (Revised 2017) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2017)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2017)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2017)	Transfers of Assets from Customers
TFRIC 20 (Revised 2017)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21 (Revised 2017)	Levies

The Group’s and the Company’s management will adopt such TFRSs in the preparation of the financial statements when it becomes effective. The Group’s and the Company’s management are in the process to assess the impact of these TFRSs on the financial statements of the Group and the Company in the period of initial application.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended February 28, 2017.

#### 4. SUPPLEMENTARY DISCLOSURES OF CASH FLOW INFORMATION

4.1 Cash and cash equivalents as at August 31, 2017 and February 28, 2017 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000	As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000
Cash	1,367,050	1,504,677	1,350,851	1,404,243
Deposits at bank - call deposits	2,871,568	2,144,447	2,075,405	1,527,952
Cash and cash equivalents	<u>4,238,618</u>	<u>3,649,124</u>	<u>3,426,256</u>	<u>2,932,195</u>

4.2 Cash paid for purchase of leasehold improvement and equipment and intangible assets for the six-month periods ended August 31, 2017 and 2016, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2017 Baht '000	2016 Baht '000	2017 Baht '000	2016 Baht '000
Leasehold improvement and equipment				
Liabilities recorded - brought forward	10,042	15,500	10,042	15,500
Purchase of leasehold improvement and Equipment	<u>74,196</u>	<u>116,131</u>	<u>47,735</u>	<u>84,312</u>
	84,238	131,631	57,777	99,812
<u>Less</u> Cash paid for purchase of leasehold improvement and equipment	<u>(70,224)</u>	<u>(120,820)</u>	<u>(45,968)</u>	<u>(89,001)</u>
Liabilities recorded - carried forward	<u>14,014</u>	<u>10,811</u>	<u>11,809</u>	<u>10,811</u>
Intangible assets				
Liabilities recorded - brought forward	3,897	366	3,897	366
Purchase of intangible assets	<u>29,533</u>	<u>53,657</u>	<u>30,564</u>	<u>33,319</u>
	33,430	54,023	34,461	33,685
<u>Less</u> Cash paid for purchase of intangible assets	<u>(31,723)</u>	<u>(49,237)</u>	<u>(32,754)</u>	<u>(28,899)</u>
Liabilities recorded - carried forward	<u>1,707</u>	<u>4,786</u>	<u>1,707</u>	<u>4,786</u>

4.3 During the six-month periods ended August 31, 2017 and 2016, the Company had non-cash item relating to sale of the rights on loans receivable to ATS Rabbit Special Purpose Vehicle Company Limited, which is a subsidiary of the Company, as the Company sold loan receivables to such subsidiary which was settled by increasing the Subordinated lendings Account and the Seller loan Account of Baht 3.43 million and Baht 130.86 million, respectively, and Baht 38.15 million and Baht 44.40 million, respectively, instead of cash receipt.

## 5. ACCOUNTS RECEIVABLE

5.1 Accounts receivable as at August 31, 2017 and February 28, 2017, consist of:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at	As at	As at	As at
August 31,	February 28,	August 31,	February 28,	
2017	2017	2017	2017	
Baht '000	Baht '000	Baht '000	Baht '000	
Accounts receivable	69,680,971	65,338,271	67,621,621	63,385,828
Accounts receivable under securitization project				
- ATS Rabbit Special Purpose Vehicle				
Company Limited	1,064,439	789,300	1,064,439	789,300
Total	70,745,410	66,127,571	68,686,060	64,175,128
<u>Less</u> Allowance for doubtful accounts	<u>(2,319,342)</u>	<u>(2,259,376)</u>	<u>(2,264,743)</u>	<u>(2,211,771)</u>
<b>Total accounts receivable</b>	<b>68,426,068</b>	<b>63,868,195</b>	<b>66,421,317</b>	<b>61,963,357</b>
Accounts receivable due within 1 year	67,424,662	62,334,783	66,093,943	61,569,653
Accounts receivable due after 1 year	1,001,406	1,533,412	327,374	393,704
<b>Total accounts receivable</b>	<b>68,426,068</b>	<b>63,868,195</b>	<b>66,421,317</b>	<b>61,963,357</b>

As the securitization transaction under the Receivables Sale and Purchase Agreement for transferred rights on loan receivables with ATS Rabbit Special Purpose Vehicle Company Limited does not qualify for derecognition of financial assets according to the “Guideline on Accounting regarding Derecognition of Financial Assets and Liabilities” issued by the FAP, the Company continues to recognize the full carrying amount of these receivables and used as collateral of long-term borrowings under the securitization project (see Note 5.5).

As at August 31, 2017 and February 28, 2017, accounts receivable are as follows:

CONSOLIDATED FINANCIAL STATEMENTS						
“Unaudited”						
	As at August 31, 2017			As at February 28, 2017		
	Due within 1 year Baht '000	Due after 1 year Baht '000	Total Baht '000	Due within 1 year Baht '000	Due after 1 year Baht '000	Total Baht '000
<b>Hire-purchase receivable</b>						
Hire-purchase and accrued interest receivable	750,253	648,449	1,398,702	553,005	988,150	1,541,155
<u>Less</u> Unearned financing income	<u>(57,457)</u>	<u>(16,785)</u>	<u>(74,242)</u>	<u>(75,608)</u>	<u>(21,181)</u>	<u>(96,789)</u>
	692,796	631,664	1,324,460	477,397	966,969	1,444,366
<u>Less</u> Allowance for doubtful accounts	<u>(48,606)</u>	<u>-</u>	<u>(48,606)</u>	<u>(53,475)</u>	<u>-</u>	<u>(53,475)</u>
Hire-purchase and accrued interest receivable - net	<u>644,190</u>	<u>631,664</u>	<u>1,275,854</u>	<u>423,922</u>	<u>966,969</u>	<u>1,390,891</u>
<b>Loans receivable</b>						
Loans and accrued interest receivable	37,186,096	369,742	37,555,838	35,260,083	566,443	35,826,526
<u>Less</u> Allowance for doubtful accounts	<u>(1,390,874)</u>	<u>-</u>	<u>(1,390,874)</u>	<u>(1,352,365)</u>	<u>-</u>	<u>(1,352,365)</u>
Loans and accrued interest receivable - net	<u>35,795,222</u>	<u>369,742</u>	<u>36,164,964</u>	<u>33,907,718</u>	<u>566,443</u>	<u>34,474,161</u>
<b>Credit card receivable</b>						
Credit card and accrued interest receivable	31,738,318	-	31,738,318	28,711,152	-	28,711,152
<u>Less</u> Allowance for doubtful accounts	<u>(879,862)</u>	<u>-</u>	<u>(879,862)</u>	<u>(853,536)</u>	<u>-</u>	<u>(853,536)</u>
Credit card and accrued interest receivable - net	<u>30,858,456</u>	<u>-</u>	<u>30,858,456</u>	<u>27,857,616</u>	<u>-</u>	<u>27,857,616</u>
<b>Receivable from rendering the collection service</b>	49,116	-	49,116	46,901	-	46,901
<b>Receivable from insurance broker business</b>	<u>77,678</u>	<u>-</u>	<u>77,678</u>	<u>98,626</u>	<u>-</u>	<u>98,626</u>
<b>Total accounts receivable</b>	<u><u>67,424,662</u></u>	<u><u>1,001,406</u></u>	<u><u>68,426,068</u></u>	<u><u>62,334,783</u></u>	<u><u>1,533,412</u></u>	<u><u>63,868,195</u></u>

SEPARATE FINANCIAL STATEMENTS						
“Unaudited”						
As at August 31, 2017			As at February 28, 2017			
Due within	Due after	Total	Due within	Due after	Total	
1 year	1 year		1 year	1 year		
Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	
<b>Hire-purchase receivable</b>						
Hire-purchase and accrued interest receivable						
	295,829	120,463	416,292	386,773	153,968	540,741
<u>Less</u>	<u>(57,457)</u>	<u>(16,785)</u>	<u>(74,242)</u>	<u>(75,608)</u>	<u>(21,181)</u>	<u>(96,789)</u>
	238,372	103,678	342,050	311,165	132,787	443,952
<u>Less</u>	<u>(15,837)</u>	<u>-</u>	<u>(15,837)</u>	<u>(19,749)</u>	<u>-</u>	<u>(19,749)</u>
	222,535	103,678	326,213	291,416	132,787	424,203
<b>Loans receivable</b>						
Loans and accrued interest receivable						
	36,539,970	223,696	36,763,666	34,865,083	260,917	35,126,000
<u>Less</u>	<u>(1,372,787)</u>	<u>-</u>	<u>(1,372,787)</u>	<u>(1,338,553)</u>	<u>-</u>	<u>(1,338,553)</u>
	35,167,183	223,696	35,390,879	33,526,530	260,917	33,787,447
<b>Credit card receivable</b>						
Credit card and accrued interest receivable						
	31,580,344	-	31,580,344	28,605,176	-	28,605,176
<u>Less</u>	<u>(876,119)</u>	<u>-</u>	<u>(876,119)</u>	<u>(853,469)</u>	<u>-</u>	<u>(853,469)</u>
	30,704,225	-	30,704,225	27,751,707	-	27,751,707
<b>Total accounts receivable</b>	<b>66,093,943</b>	<b>327,374</b>	<b>66,421,317</b>	<b>61,569,653</b>	<b>393,704</b>	<b>61,963,357</b>

## 5.2 Quality of assets

Accounts receivable as at August 31, 2017 and February 28, 2017, classified by aging, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”			
	As at	As at	As at	As at
	August 31,	February 28,	August 31,	February 28,
	2017	2017	2017	2017
	Baht '000	Baht '000	Baht '000	Baht '000
Less than 3 months	68,960,541	64,335,024	66,962,252	62,421,244
3 months up	1,784,869	1,792,547	1,723,808	1,753,884
Total	70,745,410	66,127,571	68,686,060	64,175,128
<u>Less</u> Allowance for doubtful accounts	<u>(2,319,342)</u>	<u>(2,259,376)</u>	<u>(2,264,743)</u>	<u>(2,211,771)</u>
<b>Total accounts receivable</b>	<b>68,426,068</b>	<b>63,868,195</b>	<b>66,421,317</b>	<b>61,963,357</b>

### 5.3 Troubled debt restructuring

For the three-month periods ended August 31, 2017 and 2016, the Company had recognized interest income on restructured debts totaling Baht 30.02 million and Baht 30.72 million, respectively.

For the six-month periods ended August 31, 2017 and 2016, the Company had recognized interest income on restructured debts totaling Baht 128.77 million and Baht 136.28 million, respectively.

The Company had the outstanding balances of credit card receivables, hire-purchase receivables and loan receivables as at August 31, 2017 and February 28, 2017 as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	“Unaudited”			
	As at August 31, 2017		As at February 28, 2017	
	Number of debtors	Amount Baht '000	Number of debtors	Amount Baht '000
Restructured accounts receivable	47,325	1,512,210	46,971	1,462,147
Non-restructured accounts receivable	3,603,606	69,106,406	3,644,082	64,519,897
Total	3,650,931	70,618,616	3,691,053	65,982,044

	SEPARATE FINANCIAL STATEMENTS			
	“Unaudited”			
	As at August 31, 2017		As at February 28, 2017	
	Number of debtors	Amount Baht '000	Number of debtors	Amount Baht '000
Restructured accounts receivable	47,325	1,512,210	46,971	1,462,147
Non-restructured accounts receivable	3,351,767	67,173,850	3,392,243	62,712,981
Total	3,399,092	68,686,060	3,439,214	64,175,128

As at August 31, 2017 and February 28, 2017, the Company had no commitment to provide additional loans to its restructured debtors after debt restructuring.

### 5.4 Allowance for doubtful accounts

Allowance for doubtful accounts as at August 31, 2017 and February 28, 2017, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at August 31, 2017	As at February 28, 2017	As at August 31, 2017	As at February 28, 2017
	Baht '000	Baht '000	Baht '000	Baht '000
Beginning balance	2,259,376	2,411,968	2,211,771	2,274,306
Bad debts and doubtful accounts	2,286,404	5,117,260	2,209,286	5,041,199
Gain on devaluation of long-term borrowings under securitization project	-	-	45,699	71,928
Written-off bad debts	(2,226,438)	(5,269,852)	(2,202,013)	(5,175,662)
Ending balance	2,319,342	2,259,376	2,264,743	2,211,771



## 5.5 Transfers of financial assets

The Company entered into the Receivables Sale and Purchase Agreements with three Special Purposes Vehicle Companies, which were incorporated under the Civil and Commercial Code of Thailand to be special purpose vehicles (SPV) under the Royal Enactment on Special Purpose Juristic Persons for Securitization B.E. 2540 (1997). Under the securitization plan which was approved by the SEC, the Company sold an amount of revolving receivables and the SPV also appointed the Company to act as the servicer responsible for collecting payments from its obligor under the Receivables Sale and Purchase Agreements and Servicing Agreements.

Details of aforementioned sales of receivables are summarized as follows:

		<b>Eternal 5*</b>	<b>Eternal 6**</b>	<b>ATS Rabbit***</b>
Approved date of the securitization projects by the Office of the Securities and Exchange Commission of Thailand (the "SEC")		May 19, 2010	May 10, 2013	October 2, 2015
Initial selling date		May 20, 2010	May 20, 2013	October 29, 2015
Type of transferred receivables		Credit card receivable	Credit card receivable	Loans receivable
Revolving period		May 2010 - April 2015 (approximately)	April 2013 - April 2018 (approximately)	October 2015 - October 2025 (approximately)
<b>Initial sales of receivables</b>				
Net book value of initial receivables	Baht	4,355,040,449	4,500,002,090	456,076,200
Proceeds from transfer of the rights of receivables	Baht	2,790,000,000	2,960,000,000	433,272,390
Subordinated lendings (see Note 9)	Baht	1,438,000,000	1,399,351,988	50,081,313
Minimum seller loans - pari passu with debentures (see Note 8)	Baht	126,840,000	130,780,560	None
Number of contracts		205,485	183,047	49,225
Average principal amount outstanding	Baht	21,194	24,584	9,265
Interest rate		20% p.a.	20% p.a.	28% p.a.

\* Eternal 5 Special Purpose Vehicle Company Limited (Subsidiary)

\*\* Eternal 6 Special Purpose Vehicle Company Limited (Subsidiary)

\*\*\* ATS Rabbit Special Purpose Vehicle Company Limited (Subsidiary)

The Company does not recognize other assets obtained in the transfer of financial assets including retained interests on the financial statements because it is not practical to estimate their reliable fair values.

On May 10, 2013, Eternal 5 redeemed all seller loan in special purpose vehicle for securitization, subordinated lendings and debentures, and the Company repurchased all outstanding receivables from Eternal 5 which led to the end of the securitization project of Eternal 5 on the same date. On August 20, 2013, the Extraordinary Shareholders' Meeting of Eternal 5 had passed the resolutions to approve the dissolution and liquidation, and Eternal 5 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 5 registered the completion of the liquidation process with the Department of Business Development, Ministry of Commerce on February 9, 2017 (see Note 7.2).

On June 8, 2016, Eternal 6 redeemed all seller loan in special purpose vehicle for securitization, subordinated lendings and debentures, and the Company repurchased all outstanding receivables from Eternal 6 which led to the end of the securitization project of Eternal 6 on the same date. On August 31, 2016, the Extraordinary Shareholders' Meeting of Eternal 6 had passed the resolutions to approve the dissolution and liquidation, and Eternal 6 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 6 registered the completion of the liquidation process with the Department of Business Development, Ministry of Commerce on June 29, 2017 (see Note 7.2).

During the life of the securitization projects, the Company may repurchase the rights on the Purchased Receivables with Eternal 5 and Eternal 6, in the following circumstances:

1. When the Company has breached its representations and warranties with respect to the Purchased Receivables which are ineligible. The Company is obliged to repurchase such ineligible receivables on the next Monthly Purchase Date.
2. On a Monthly Purchase Date, the Company may exercise its option to repurchase any Purchased Receivables which become a defaulted receivable on the Collection Period End Date immediately preceding such Monthly Purchase Date.
3. The Company, as the collection agent, may exercise the Clean up Call Option for repurchase of remaining Purchased Receivables whenever the continued servicing of the Purchase Receivables is deemed to be burdensome.
4. The Company may exercise the Tax Redemption Option for repurchase of remaining Purchased Receivables, where there is incurred taxes other than corporate income tax and special business tax.

On October 22, 2015, the Company entered into the Receivables Sale and Purchase Agreement with ATS Rabbit Special Purpose Vehicle Company Limited which was registered as a special purpose vehicle company under the Civil and Commercial Code of Thailand for the purpose of implementing or facilitating the securitization in accordance with the securitization projects approved by the Office of the SEC on October 2, 2015 for transferred rights, title, interest and benefits in respect of the Initial Receivables, the Future Receivables and the Additional Receivables on the term of the Agreement.

During the life of the securitization projects, the Company may repurchase the rights on the Purchased Receivables with ATS Rabbit in the following circumstances:

1. When the Company has breached its representations and warranties with respect to the Purchased Receivables which are ineligible. The Company is obliged to repurchase such ineligible receivables on the next Monthly Purchase Date.
2. The Company, as the collection agent, may exercise the Clean up Call Option for repurchase of remaining Purchased Receivables whenever the continued servicing of the Purchase Receivables is deemed to be burdensome.

3. The Company may exercise the Tax Redemption Option for repurchase of remaining Purchased Receivables, where there is incurred taxes other than corporate income tax and special business tax.

For the three-month and six-month periods ended August 31, 2017 and 2016, transactions relating to the transfers of financial assets under the securitization projects are summarized as follows:

	For the three-month periods ended		For the six-month periods ended	
	August 31, 2017	August 31, 2016	August 31, 2017	August 31, 2016
	Million Baht	Million Baht	Million Baht	Million Baht
Transfers of future receivables (at book value)				
- Credit card receivable (Eternal 6)	-	-	-	1,411
- Loan receivable (ATS Rabbit)	412	190	591	376
	<u>412</u>	<u>190</u>	<u>591</u>	<u>1,787</u>
Cash collection on behalf of Special Purpose Vehicles				
- Credit card receivable (Eternal 6)	-	-	-	1,678
- Loan receivable (ATS Rabbit)	254	222	501	428
	<u>254</u>	<u>222</u>	<u>501</u>	<u>2,106</u>
Servicing income on cash collection from Special Purpose Vehicles				
- Credit card receivable (Eternal 6)	-	(6)	-	56
- Loan receivable (ATS Rabbit)	11	9	22	18
	<u>11</u>	<u>3</u>	<u>22</u>	<u>74</u>

## 6. SHORT-TERM LOAN TO A RELATED PARTY

As at August 31, 2017 and February 28, 2017, the Company has short-term loan to a subsidiary amounting to Baht 100 million (see Note 20.2.1). The loan can be called to repay within 30 days after receiving written notice. The loan is unsecured and has interest rate at the policy interest rate of the Bank of Thailand plus margin of 0.50% per annum.

## 7. INVESTMENTS IN ASSOCIATE, SUBSIDIARIES AND LONG-TERM INVESTMENTS IN RELATED COMPANIES

Investments in associate, subsidiaries and long-term investments in related companies consist of:

### 7.1 Investment in associate in the consolidated financial statements

As at August 31, 2017 and February 28, 2017, the Company had investment in the entity which is associate and accounted for using equity method in the consolidated financial statements as following details.

CONSOLIDATED FINANCIAL STATEMENTS "Unaudited"						
	Paid-up capital	% of Ownership	As at August 31, 2017		As at February 28, 2017	
			Cost method Baht '000	Equity method Baht '000	Cost method Baht '000	Equity method Baht '000
<b>Investment in associate</b>						
ACS Trading Vietnam Company Limited	VND 50,000 million	20.00	16,819.3	30,202.6	16,819.3	31,538.0
<b>Total investment in associate</b>			<u>16,819.3</u>	<u>30,202.6</u>	<u>16,819.3</u>	<u>31,538.0</u>

### 7.2 Investments in associate and subsidiaries in the separate financial statements

As at August 31, 2017 and February 28, 2017, the Company had investments in associate and subsidiaries which are accounted for cost method in the separate financial statements as follows:

SEPARATE FINANCIAL STATEMENTS "Unaudited"					
	% of Ownership	As at August 31, 2017		As at February 28, 2017	
		% of Ownership	Cost Baht '000	% of Ownership	Cost Baht '000
<b>Investments in associate and subsidiaries</b>					
Investment in associate (see Note 20.1)					
ACS Trading Vietnam Company Limited	20.00		16,819.3	20.00	16,819.3
Total investment in associate			<u>16,819.3</u>		<u>16,819.3</u>
Investments in subsidiaries (see Note 20.1)					
Eternal 6 Special Purpose Vehicle Company Limited	-		-	26.00	10.4
ACS Servicing (Thailand) Company Limited	100.00		175,349.1	100.00	175,349.1
AEON Insurance Service (Thailand) Company Limited	100.00		149,224.3	100.00	149,224.3
AEON Specialized Bank (Cambodia) Plc.	80.00		323,580.0	80.00	252,960.0
AEON Microfinance (Myanmar) Company Limited	100.00		276,769.1	100.00	276,769.1
AEON Leasing Service (Lao) Company Limited	92.58		103,069.1	92.58	103,069.1
ATS Rabbit Special Purpose Vehicle Company Limited	48.75		19.5	48.75	19.5
Total investments in subsidiaries			<u>1,028,011.1</u>		<u>957,401.5</u>
<b>Total investments in associate and subsidiaries</b>			<u>1,044,830.4</u>		<u>974,220.8</u>

- (1) On August 20, 2013, the Extraordinary Shareholders' Meeting of Eternal 5 had passed the resolutions to approve the dissolution and liquidation, and Eternal 5 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 5 registered the completion of the liquidation process with the Department of Business Development, Ministry of Commerce on February 9, 2017 (see Note 5.5).

- (2) On August 31, 2016, the Extraordinary Shareholders' Meeting of Eternal 6 had passed the resolutions to approve the dissolution and liquidation, and Eternal 6 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 6 registered the completion of the liquidation process with the Department of Business Development, Ministry of Commerce on June 29, 2017 (see Note 5.5).
- (3) On January 30, 2017, the Company paid for the capital injection to AEON Specialized Bank (Cambodia) Plc., which is a subsidiary of the Company, amounting to USD 2 million or equivalent to Baht 70.62 million according to the resolutions to approve the capital injection to AEON Specialized Bank (Cambodia) Plc. from the Board of Directors' Meeting on December 8, 2016. Subsequently, the subsidiary registered the increased share capital on March 16, 2017. The Company still maintains 80% of shareholding in the subsidiary.

7.3 Long-term investments in related companies as at August 31, 2017 and February 28, 2017, consist of:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
	"Unaudited"			
	As at August 31, 2017		As at February 28, 2017	
	% of Ownership	Cost Baht '000	% of Ownership	Cost Baht '000
<b>Long-term investments in related companies</b>				
AEON (Thailand) Co., Ltd. (340,000 shares of Baht 100 each, Baht 25 called up)	5.23	8,500	5.23	8,500
PT. AEON Credit Service Indonesia (173 shares of IDR 30 million each, par value of IDR 30 million, fully paid)	5.18	19,072	5.18	19,072
AEON Credit Service Systems (Philippines) Inc. (100,000 shares of PHP 100 each, par value of PHP 100, fully paid)	3.33	7,645	3.33	7,645
		35,217		35,217
<u>Less</u> Allowance for impairment of investment		(14,868)		(8,500)
<b>Total long-term investments in related companies</b>		20,349		26,717

**8. SELLER LOAN IN SPECIAL PURPOSE VEHICLE FOR SECURITIZATION**

Seller loan in Special Purpose Vehicle for securitization as at August 31, 2017 and February 28, 2017, are as follows:

	SEPARATE FINANCIAL STATEMENTS "Unaudited"	
	As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000
Seller loan in Special Purpose Vehicle for securitization (see Note 20.2.1) ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	142,506	11,643
<u>Less</u> Seller loan in Special Purpose Vehicle for securitization due within one year	<u>(142,506)</u>	<u>(11,643)</u>
<b>Total Seller loan in Special Purpose Vehicle for securitization</b>	<b><u>-</u></b>	<b><u>-</u></b>

Subsequent to the sale of the rights on initial loan receivables under securitization project, the Company received partial payments from ATS Rabbit with Seller loan Account under securitization project for sale of additional revolving loans receivable during the revolving period or repurchased the rights on loans receivable. Such Seller loan Account will decrease from cash repayment when the outstanding amount reaches or exceeds determined level or the duration after the closing date reaches determined every 3-month period as agreed in the agreement.

**9. SUBORDINATED LENDINGS AND SUBORDINATED BORROWINGS**

9.1 Subordinated lendings to Special Purpose Vehicle as at August 31, 2017 and February 28, 2017, are as follows:

	SEPARATE FINANCIAL STATEMENTS "Unaudited"	
	As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000
Subordinated lendings (see Note 20.2.1) ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	48,692	45,263
<b>Total subordinated lendings</b>	<b><u>48,692</u></b>	<b><u>45,263</u></b>

On October 22, 2015, the Company entered into the subordinated term loan agreement with ATS Rabbit amounting to 5% of transferred rights in initial receivables (see Note 5.5) and originated transaction cost and of Future Receivables and Additional Receivables which are settled by Seller loan Account and backed for each debentures issuance of ATS Rabbit, for the purpose of partial payment for the sales of rights in loans receivable.

The term loan is due within the year 2025 and the interest is paid on the monthly basis at the rate of 12% per annum.

9.2 Subordinated borrowings of Special Purpose Vehicle are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”	
	As at	As at
	August 31, 2017	February 28, 2017
	Baht '000	Baht '000
Subordinated borrowings		
ATS Rabbit Special Purpose Vehicle Company Limited (ATC Rabbit)	48,692	45,263
<b>Total subordinated borrowings</b>	<u>48,692</u>	<u>45,263</u>

On October 22, 2015, ATS Rabbit, a subsidiary, entered into the subordinated term borrowings agreement with BSS Holdings Co., Ltd. amounting to 5% of transferred rights in initial receivables (see Note 5.5) and originated transaction cost and of Future Receivables and Additional Receivables which are settled by Seller Loan Account and backed for each debentures issuance of ATS Rabbit, for the purpose of partial payment for the purchase of rights in loan receivables.

The term borrowings are due within the year 2025 and the interest is repayable on the monthly basis at the rate of 12% per annum.

10. DEFERRED TAX ASSETS

Deferred tax assets as at August 31, 2017 and February 28, 2017, consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at	As at	As at	As at
	August 31, 2017	February 28, 2017	August 31, 2017	February 28, 2017
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	458,378	447,959	452,949	442,354
Non-accrual of interest income	37,249	39,585	36,613	38,961
Employee benefit obligations	29,790	26,590	22,127	19,658
Deferred revenue from customer loyalty programs	27,816	26,588	27,816	26,588
Others	4,611	3,268	2,974	1,700
	<u>557,844</u>	<u>543,990</u>	<u>542,479</u>	<u>529,261</u>
<b>Deferred tax liabilities</b>				
Unrealized loss on exchange rate of currency swap contracts	142,204	147,056	142,204	147,056
Others	590	992	-	-
	<u>142,794</u>	<u>148,048</u>	<u>142,204</u>	<u>147,056</u>
<b>Deferred tax assets</b>	<u>415,050</u>	<u>395,942</u>	<u>400,275</u>	<u>382,205</u>

The movements of deferred tax assets and liabilities during the period/year are as follows:

CONSOLIDATED FINANCIAL STATEMENTS				
“Unaudited”				
	Balance as at February 28, 2017	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance as at August 31, 2017
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	447,959	10,419	-	458,378
Non-accrual of interest income	39,585	(2,336)	-	37,249
Employee benefit obligations	26,590	3,200	-	29,790
Deferred revenue from customer loyalty programs	26,588	1,228	-	27,816
Others	3,268	1,343	-	4,611
	<u>543,990</u>	<u>13,854</u>	<u>-</u>	<u>557,844</u>
<b>Deferred tax liabilities</b>				
Unrealized loss on exchange rate of currency swap contracts	147,056	(4,852)	-	142,204
Others	992	(402)	-	590
	<u>148,048</u>	<u>(5,254)</u>	<u>-</u>	<u>142,794</u>
<b>Deferred tax assets</b>	<u>395,942</u>	<u>19,108</u>	<u>-</u>	<u>415,050</u>

CONSOLIDATED FINANCIAL STATEMENTS				
	Balance as at February 29, 2016	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance as at February 28, 2017
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	481,107	(33,148)	-	447,959
Non-accrual of interest income	65,194	(25,609)	-	39,585
Employee benefit obligations	17,803	4,770	4,017	26,590
Deferred revenue from customer loyalty programs	26,639	(51)	-	26,588
Others	2,217	1,051	-	3,268
	<u>592,960</u>	<u>(52,987)</u>	<u>4,017</u>	<u>543,990</u>
<b>Deferred tax liabilities</b>				
Unrealized loss on exchange rate of currency swap contracts	131,406	15,650	-	147,056
Others	2,455	(1,463)	-	992
	<u>133,861</u>	<u>14,187</u>	<u>-</u>	<u>148,048</u>
<b>Deferred tax assets</b>	<u>459,099</u>	<u>(67,174)</u>	<u>4,017</u>	<u>395,942</u>



SEPARATE FINANCIAL STATEMENTS

“Unaudited”

	Balance as at February 28, 2017	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance as at August 31, 2017
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	442,354	10,595	-	452,949
Non-accrual of interest income	38,961	(2,348)	-	36,613
Employee benefit obligations	19,658	2,469	-	22,127
Deferred revenue from customer loyalty programs	26,588	1,228	-	27,816
Others	1,700	1,274	-	2,974
	<u>529,261</u>	<u>13,218</u>	<u>-</u>	<u>542,479</u>
<b>Deferred tax liabilities</b>				
Unrealized loss on exchange rate of currency swap contracts	147,056	(4,852)	-	142,204
	<u>147,056</u>	<u>(4,852)</u>	<u>-</u>	<u>142,204</u>
<b>Deferred tax assets</b>	<u>382,205</u>	<u>18,070</u>	<u>-</u>	<u>400,275</u>

SEPARATE FINANCIAL STATEMENTS

	Balance as at February 29, 2016	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance as at February 28, 2017
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	454,861	(12,507)	-	442,354
Non-accrual of interest income	63,290	(24,329)	-	38,961
Employee benefit obligations	11,934	3,256	4,468	19,658
Deferred revenue from customer loyalty programs	26,639	(51)	-	26,588
Others	1,700	-	-	1,700
	<u>558,424</u>	<u>(33,631)</u>	<u>4,468</u>	<u>529,261</u>
<b>Deferred tax liabilities</b>				
Unrealized loss on exchange rate of currency swap contracts	131,406	15,650	-	147,056
	<u>131,406</u>	<u>15,650</u>	<u>-</u>	<u>147,056</u>
<b>Deferred tax assets</b>	<u>427,018</u>	<u>(49,281)</u>	<u>4,468</u>	<u>382,205</u>

## 11. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term borrowings from financial institutions as at August 31, 2017 and February 28, 2017, consist of the following:

CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”				
	As at August 31, 2017		As at February 28, 2017	
	Interest rate	Baht '000	Interest rate	Baht '000
	% (p.a.)		% (p.a.)	
Overdrafts in THB currency	1.70	1,580,137	1.70	42
Short term borrowings in THB currency	1.60 - 2.03	5,730,000	1.60 - 2.26	2,580,000
Short term borrowings in USD currency	1.86 - 2.37	463,051	1.48 - 1.88	564,879
Short term borrowings in LAK currency	7.12 - 10.50	193,520	7.12 - 10.50	150,260
Short term borrowings in MMK currency	12.00 - 12.50	322,675	12.50	206,639
<b>Total</b>		8,289,383		3,501,820

SEPARATE FINANCIAL STATEMENTS “Unaudited”				
	As at August 31, 2017		As at February 28, 2017	
	Interest rate	Baht '000	Interest rate	Baht '000
	% (p.a.)		% (p.a.)	
Overdrafts in THB currency	1.70	1,580,137	1.70	42
Short term borrowings in THB currency	1.60 - 2.03	5,730,000	1.60 - 2.26	2,580,000
<b>Total</b>		7,310,137		2,580,042

Short-term borrowings in THB and foreign currencies from financial institutions are borrowings from various financial institutions in the form of promissory notes and are unsecured.

## 12. LONG-TERM BORROWINGS

As at August 31, 2017 and February 28, 2017, the Company entered into various long-term borrowings agreements and issued promissory notes in THB and foreign currencies as follows:

CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”				
	As at August 31, 2017			
	Due within the year	Interest rate % (p.a.)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2017 - 2022	3.16 - 5.26	50,000.00	15,223,200
Borrowings in USD currency	2017 - 2022	2.22 - 4.32	492.99	16,467,988
Borrowings in THB currency	2017 - 2022	2.48 - 4.70	5,350.00	5,350,000
<u>Less</u> Borrowings issuance cost				(68,958)
				36,972,230
<u>Less</u> Current portion of long-term borrowings				(10,025,745)
<b>Total long-term borrowings</b>				26,946,485

CONSOLIDATED FINANCIAL STATEMENTS

As at February 28, 2017

	Due within the year	Interest rate % (p.a.)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2017 - 2021	3.16 - 5.26	47,500.00	14,890,443
Borrowings in USD currency	2017 - 2021	2.16 - 4.32	508.99	17,853,787
Borrowings in THB currency	2017 - 2019	2.48 - 4.70	4,750.00	4,750,000
<u>Less</u> Borrowings issuance cost				(70,220)
				<u>37,424,010</u>
<u>Less</u> Current portion of long-term borrowings				(9,391,461)
<b>Total long-term borrowings</b>				<u><u>28,032,549</u></u>

SEPARATE FINANCIAL STATEMENTS

“Unaudited”

As at August 31, 2017

	Due within the year	Interest rate % (p.a.)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2017 - 2022	3.16 - 5.26	50,000.00	15,223,200
Borrowings in USD currency	2017 - 2022	2.22 - 4.32	475.99	15,887,467
Borrowings in THB currency	2017 - 2022	2.48 - 4.70	5,350.00	5,350,000
<u>Less</u> Borrowings issuance cost				(68,958)
				<u>36,391,709</u>
<u>Less</u> Current portion of long-term borrowings				(9,923,301)
<b>Total long-term borrowings</b>				<u><u>26,468,408</u></u>

SEPARATE FINANCIAL STATEMENTS

As at February 28, 2017

	Due within the year	Interest rate % (p.a.)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2017 - 2021	3.16 - 5.26	47,500.00	14,890,443
Borrowings in USD currency	2017 - 2021	2.22 - 4.32	495.99	17,385,755
Borrowings in THB currency	2017 - 2019	2.48 - 4.70	4,750.00	4,750,000
<u>Less</u> Borrowings issuance cost				(70,220)
				<u>36,955,978</u>
<u>Less</u> Current portion of long-term borrowings				(9,031,436)
<b>Total long-term borrowings</b>				<u><u>27,924,542</u></u>

In the consolidated and separate financial statements as at August 31, 2017 and February 28, 2017, the Company has long-term borrowings in JPY currency from a related company which is a bank in Japan amounting to JPY 5,000 million or equivalent to Baht 1,518.41 million and JPY 5,000.00 million or equivalent to Baht 1,562.79 million, respectively, with interest rate at 4.16% - 4.84% per annum which are unsecured and will be due in the year 2019 and 2021 (see Note 20.2.1).

To manage risk that might occur from the fluctuation in currency and interest rate, the Company has entered into interest rate swap contracts, cross currency swap contracts and cross currency interest rate swap contracts to hedge its debts as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
“Unaudited”				
As at August 31, 2017				
	Notional amount Baht '000	Carrying amount		Total Baht '000
		Less than 1 year Baht '000	1 - 5 years Baht '000	
<b>Receivables per currency swap contracts</b>				
Cross Currency Interest Rate Swap Contracts				
JPY currency	2,883,750	74,410	238,712	313,122
USD currency	8,605,910	206,649	32,532	239,181
	<u>11,489,660</u>	<u>281,059</u>	<u>271,244</u>	<u>552,303</u>
<b>Payables per currency swap contracts</b>				
Cross Currency Swap Contracts				
JPY currency	1,720,000	-	(45,448)	(45,448)
Cross Currency Interest Rate Swap Contracts				
JPY currency	11,316,722	(257,715)	(707,231)	(964,946)
USD currency	7,429,830	(109,415)	(278,039)	(387,454)
	<u>20,466,552</u>	<u>(367,130)</u>	<u>(1,030,718)</u>	<u>(1,397,848)</u>
CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at February 28, 2017				
	Notional amount Baht '000	Carrying amount		Total Baht '000
		Less than 1 year Baht '000	1 - 5 years Baht '000	
<b>Receivables per currency swap contracts</b>				
Cross Currency Swap Contracts				
JPY currency	4,450,000	-	408,986	408,986
USD currency	13,548,790	505,469	356,997	862,466
	<u>17,998,790</u>	<u>505,469</u>	<u>765,983</u>	<u>1,271,452</u>
<b>Payables per currency swap contracts</b>				
Cross Currency Swap Contracts				
JPY currency	945,000	-	(4,551)	(4,551)
Cross Currency Interest Rate Swap Contracts				
JPY currency	9,750,472	(228,854)	(430,611)	(659,465)
USD currency	3,023,100	-	(48,601)	(48,601)
	<u>13,718,572</u>	<u>(228,854)</u>	<u>(483,763)</u>	<u>(712,617)</u>

### 13. LONG-TERM BORROWINGS UNDER SECURITIZATION PROJECT

As at August 31, 2017 and February 28, 2017, the Company recognized the cash received which was settled by the Subordinated Lendings Account from the transferred rights on loans receivable under securitization project of ATS Rabbit Special Purpose Vehicle Company Limited (see Note 5.5) as long-term borrowings under securitization project in the separate financial statements in the amount of Baht 1,064.44 million and Baht 789.30 million, respectively.

### 14. LONG-TERM DEBENTURES

Long-term debentures represent unsubordinated and unsecured debentures as at August 31, 2017 and February 28, 2017, as follows:

Issue date	Maturity Date	No. of units	Currency	Par value per unit	Amount	Interest rate % (p.a.)	Term of interest payment	"Unaudited"	
								As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000
<b>Company</b>									
30/08/2012	30/08/2017	30	USD	1,000,000	30,000,000	USD-LIBOR 3M	Quarterly	-	1,051,578
13/09/2012	13/09/2017	20	USD	1,000,000	20,000,000	USD-LIBOR 3M + 0.20	Quarterly	667,554	701,052
24/07/2013	29/07/2018	17	USD	1,000,000	17,000,000	USD-LIBOR 6M + 0.01	Semi-annual	567,421	595,894
29/11/2013	29/11/2018	30	USD	1,000,000	30,000,000	USD-LIBOR 6M + 0.05	Semi-annual	1,001,331	1,051,578
28/03/2014	28/03/2019	30	USD	1,000,000	30,000,000	USD-LIBOR 6M	Semi-annual	1,001,331	1,051,578
10/07/2014	10/07/2017	1,200,000	THB	1,000	1,200,000,000	4.43	Quarterly	-	1,200,000
26/09/2014	26/09/2017	15	USD	1,000,000	15,000,000	USD-LIBOR 6M	Semi-annual	500,666	525,789
27/03/2015	27/03/2019	22	JPY	100,000,000	2,200,000,000	JPY-TIBOR 6M + 0.36	Semi-annual	669,821	689,663
23/02/2016	21/02/2019	200,000	THB	1,000	200,000,000	2.87	Semi-annual	200,000	200,000
25/03/2016	25/03/2020	70	USD	1,000,000	70,000,000	USD-LIBOR 6M + 0.65	Semi-annual	2,336,439	2,453,682
28/03/2016	27/03/2020	15	USD	1,000,000	15,000,000	USD-LIBOR 6M + 0.50	Semi-annual	500,665	525,789
22/08/2016	20/08/2021	15	USD	1,000,000	15,000,000	USD-LIBOR 6M + 0.85	Semi-annual	500,665	525,789
24/08/2016	30/07/2019	400,000	THB	1,000	400,000,000	2.50	Quarterly	400,000	400,000
21/12/2016	21/12/2019	1,000,000	THB	1,000	1,000,000,000	2.73	Quarterly	1,000,000	1,000,000
21/12/2016	21/12/2021	1,000,000	THB	1,000	1,000,000,000	3.48	Quarterly	1,000,000	1,000,000
30/12/2016	30/12/2021	30	USD	1,000,000	30,000,000	USD-LIBOR 6M + 0.65	Semi-annual	1,001,331	1,051,578
18/08/2017	18/08/2020	200,000	THB	1,000	200,000,000	2.50	Quarterly	200,000	-
								11,547,224	14,023,970
<u>Less</u> Debentures issuance cost								(58,250)	(76,373)
								11,488,974	13,947,597
<u>Less</u> Current portion of long-term debentures								(1,732,469)	(3,472,286)
<b>Total long-term debentures in separate financial statements</b>								<b>9,756,505</b>	<b>10,475,311</b>
<b>ATS Rabbit Special Purpose Vehicle Company Limited</b>									
30/01/2017	28/10/2025	774,473	Baht	1,000	774,473,000	4.00	Monthly	-	774,473
31/07/2017	28/10/2025	836,191	Baht	1,000	836,191,000	4.00	Monthly	836,191	-
<b>Total long-term debentures in consolidated financial statements</b>								<b>10,592,696</b>	<b>11,249,784</b>

To manage risk that might occur from the fluctuation in currency and interest rate of long-term debentures in foreign currencies, the Company has entered into cross currency interest rate swap contracts to hedge its debt as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
“Unaudited”				
As at August 31, 2017				
	Notional Amount	Carrying amount		
		Less than 1 year	1 - 5 years	Total
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Receivables per currency swap contracts</b>				
Cross Currency Interest Rate Swap Contracts				
JPY currency	596,860	-	72,960	72,960
USD currency	3,567,650	102,990	67,662	170,652
	<u>4,164,510</u>	<u>102,990</u>	<u>140,622</u>	<u>243,612</u>
<b>Payables per currency swap contracts</b>				
Cross Currency Interest Rate Swap Contracts				
USD currency	4,630,900	-	(291,799)	(291,799)
	<u>4,630,900</u>	<u>-</u>	<u>(291,799)</u>	<u>(291,799)</u>
As at February 28, 2017				
	Notional Amount	Carrying amount		
		Less than 1 year	1 - 5 years	Total
	Baht '000	Baht '000	Baht '000	Baht '000
<b>Receivables per currency swap contracts</b>				
Cross Currency Interest Rate Swap Contracts				
JPY currency	596,860	-	92,803	92,803
USD currency	5,027,450	236,419	239,389	475,808
	<u>5,624,310</u>	<u>236,419</u>	<u>332,192</u>	<u>568,611</u>
<b>Payables per currency swap contracts</b>				
Cross Currency Interest Rate Swap Contracts				
USD currency	4,108,300	-	(77,251)	(77,251)
	<u>4,108,300</u>	<u>-</u>	<u>(77,251)</u>	<u>(77,251)</u>

## 15. EMPLOYEE BENEFIT OBLIGATIONS

The Company operates post-employment benefit plans under the Labor Protection Act, which are considered as unfunded defined benefits plans.

For the three-month and six-month periods ended August 31, 2017 and 2016, amounts recognized in the statements of profit or loss in respect of the post-employment benefit plans are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month periods ended		For the six-month periods ended	
	August 31, 2017	August 31, 2016	August 31, 2017	August 31, 2016
	Baht '000	Baht '000	Baht '000	Baht '000
Current service cost	7,490	5,939	14,981	11,240
Interest cost	1,072	668	2,143	1,355
Total	<u>8,562</u>	<u>6,607</u>	<u>17,124</u>	<u>12,595</u>

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month periods ended		For the six-month periods ended	
	August 31, 2017	August 31, 2016	August 31, 2017	August 31, 2016
	Baht '000	Baht '000	Baht '000	Baht '000
Current service cost	5,389	4,071	10,777	7,686
Interest cost	784	432	1,568	882
Total	<u>6,173</u>	<u>4,503</u>	<u>12,345</u>	<u>8,568</u>

For the three-month and six-month periods ended August 31, 2017 and 2016, amounts recognized in the statements of profit or loss and other comprehensive income in respect of the post-employment benefit plans are as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
	For the three-month periods ended		For the six-month periods ended	
	August 31, 2017	August 31, 2016	August 31, 2017	August 31, 2016
	Baht '000	Baht '000	Baht '000	Baht '000
Actuarial (gain) loss				
- From financial assumptions changes	-	2,750	-	2,750
- From demographic assumptions changes	-	(306)	-	(306)
- From experience adjustments	-	1,824	-	1,824
Total	<u>-</u>	<u>4,268</u>	<u>-</u>	<u>4,268</u>

Movements in the present value of the post-employment benefit obligations for the six-month periods ended August 31, 2017 and 2016, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Beginning balance	132,950	88,990	98,291	59,672
Current service cost	14,981	11,240	10,777	7,686
Interest cost	2,143	1,355	1,568	882
Actuarial loss	-	4,268	-	4,268
Benefits paid	(1,124)	-	-	-
Ending balance	<u>148,950</u>	<u>105,853</u>	<u>110,636</u>	<u>72,508</u>

The significant actuarial assumptions used to calculate the obligations under the defined benefit plans as at August 31, 2017 and February 28, 2017, are as follows:

<b>CONSOLIDATED FINANCIAL STATEMENTS</b>		
<b>“Unaudited”</b>		
	<b>As at August 31, 2017</b>	<b>As at February 28, 2017</b>
	<b>% per annum</b>	<b>% per annum</b>
<b>Financial assumptions</b>		
Discount rate	2.87 - 3.38	2.87 - 3.38
Expected rate of salary increase	5.0 - 7.0	5.0 - 7.0
<b>Demographic assumptions</b>		
<b>Turnover rate</b>		
Monthly staff	0.0 - 33.0	0.0 - 33.0
	Subject to range of age of employees	Subject to range of age of employees
Daily staff	0.0 - 54.0	0.0 - 54.0
	Subject to range of age of employees	Subject to range of age of employees
Temporary staff	0.0 - 63.0	0.0 - 63.0
	Subject to range of age of employees	Subject to range of age of employees
<b>SEPARATE FINANCIAL STATEMENTS</b>		
<b>“Unaudited”</b>		
	<b>As at August 31, 2017</b>	<b>As at February 28, 2017</b>
	<b>% per annum</b>	<b>% per annum</b>
<b>Financial assumptions</b>		
Discount rate	3.19	3.19
Expected rate of salary increase	6.0	6.0
<b>Demographic assumptions</b>		
<b>Turnover rate</b>		
Monthly staff	0.0 - 20.0	0.0 - 20.0
	Subject to range of age of employees	Subject to range of age of employees
Daily staff	0.0 - 51.0	0.0 - 51.0
	Subject to range of age of employees	Subject to range of age of employees
Temporary staff	0.0 - 63.0	0.0 - 63.0
	Subject to range of age of employees	Subject to range of age of employees

## **16. SHAREHOLDERS' EQUITY**

16.1 On June 17, 2016, the Annual General Meeting of shareholders had the resolutions to approve the declaration of final dividends for the year ended February 20, 2016 at the rate of Baht 1.67 per share and for the period from February 21 to 29, 2016 at the rate of Baht 0.18 per share, totaling at the rate of Baht 1.85 per share, totaling Baht 462.50 million. The aforementioned shareholders included 81,600 shares of foreign shareholders who had no rights to receive dividend in accordance with regulation of Thailand Securities Depository, thus the Company paid dividend to shareholders amounting to Baht 462.35 million on June 27, 2016 in addition to the interim dividends which had been paid to all shareholders at Baht 1.60 per share, totaling Baht 399.99 million on October 21, 2015.



- 16.2 On October 7, 2016, the Company's Board of Directors' meeting passed the resolution to declare interim dividends for the fiscal year 2016 at the rate of Baht 1.60 per share to shareholders, totaling Baht 400 million. The aforementioned shareholders included 43,521 shares of foreign shareholders who had no rights to receive dividend in accordance with regulation of Thailand Securities Depository, thus the Company paid dividend to shareholders amounting to Baht 399.93 million on November 7, 2016.
- 16.3 On June 28, 2017, the Annual General Meeting of shareholders had the resolutions to approve the declaration of final dividends for the year ended February 28, 2017 at the rate of Baht 1.85 per share, totaling Baht 462.50 million. The aforementioned shareholders included 1,000 shares of foreign shareholders who had no rights to receive dividend in accordance with regulation of Thailand Securities Depository, thus the Company paid dividend to shareholders amounting to Baht 462.50 million on July 20, 2017 in addition to the interim dividends which had been paid to all shareholders at Baht 1.60 per share, totaling Baht 399.93 million on November 7, 2016.
- 16.4 Under the Securitization project, the subsidiaries have to pay dividend to their shareholders from all remaining amounts after deducting the required accumulated reserves and payment of all fees and expenses. The subsidiaries appropriate interim dividends after the approval of Board of Directors' meeting on a monthly basis at each Monthly Purchase Date as an appropriation of net profit after income tax of each month.
- 16.4.1 Eternal 6 Special Purpose Vehicle Company Limited's the registered share capital comprises ordinary shares and preferred shares which were held by non-controlling interests. Dividends from the profits of the subsidiary shall be allocated to the holders of preferred shares at a rate not more than 50% of the par value of each preferred share. The remaining dividends shall be distributed to the holders of ordinary shares.
- 16.4.2 ATS Rabbit Special Purpose Vehicle Company Limited's the registered share capital comprises 2 groups of ordinary shares and 2 groups of preferred shares. Dividends from the profits of the subsidiary shall be allocated to the holders of preferred shares which are non-controlling interests at a rate of 1% of the par value of each preferred share. The remaining dividends shall be distributed to the holders of ordinary shares and another group of preferred shares.

## 17. REVENUE RELATING TO SECURITIZATION TRANSACTION

For the three-month and six-month periods ended August 31, 2017 and 2016, the details of revenues from securitization transaction consist of the following:

17.1 Revenue relating to securitization transaction incurred from sale of credit card receivables to Eternal 6 Special Purpose Vehicle Company Limited is included in Credit Card Income for presentation as follows:

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the six-month	
	periods ended August 31,		periods ended August 31,	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Credit card income (see Note 20.2.2)				
Interest income (reversal)				
from subordinated lendings	-	(460)	-	46,006
Revenue from seller loan in				
Special Purpose Vehicle	-	4,256	-	10,792
Dividend from investment in				
Special Purpose Vehicle	-	81,242	-	123,905
Servicing income (reversal)	-	(6,202)	-	55,771
Total	-	78,836	-	236,474

17.2 Revenue relating to securitization transaction incurred from sale of loans receivable to ATS Rabbit Special Purpose Vehicle Company Limited is included in Loan Income for presentation as follows:

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the six-month	
	periods ended August 31,		periods ended August 31,	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Loan income (see Note 20.2.2)				
Interest income from subordinated				
lendings	1,444	1,099	2,835	2,061
Revenue from seller loan in				
Special Purpose Vehicle	2,400	1,398	3,170	3,218
Dividend from investment in				
Special Purpose Vehicle	4,498	4,488	6,446	16,310
Servicing income	11,453	9,494	22,391	18,036
Total	19,795	16,479	34,842	39,625

## 18. DIRECTORS AND MANAGERMENTS' REMUNERATION

Directors' remuneration represents the benefits paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act. Managements' remuneration represents cash remuneration as salaries and bonus paid to the Company's management.

For the three-month and six-month periods ended August 31, 2017 and 2016, directors and managements' remuneration are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month		For the six-month	
	periods ended August 31,		periods ended August 31,	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Short-term employee benefits				
Directors' remuneration (reversal)	4,322	(3,179)	12,089	4,324
Managements' remuneration	37,555	34,805	68,355	59,646
Post-employment benefits	945	749	1,890	1,487
	<u>42,822</u>	<u>32,375</u>	<u>82,334</u>	<u>65,457</u>

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the six-month	
	periods ended August 31,		periods ended August 31,	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Short-term employee benefits				
Directors' remuneration (reversal)	4,800	(5,058)	9,600	(58)
Managements' remuneration	21,372	19,612	38,266	32,866
Post-employment benefits	761	589	1,522	1,165
	<u>26,933</u>	<u>15,143</u>	<u>49,388</u>	<u>33,973</u>

For the three-month and six-month periods ended August 31, 2017 and 2016, directors' remunerations which were included in short-term employee benefits were approved by the Annual General Meeting of shareholders of the Company held on June 28, 2017 and June 17, 2016, respectively.

## 19. CORPORATE INCOME TAX

The Company and its local subsidiaries used tax rate of 20% for corporate income tax calculation for the three-month and six-month periods ended August 31, 2017 and 2016. The foreign subsidiaries used 20% - 25% for corporate income tax calculation for the three-month and six-month periods ended August 31, 2017 and 2016.

The Company and its subsidiaries used tax rate of 20% for calculation of deferred tax for the three-month and six-month periods ended August 31, 2017 and 2016. The foreign subsidiaries used 20% - 25% for calculation of deferred tax for the three-month and six-month periods ended August 31, 2017 and 2016.

Income tax expense of the Company and its subsidiaries is calculated from profit before tax, added back transactions which are non-deductible expenses and deducted exempted income under the Revenue Code.

For the three-month and six-month periods ended August 31, 2017 and 2016, income tax expense consists of:

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month periods ended August 31, 2017		For the six-month periods ended August 31, 2016	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Current tax expense for the periods	198,627	111,647	323,401	236,404
Deferred income tax expense (revenue)	(28,427)	30,509	(19,108)	42,720
Income tax expense per statements of profit or loss	<u>170,200</u>	<u>142,156</u>	<u>304,293</u>	<u>279,124</u>

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month periods ended August 31, 2017		For the six-month periods ended August 31, 2016	
	2017	2016	2017	2016
	Baht '000	Baht '000	Baht '000	Baht '000
Current tax expense for the periods	173,737	97,158	279,892	196,600
Deferred income tax expense (revenue)	(27,845)	7,658	(18,070)	18,653
Income tax expense per statements of profit or loss	<u>145,892</u>	<u>104,816</u>	<u>261,822</u>	<u>215,253</u>

Reconciliations of effective tax rates for the three-month and six-month periods ended August 31, 2017 and 2016 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS							
	For the three-month periods ended August 31,				For the six-month periods ended August 31,			
	2017		2016		2017		2016	
	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate
Baht '000	%	Baht '000	%	Baht '000	%	Baht '000	%	
Profit before income tax expense	<u>845,480</u>		<u>718,134</u>		<u>1,599,297</u>		<u>1,376,390</u>	
Income tax at the domestic tax rate	170,159	20.00 - 25.00	160,008	20.00 - 25.00	331,087	20.00 - 25.00	311,930	20.00 - 25.00
<u>Add</u> Tax effect of income and expense that are not exempt for tax purposes	1,727	0.20	2,990	0.42	2,640	0.17	5,308	0.38
<u>Less</u> Tax effect of income and expense that are exempt for tax purposes	(1,686)	(0.20)	(20,842)	(2.90)	(29,434)	(1.84)	(38,114)	(2.77)
Income tax expense per statements of profit or loss	<u>170,200</u>	<u>20.13</u>	<u>142,156</u>	<u>19.80</u>	<u>304,293</u>	<u>19.03</u>	<u>279,124</u>	<u>20.28</u>

	SEPARATE FINANCIAL STATEMENTS							
	For the three-month periods ended August 31,				For the six-month periods ended August 31,			
	2017		2016		2017		2016	
	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate
Baht '000	%	Baht '000	%	Baht '000	%	Baht '000	%	
Profit before income tax expense	<u>734,219</u>		<u>643,864</u>		<u>1,450,865</u>		<u>1,280,467</u>	
Income tax at the domestic tax rate	146,844	20.00	128,773	20.00	290,173	20.00	256,093	20.00
<u>Add</u> Tax effect of income and expense that are not exempt for tax purposes	182	0.03	512	0.08	371	0.03	792	0.06
<u>Less</u> Tax effect of income and expense that are exempt for tax purposes	(1,134)	(0.15)	(24,469)	(3.80)	(28,722)	(1.98)	(41,632)	(3.25)
Income tax expense per statements of profit or loss	<u>145,892</u>	<u>19.88</u>	<u>104,816</u>	<u>16.28</u>	<u>261,822</u>	<u>18.05</u>	<u>215,253</u>	<u>16.81</u>

## 20. TRANSACTIONS WITH RELATED PARTIES

The consolidated and separate financial statements include certain transactions with the subsidiaries, associate and related parties. The relationship may be by shareholding or the companies may have the same group of shareholders or directors. The consolidated and separate financial statements reflect the effects of these transactions on the basis determined by the Company, the subsidiaries, associate and the related parties which are as follows:

### 20.1 Investments in associate and subsidiaries (see Note 7.2) as at August 31, 2017 and February 28, 2017, are as follows:

Related parties	Relationship	Ownership %	SEPARATE FINANCIAL STATEMENTS "Unaudited"				
			As at August 31, 2017		Ownership %	As at February 28, 2017	
			Paid-up capital Baht' 000	Cost Baht '000		Paid-up Capital Baht' 000	Cost Baht '000
<b>Investments in associate and subsidiaries</b>							
<b>Investment in associate</b>							
ACS Trading Vietnam Company Limited	Associate	20.00	84,096.3	16,819.3	20.00	84,096.3	16,819.3
Total investment in associate				<u>16,819.3</u>			<u>16,819.3</u>
<b>Investments in subsidiaries</b>							
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	-	-	-	26.00	40.0	10.4
ACS Servicing (Thailand) Company Limited	Subsidiary	100.00	175,349.1	175,349.1	100.00	175,349.1	175,349.1
AEON Insurance Service (Thailand) Company Limited	Subsidiary	100.00	149,224.3	149,224.3	100.00	149,224.3	149,224.3
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	80.00	408,619.4	323,580.0	80.00	320,344.4	252,960.0
AEON Microfinance (Myanmar) Company Limited	Subsidiary	100.00	276,769.1	276,769.1	100.00	276,769.1	276,769.1
AEON Leasing Service (Lao) Company Limited	Subsidiary	92.58	111,402.9	103,069.1	92.58	111,402.9	103,069.1
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	48.75	40.0	19.5	48.75	40.0	19.5
Total investments in subsidiaries				<u>1,028,011.1</u>			<u>957,401.5</u>
<b>Total investments in associate and subsidiaries</b>				<u>1,044,830.4</u>			<u>974,220.8</u>

### 20.2 Business transactions with related parties

#### 20.2.1 Balances with related parties as at August 31, 2017 and February 28, 2017, are as follows:

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS "Unaudited"		SEPARATE FINANCIAL STATEMENTS "Unaudited"	
		As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000	As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000
		<b>Accounts receivable under securitization project (see Note 5.1)</b>			
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	1,064,439	789,300
<b>Other receivables</b>					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	4,880	3,534
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	4,284	4,716
AEON Financial Service Co., Ltd.	Major shareholder	232	107	95	107
ACS Capital Corporation Limited	Shareholder and one common director	78	3,956	78	210
AEON Leasing Service (Lao) Company Limited	Subsidiary	-	-	1,351	1,705
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	23,956	19,266
AEON Microfinance (Myanmar) Company Limited	Subsidiary	-	-	514	1,886
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	-	-	7	70,620
ACS Trading Vietnam Company Limited	Associate	5	-	5	-
AEON Bank Ltd.	Common ultimate holding company	52	-	-	-
		<u>367</u>	<u>4,063</u>	<u>35,170</u>	<u>102,044</u>

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		“Unaudited” As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000	“Unaudited” As at August 31, 2017 Baht '000	As at February 28, 2017 Baht '000
<b>Short-term loan</b> (see Note 6)					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	100,000	100,000
<b>Seller loan in Special Purpose Vehicle for securitization</b> (see Note 8)					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	142,506	11,643
<b>Subordinated lendings</b> (see Note 9.1)					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	48,692	45,263
<b>Long-term borrowings</b> (see Note 12)					
AEON Bank Ltd.	Common ultimate holding company	1,518,414	1,562,793	1,518,414	1,562,793
<b>Accounts payable</b>					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	129,852	130,012
<b>Other payables</b>					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	1,793	2,308
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	133,577	148,988
AEON (Thailand) Company Limited	Shareholder and two common directors	345	48	345	48
AEON Financial Service Co., Ltd.	Major shareholder	43,807	42,556	42,907	42,556
AEON Credit Service Company Limited	Common ultimate holding company	10,047	14,774	2,648	4,847
ACS Capital Corporation Limited	Shareholder and one common director	-	1,218	-	1,218
AEON Credit Service Systems (Philippines) Inc.	Holding shares	2,313	3,260	-	687
AEON Bank Ltd.	Common ultimate holding company	2,211	1,064	1,499	902
AEON Credit Service (Asia) Company Limited	Common ultimate holding company	285	889	-	-
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	30,044	38,228
		<u>59,008</u>	<u>63,809</u>	<u>212,813</u>	<u>239,782</u>
<b>Long-term borrowing under securitization project</b> (see Note 13)					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	1,064,439	789,300
<b>Deposit received</b>					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	12,799	12,799
<b>Deferred revenue</b>					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	2,235	3,543
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	222	342
		<u>-</u>	<u>-</u>	<u>2,457</u>	<u>3,885</u>

20.2.2 Transactions with related parties for the three-month and six-month periods ended August 31, 2017 and 2016, are as follows:

		CONSOLIDATED FINANCIAL STATEMENTS			
Related parties	Relationship	For the three-month periods ended August 31,		For the six-month periods ended August 31,	
		2017 Baht '000	2016 Baht '000	2017 Baht '000	2016 Baht '000
<b>Other income</b>					
ACS Capital Corporation Limited	Shareholder and one common director	3,000	3,000	6,000	6,000
AEON (Thailand) Company Limited	Holding shares and two common directors	-	-	-	41
AEON Bank Ltd.	Common ultimate holding company	52	24	137	24
AEON Credit Service Company Limited	Common ultimate holding company	-	28	-	28
AEON Financial Service Co., Ltd.	Major shareholder	3	-	3	-
		<u>3,055</u>	<u>3,052</u>	<u>6,140</u>	<u>6,093</u>
<b>Operating and administrative expenses</b>					
<b>Others</b>					
AEON Financial Service Company Limited	Major shareholder	30,858	20,033	53,981	40,192
AEON Credit Service Company Limited	Common ultimate holding company	11,856	11,500	23,794	23,641
AEON (Thailand) Company Limited	Holding shares and two common directors	3,988	4,113	8,417	8,061
ACS Capital Corporation Limited	Shareholder and one common director	143	14,317	6,517	26,493
AEON Credit Service Systems (Philippines) Inc.	Holding shares	3,784	4,583	7,038	9,895
AEON Credit Service (Asia) Company Limited	Common ultimate holding company	661	694	1,277	1,309
AEON Bank Ltd.	Common ultimate holding company	831	-	1,307	-
		<u>52,121</u>	<u>55,240</u>	<u>102,331</u>	<u>109,591</u>
<b>Dividend paid</b>					
ACS Capital Corporation Limited	Shareholder and one common director	88,800	88,800	88,800	88,800
AEON Financial Service Company Limited	Major shareholder	162,430	162,430	162,430	162,430
		<u>251,230</u>	<u>251,230</u>	<u>251,230</u>	<u>251,230</u>

		SEPARATE FINANCIAL STATEMENTS			
		For the three-month periods ended August 31,		For the six-month periods ended August 31,	
Related parties	Relationship	2017 Baht '000	2016 Baht '000	2017 Baht '000	2016 Baht '000
<b>Sale promotion income</b>					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	2,210	2,555	5,104	5,381
<b>Credit card income</b>					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	91,034	87,617	180,690	172,663
<b>Revenue relating to securitization transaction</b> (including in credit card income and loan income) (See note 17)					
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	-	78,836	-	236,474
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	19,795	16,479	34,842	39,625
		<u>19,795</u>	<u>95,315</u>	<u>34,842</u>	<u>276,099</u>
<b>Other income</b>					
ACS Capital Corporation Limited	Shareholder and one common director	3,000	3,000	6,000	6,000
AEON Insurance Service (Thailand) Company Limited	Subsidiary	13,509	11,122	26,617	26,147
ACS Servicing (Thailand) Company Limited	Subsidiary	1,104	504	2,208	9,261
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	-	511	-	599
AEON (Thailand) Company Limited	Holding shares and two common directors	-	-	-	41
AEON Leasing Service (Lao) Company Limited	Subsidiary	1,119	-	1,119	-
AEON Microfinance (Myanmar) Company Limited	Subsidiary	1,990	-	1,990	-
		<u>20,722</u>	<u>15,137</u>	<u>37,934</u>	<u>42,048</u>
<b>Operating and administrative expenses</b>					
<b>Collection service fee</b>					
ACS Servicing (Thailand) Company Limited	Subsidiary	350,445	289,264	696,851	599,224
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	2,568	2,074	4,957	3,736
		<u>353,013</u>	<u>291,338</u>	<u>701,808</u>	<u>602,960</u>
<b>Others</b>					
AEON Financial Service Company Limited	Major shareholder	26,066	20,033	46,544	40,192
AEON Credit Service Company Limited	Common ultimate holding company	6,201	2,785	10,784	6,758
AEON (Thailand) Company Limited	Holding shares and two common directors	3,987	4,113	8,416	8,061
AEON Insurance Service (Thailand) Company Limited	Subsidiary	3,473	1,713	6,285	4,055
ACS Capital Corporation Limited	Shareholder and one common director	-	13,130	5,894	25,081
AEON Credit Service Systems (Philippines) Inc.	Holding shares	2,301	3,598	4,936	8,238
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	1,070	580	1,997	1,106
AEON Bank Ltd.	Common ultimate holding company	518	-	518	-
		<u>43,616</u>	<u>45,952</u>	<u>85,374</u>	<u>93,491</u>



Related parties	Relationship	SEPARATE FINANCIAL STATEMENTS			
		For the three-month periods ended August 31,		For the six-month periods ended August 31,	
		2017	2016	2017	2016
		Baht '000	Baht '000	Baht '000	Baht '000
<b>Dividend received</b>					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	48,000	45,000
<b>Dividend paid</b>					
ACS Capital Corporation Limited	Shareholder and one common director	88,800	88,800	88,800	88,800
AEON Financial Service Company Limited	Major shareholder	162,430	162,430	162,430	162,430
		<u>251,230</u>	<u>251,230</u>	<u>251,230</u>	<u>251,230</u>

- Other income for the three-month and six-months periods ended August 31, 2017 and 2016 includes the computer fee charged to ACS Capital Corporation Limited, AEON Insurance Service (Thailand) Co., Ltd., and ACS Servicing (Thailand) Co., Ltd., at the rates of Baht 1,000,000 per month, Baht 200,000 per month and Baht 200,000 per month, respectively.
- Revenues relating to securitization transactions are determined by the Company and subsidiaries in accordance with securitization projects (see Note 5.5).
- Collection service fee paid to ACS Servicing (Thailand) Co., Ltd. is based on general market price and in the normal course of business.
- Management assistant fee is paid to AEON Financial Service Co., Ltd. as stated in the agreement.
- Pricing policy for other operating and administrative expenses are determined by the Company and related parties based on the cost plus basis.
- Computer programs purchasing price is paid to AEON Credit Service Systems (Philippines) Inc. as specified in the agreement.

## 21. SEGMENT INFORMATION

The Group presents segment information in respect of the business segments based on the management and internal reporting structure. The business segments of the Group consist of:

Retail finance services    Consist of credit card, hire-purchase and personal loans and others  
 Other business                Consist of debt collection service and insurance brokerage services

The Group does not have revenues from transactions with a single external customer at 10% or more of total revenues.

Transactions between segments are recorded on the same basis as the transaction conducted with the third party transactions. Transactions between segments are eliminated on consolidation.

The segment information of the Group was classified by business segment as follows:

21.1 Operating results classified by business are as follows:

<b>CONSOLIDATED FINANCIAL STATEMENTS</b>					
<b>For the three-month period ended August 31, 2017</b>					
	<b>Retail finance services</b>		<b>Other business</b>	<b>Elimination</b>	<b>Total</b>
	<b>Domestic</b>	<b>Foreign</b>	<b>Domestic</b>		
	<b>Baht '000</b>	<b>Baht '000</b>	<b>Baht '000</b>	<b>Baht '000</b>	<b>Baht '000</b>
<b>Revenues</b>					
Revenue from external customers	4,125,120	144,274	271,520	-	4,540,914
Inter - segment revenues	110,647	-	322,153	(432,800)	-
<b>Total revenues</b>	<b>4,235,767</b>	<b>144,274</b>	<b>593,673</b>	<b>(432,800)</b>	<b>4,540,914</b>
<b>Expenses</b>					
Operating and administrative expenses	1,842,762	95,167	485,271	(432,301)	1,990,899
Directors and managements' remuneration	26,933	13,155	2,734	-	42,822
Bad debts and doubtful accounts	1,117,553	17,171	-	-	1,134,724
Loss on impairment of investment	6,368	-	-	-	6,368
Loss on sale and write off of leasehold improvement and equipment and intangible assets	1,730	-	432	-	2,162
Finance cost	499,467	18,196	631	(499)	517,795
<b>Total expenses</b>	<b>3,494,813</b>	<b>143,689</b>	<b>489,068</b>	<b>(432,800)</b>	<b>3,694,770</b>
Share of loss from investment in associate	-	-	-	(664)	(664)
<b>Profit (loss) before income tax expense</b>	<b>740,954</b>	<b>585</b>	<b>104,605</b>	<b>(664)</b>	<b>845,480</b>
Income tax expense	148,141	1,200	20,859	-	170,200
<b>Net profit (loss) for the period</b>	<b>592,813</b>	<b>(615)</b>	<b>83,746</b>	<b>(664)</b>	<b>675,280</b>

<b>CONSOLIDATED FINANCIAL STATEMENTS</b>					
<b>For the three-month period ended August 31, 2016</b>					
	<b>Retail finance services</b>		<b>Other business</b>	<b>Elimination</b>	<b>Total</b>
	<b>Domestic</b>	<b>Foreign</b>	<b>Domestic</b>		
	<b>Baht '000</b>	<b>Baht '000</b>	<b>Baht '000</b>	<b>Baht '000</b>	<b>Baht '000</b>
<b>Revenues</b>					
Revenue from external customers	4,104,564	108,814	235,037	-	4,448,415
Inter - segment revenues	94,569	-	305,154	(399,723)	-
<b>Total revenues</b>	<b>4,199,133</b>	<b>108,814</b>	<b>540,191</b>	<b>(399,723)</b>	<b>4,448,415</b>
<b>Expenses</b>					
Operating and administrative expenses	1,688,219	84,824	480,300	(399,224)	1,854,119
Directors and managements' remuneration	15,143	12,213	5,019	-	32,375
Bad debts and doubtful accounts	1,297,291	12,078	-	-	1,309,369
(Gain) loss on sale and write off of leasehold improvement and equipment and intangible assets	1,911	1	(3)	-	1,909
Finance cost	523,868	8,166	499	(499)	532,034
<b>Total expenses</b>	<b>3,526,432</b>	<b>117,282</b>	<b>485,815</b>	<b>(399,723)</b>	<b>3,729,806</b>
Share of loss from investment in associate	-	-	-	(475)	(475)
<b>Profit (loss) before income tax expense</b>	<b>672,701</b>	<b>(8,468)</b>	<b>54,376</b>	<b>(475)</b>	<b>718,134</b>
Income tax expense	129,152	1,048	11,956	-	142,156
<b>Net profit (loss) for the period</b>	<b>543,549</b>	<b>(9,516)</b>	<b>42,420</b>	<b>(475)</b>	<b>575,978</b>

**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the six-month period ended August 31, 2017**

	Retail finance services		Other domestic	Elimination	Total
	Domestic Baht '000	Foreign Baht '000	Business Baht '000	Baht '000	Baht '000
<b>Revenues</b>					
Revenue from external customers	8,149,760	282,432	497,450	-	8,929,642
Inter - segment revenues	265,710	-	668,559	(934,269)	-
<b>Total revenues</b>	<b>8,415,470</b>	<b>282,432</b>	<b>1,166,009</b>	<b>(934,269)</b>	<b>8,929,642</b>
<b>Expenses</b>					
Operating and administrative expenses	3,633,257	187,704	972,160	(885,277)	3,907,844
Directors and managements' remuneration	49,388	24,264	8,682	-	82,334
Bad debts and doubtful accounts	2,254,985	31,419	-	-	2,286,404
Loss on impairment of investment	6,368	-	-	-	6,368
Loss on sale and write off of leasehold improvement and equipment and intangible assets	4,918	-	290	-	5,208
Finance cost	1,006,033	34,541	1,270	(992)	1,040,852
<b>Total expenses</b>	<b>6,954,949</b>	<b>277,928</b>	<b>982,402</b>	<b>(886,269)</b>	<b>7,329,010</b>
Share of loss from investment in associate	-	-	-	(1,335)	(1,335)
<b>Profit (loss) before income tax expense</b>	<b>1,460,521</b>	<b>4,504</b>	<b>183,607</b>	<b>(49,335)</b>	<b>1,599,297</b>
Income tax expense	265,045	2,287	36,961	-	304,293
<b>Net income (loss) for the period</b>	<b>1,195,476</b>	<b>2,217</b>	<b>146,646</b>	<b>(49,335)</b>	<b>1,295,004</b>

**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the six-month period ended August 31, 2016**

	Retail finance services		Other domestic	Elimination	Total
	Domestic Baht '000	Foreign Baht '000	Business Baht '000	Baht '000	Baht '000
<b>Revenues</b>					
Revenue from external customers	8,095,661	210,991	473,401	-	8,780,053
Inter - segment revenues	244,105	-	619,737	(863,842)	-
<b>Total revenues</b>	<b>8,339,766</b>	<b>210,991</b>	<b>1,093,138</b>	<b>(863,842)</b>	<b>8,780,053</b>
<b>Expenses</b>					
Operating and administrative expenses	3,384,302	163,000	971,780	(817,851)	3,701,231
Directors and managements' remuneration	33,973	20,983	10,501	-	65,457
Bad debts and doubtful accounts	2,528,181	21,446	-	-	2,549,627
Loss on sale and write off of leasehold improvement and equipment and intangible assets	3,706	1	12	-	3,719
Finance cost	1,069,445	14,226	992	(992)	1,083,671
<b>Total expenses</b>	<b>7,019,607</b>	<b>219,656</b>	<b>983,285</b>	<b>(818,843)</b>	<b>7,403,705</b>
Share of profit from investment in associate	-	-	-	42	42
<b>Profit (loss) before income tax expense</b>	<b>1,320,159</b>	<b>(8,665)</b>	<b>109,853</b>	<b>(44,957)</b>	<b>1,376,390</b>
Income tax expense	252,657	2,532	23,935	-	279,124
<b>Net income (loss) for the period</b>	<b>1,067,502</b>	<b>(11,197)</b>	<b>85,918</b>	<b>(44,957)</b>	<b>1,097,266</b>

21.2 Financial positions classified by business are as follows:

CONSOLIDATED FINANCIAL STATEMENTS					
“Unaudited”					
As at August 31, 2017					
	Retail finance services		Other business	Elimination	Total
	Domestic Baht '000	Foreign Baht '000	Domestic Baht '000	Baht '000	Baht '000
Accounts receivable and other receivable	67,057,836	1,929,653	480,174	(308,529)	69,159,134
Leasehold improvement and equipment and intangible assets	1,065,896	139,478	242,700	(3,089)	1,444,985
Other assets	<u>6,022,654</u>	<u>235,425</u>	<u>716,091</u>	<u>(1,135,936)</u>	<u>5,838,234</u>
Total assets	<u>74,146,386</u>	<u>2,304,556</u>	<u>1,438,965</u>	<u>(1,447,554)</u>	<u>76,442,353</u>
Total liabilities	<u>60,127,831</u>	<u>1,644,575</u>	<u>532,572</u>	<u>(421,329)</u>	<u>61,883,649</u>

CONSOLIDATED FINANCIAL STATEMENTS					
As at February 28, 2017					
	Retail finance services		Other business	Elimination	Total
	Domestic Baht '000	Foreign Baht '000	Domestic Baht '000	Baht '000	Baht '000
Accounts receivable and other receivable	62,827,237	1,807,819	519,952	(409,098)	64,745,910
Leasehold improvement and equipment and intangible assets	1,207,063	152,860	279,564	(3,090)	1,636,397
Other assets	<u>6,549,401</u>	<u>208,846</u>	<u>561,748</u>	<u>(1,063,979)</u>	<u>6,256,016</u>
Total assets	<u>70,583,701</u>	<u>2,169,525</u>	<u>1,361,264</u>	<u>(1,476,167)</u>	<u>72,638,323</u>
Total liabilities	<u>57,291,650</u>	<u>1,471,558</u>	<u>553,515</u>	<u>(451,278)</u>	<u>58,865,445</u>

**22. CREDIT FACILITIES AND LETTER OF GUARANTEE**

- 22.1 As at August 31, 2017 and February 28, 2017, the Company has the unused committed and unsecured revolving credit facility agreements with some financial institutions totaling Baht 500 million and Baht 2,300 million, respectively.
- 22.2 As at August 31, 2017 and February 28, 2017, the Company has unused and unsecured overdraft facilities with various banks totaling Baht 1,480.10 million and Baht 3,060 million, respectively.
- 22.3 As at August 31, 2017 and February 28, 2017, the Company has a letter of guarantee issued by the bank to suppliers for guarantee payment of Baht 0.50 million. Such letter of guarantee is unsecured.
- 22.4 As at August 31, 2017 and February 28, 2017, two subsidiaries have letters of guarantee issued by banks in the amounts of Baht 7.97 million and Baht 7.80 million, respectively.

- 22.5 As at August 31, 2017 and February 28, 2017, the Company has outstanding standby letters of credit issued by two banks not exceeding USD 2.99 million and USD 2.30 million, respectively. In addition, the Company has letters of guarantee issued by the Company for guarantee repayment of two subsidiaries' loans of not exceeding USD 16.64 million and LAK 8,300 million as at August 31, 2017 and not exceeding USD 12.64 million and LAK 8,300 million as at February 28, 2017.

### **23. SALE OF WRITTEN-OFF ACCOUNTS RECEIVABLE**

On December 20, 2016, the Company sold written-off accounts receivable under loan agreements, hire-purchase agreements and credit card agreements to a local company (the "buyer") with the purchase price of Baht 346.35 million and the value-added tax of hire-purchase receivables of Baht 0.62 million, totaling Baht 346.97 million. At the same date, the Company entered into the "Asset Sale and Purchase Agreement" with the buyer. The agreement sets out the conditions and terms in respect of the sales, assignment and conveyance of the Company's rights, title, claim, obligation, liability and interest in the written-off accounts receivable under loan agreements, hire-purchase receivables and credit card agreements. As at December 20, 2016, the closing date as specified in the agreement, the Company received the initial payment of Baht 57.83 million from the purchaser. The purchaser agrees to pay the remaining amount of purchase price amounting to Baht 289.14 million in five installments of Baht 57.83 million per each, on January 20, 2017, February 20, 2017, March 20, 2017, April 20, 2017 and the delivery date, respectively. The Company recognized income from sale of written-off accounts receivable after claim for damages from sales of loans receivable totaling Baht 346.35 million in the consolidated and separate statements of profit or loss for the year ended February 28, 2017.

Subsequently, on January 20, 2017 and February 20, 2017, the Company has already received cash proceeds of Baht 115.66 million as specified in the agreement, and recorded outstanding receivables of Baht 173.48 million as other receivables in the consolidated and separate statements of financial position as at February 28, 2017.

During the six-month period ended August 31, 2017, the Company has already received cash proceeds of the remaining balance as specified in the agreement.

### **24. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS**

These interim financial statements were approved for issuing by the Company's authorized director and the Audit Committee on October 2, 2017.