

**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 November 20, 2015 and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and the consolidated and separate statements of changes in shareholders' equity and cash flows for the nine-month period then ended, 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 No. 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
December 21, 2015

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 NOVEMBER 20, 2015

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		November 20,	February 20,	November 20,	February 20,
		2015	2015	2015	2015
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	5.1	2,657,835	2,769,448	2,111,908	2,218,371
Accounts receivable and other receivables					
Accounts receivable	6	58,594,075	55,290,320	56,653,699	54,692,829
Other receivables		270,726	209,713	357,405	324,619
Seller loans in Special Purpose Vehicles					
for Securitization due within one year	9	-	-	1,918,655	-
Subordinated lendings due within one year	10	1,399,352	-	1,399,352	-
Receivables per currency swap contracts	14 and 16	793,215	341,989	793,215	341,989
Short-term loan to a related party	7	-	-	100,000	-
Other current assets		62,712	55,160	39,630	38,787
Total Current Assets		<u>63,777,915</u>	<u>58,666,630</u>	<u>63,373,864</u>	<u>57,616,595</u>
NON-CURRENT ASSETS					
Accounts receivable	6	1,238,379	1,194,777	634,991	764,250
Fixed deposits at banks under obligations		34,299	21,958	-	-
Investments in associates	8.1 and 8.2	40,532	37,235	16,819	16,819
Investments in subsidiaries	8.2	-	-	957,412	720,255
Other long-term investments					
Related companies	8.3	26,717	26,717	26,717	26,717
Seller loans in Special Purpose Vehicles					
for Securitization	9	-	-	-	232,008
Subordinated lendings	10	-	1,399,352	25,041	1,399,352
Leasehold improvement and equipment		1,038,338	1,029,777	707,265	850,316
Intangible assets		700,607	737,417	529,556	613,366
Receivables per currency swap contracts	14 and 16	2,153,333	623,217	2,153,333	623,217
Deferred tax assets	11	526,999	481,224	498,788	454,765
Other non-current assets		194,070	173,770	154,345	159,391
Total Non-Current Assets		<u>5,953,274</u>	<u>5,725,444</u>	<u>5,704,267</u>	<u>5,860,456</u>
TOTAL ASSETS		<u><u>69,731,189</u></u>	<u><u>64,392,074</u></u>	<u><u>69,078,131</u></u>	<u><u>63,477,051</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 NOVEMBER 20, 2015

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		November 20,	February 20,	November 20,	February 20,
		2015	2015	2015	2015
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdrafts and short-term borrowings					
from financial institutions	12	6,846,583	3,155,305	6,440,000	2,800,000
Short-term borrowing from a related company	13	-	-	-	50,000
Accounts payable and other payables					
Accounts payable		471,485	495,555	406,890	362,421
Other payables		1,305,371	1,297,242	1,902,133	1,436,025
Current portion of :					
Long-term borrowings	14	10,915,531	10,040,561	10,915,531	10,040,561
Long-term debentures	16	539,876	652,646	539,876	652,646
Accrued income tax		158,326	314,468	132,830	282,910
Payables per currency swap contracts	14	125,155	541,568	125,155	541,568
Other current liabilities		281,916	75,231	243,090	61,234
Total Current Liabilities		<u>20,644,243</u>	<u>16,572,576</u>	<u>20,705,505</u>	<u>16,227,365</u>
NON-CURRENT LIABILITIES					
Long-term borrowings	14	28,081,849	28,197,261	27,716,506	27,866,130
Long-term borrowings under					
securitization project	15	-	-	493,099	-
Long-term debentures	16	8,046,515	6,910,366	7,636,046	6,910,366
Payables per currency swap contracts	14	1,377,099	2,190,317	1,377,099	2,190,317
Subordinated borrowings	10	25,041	-	-	-
Employee benefit obligations	17	90,425	76,220	64,022	71,346
Other non-current liabilities		645	514	645	10,983
Total Non-Current Liabilities		<u>37,621,574</u>	<u>37,374,678</u>	<u>37,287,417</u>	<u>37,049,142</u>
TOTAL LIABILITIES		<u>58,265,817</u>	<u>53,947,254</u>	<u>57,992,922</u>	<u>53,276,507</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT NOVEMBER 20, 2015

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		November 20,	February 20,	November 20,	February 20,
		2015	2015	2015	2015
LIABILITIES AND SHAREHOLDERS' EQUITY					
(CONTINUED)					
SHAREHOLDERS' EQUITY	18				
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 SHARE CAPITAL		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		5,784,461	4,842,294	5,482,209	4,597,544
OTHER COMPONENTS OF EQUITY					
Exchange differences on translating financial statements of foreign operations		(1,133)	(1,119)	-	-
EQUITY ATTRIBUTABLE TO					
OWNERS OF THE PARENT		11,386,328	10,444,175	11,085,209	10,200,544
NON-CONTROLLING INTERESTS		79,044	645	-	-
TOTAL SHAREHOLDERS' EQUITY		11,465,372	10,444,820	11,085,209	10,200,544
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		69,731,189	64,392,074	69,078,131	63,477,051

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 NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2015	2014	2015	2014
REVENUES					
Credit card income		1,649,555	1,567,391	1,552,927	1,470,860
Loan income		2,241,373	2,208,186	2,217,629	2,199,261
Hire-purchase income		110,040	103,809	52,464	63,793
Other income					
Bad debt recovery		125,890	146,078	122,434	144,336
Gain on sales of written-off accounts receivable	25	109,464	128,186	109,464	128,186
Collection service income		81,225	67,715	3,808	6,857
Commission income		113,116	60,802	-	-
Gain (loss) on sale of leasehold improvement and equipment and intangible assets		(352)	(45)	(352)	8
Others		97,879	61,169	28,515	29,908
Total other income		527,222	463,905	263,869	309,295
Total Revenues		4,528,190	4,343,291	4,086,889	4,043,209
EXPENSES					
Operating and administrative expenses		1,953,903	1,725,728	1,674,960	1,570,699
Directors and managements' remuneration	20	32,502	29,022	18,602	16,224
Bad debts and doubtful accounts		1,264,579	1,291,706	1,199,759	1,244,987
Finance cost		579,482	606,271	569,815	574,332
Total Expenses		3,830,466	3,652,727	3,463,136	3,406,242
Share of profit from investments in associates		1,044	18,261	-	-
INCOME BEFORE INCOME TAX EXPENSE		698,768	708,825	623,753	636,967
INCOME TAX EXPENSE	21	143,408	140,513	115,853	117,325
NET PROFIT FOR THE PERIOD		555,360	568,312	507,900	519,642
NET PROFIT (LOSS) ATTRIBUTABLE TO :					
Owners of the parent		549,667	568,441	507,900	519,642
Non-controlling interests		5,693	(129)	-	-
		555,360	568,312	507,900	519,642
BASIC EARNINGS PER SHARE	BAHT	2.20	2.27	2.03	2.08
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	SHARES	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 NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2015	2014	2015	2014
Net profit for the period	555,360	568,312	507,900	519,642
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	(9,217)	(3,476)	-	-
- Non-controlling interests	5,309	5	-	-
Other comprehensive income (loss) for the period,				
net of income tax	(3,908)	(3,471)	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>551,452</u>	<u>564,841</u>	<u>507,900</u>	<u>519,642</u>
TOTAL COMPREHENSIVE INCOME (LOSS)				
ATTRIBUTABLE TO :				
Owners of the parent	540,450	564,965	507,900	519,642
Non-controlling interests	11,002	(124)	-	-
	<u>551,452</u>	<u>564,841</u>	<u>507,900</u>	<u>519,642</u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF PROFIT OR LOSS
FOR THE NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2015	2014	2015	2014
REVENUES					
Credit card income		4,876,398	4,535,077	4,577,751	4,198,412
Loan income		6,583,950	6,483,493	6,520,274	6,468,650
Hire-purchase income		320,543	300,362	163,417	187,721
Other income					
Bad debt recovery		414,282	464,321	404,002	460,623
Gain on sales of written-off accounts receivable	25	300,133	606,863	300,133	606,863
Collection service income		164,849	190,957	12,805	20,149
Commission income		348,923	185,574	-	-
Gain (loss) on sale of leasehold improvement and equipment and intangible assets		(695)	226	4,951	279
Dividend income		-	-	90,708	52,908
Others		250,860	178,167	103,379	91,603
Total other income		1,478,352	1,626,108	915,978	1,232,425
Total Revenues		13,259,243	12,945,040	12,177,420	12,087,208
EXPENSES					
Operating and administrative expenses		5,535,066	5,041,474	4,880,804	4,631,005
Directors and managements' remuneration	20	99,253	92,768	59,826	61,625
Bad debts and doubtful accounts		3,623,487	3,778,678	3,444,712	3,581,379
Finance cost		1,736,236	1,760,712	1,665,288	1,669,499
Total Expenses		10,994,042	10,673,632	10,050,630	9,943,508
Share of profit from investments in associates		3,297	18,261	-	-
INCOME BEFORE INCOME TAX EXPENSE		2,268,498	2,289,669	2,126,790	2,143,700
INCOME TAX EXPENSE	21	456,971	461,297	379,799	396,349
NET PROFIT FOR THE PERIOD		1,811,527	1,828,372	1,746,991	1,747,351
NET PROFIT (LOSS) ATTRIBUTABLE TO :					
Owners of the parent		1,804,493	1,829,211	1,746,991	1,747,351
Non-controlling interests		7,034	(839)	-	-
		1,811,527	1,828,372	1,746,991	1,747,351
BASIC EARNINGS PER SHARE	BAHT	7.22	7.31	6.99	6.99
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	SHARES	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 NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2015	2014	2015	2014
Net profit for the period	1,811,527	1,828,372	1,746,991	1,747,351
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	(14)	(9,500)	-	-
- Non-controlling interests	7,108	(58)	-	-
Other comprehensive loss for the period, net of income tax	7,094	(9,558)	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>1,818,621</u>	<u>1,818,814</u>	<u>1,746,991</u>	<u>1,747,351</u>
TOTAL COMPREHENSIVE INCOME (LOSS)				
ATTRIBUTABLE TO :				
Owners of the parent	1,804,479	1,819,711	1,746,991	1,747,351
Non-controlling interests	14,142	(897)	-	-
	<u>1,818,621</u>	<u>1,818,814</u>	<u>1,746,991</u>	<u>1,747,351</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 NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
 "UNAUDITED"

BAHT '000

Notes	CONSOLIDATED FINANCIAL STATEMENTS							Non- controlling interests	Total shareholders' equity	
	Issued and paid-up share capital	Premium on ordinary shares	Owners of the parent Retained earnings		Other components of equity	Total owners of the parent				
			Appropriated Legal reserve	Unappropriated Reserve for business expansion	Exchange differences on translating financial statements of foreign operations					
Beginning balance, as at February 21, 2014	250,000	478,000	25,000	4,850,000	3,292,818	9,954	8,905,772	1,677	8,907,449	
Changes during the period										
Dividend paid	18.1	-	-	-	(462,495)	-	(462,495)	(15)	(462,510)	
Interim dividend paid	18.2	-	-	-	(399,995)	-	(399,995)	-	(399,995)	
Net profit (loss) for the period		-	-	-	1,829,211	-	1,829,211	(839)	1,828,372	
Other comprehensive loss		-	-	-	-	(9,500)	(9,500)	(58)	(9,558)	
Ending balance, as at November 20, 2014		<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>4,259,539</u>	<u>454</u>	<u>9,862,993</u>	<u>765</u>	<u>9,863,758</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000

Notes	CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)							Non-controlling interests	Total shareholders' equity
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other components of equity	Total owners of the parent			
			Appropriated	Unappropriated	Exchange differences on translating financial statements of foreign operations				
			Legal reserve	Reserve for business expansion					
Beginning balance, as at February 21, 2015	250,000	478,000	25,000	4,850,000	4,842,294	(1,119)	10,444,175	645	10,444,820
Changes during the period									
Increase in share capital from non-controlling interests in subsidiaries	8.2	-	-	-	-	-	-	64,302	64,302
Capital repayment from dissolution in a subsidiary	18.5	-	-	-	-	-	-	(30)	(30)
Dividend paid	18.3	-	-	-	(462,328)	-	(462,328)	(15)	(462,343)
Interim dividend paid	18.4	-	-	-	(399,998)	-	(399,998)	-	(399,998)
Net profit for the period		-	-	-	1,804,493	-	1,804,493	7,034	1,811,527
Other comprehensive income (loss)		-	-	-	-	(14)	(14)	7,108	7,094
Ending balance, as at November 20, 2015	<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>5,784,461</u>	<u>(1,133)</u>	<u>11,386,328</u>	<u>79,044</u>	<u>11,465,372</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 NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“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	Reserve for business expansion		Unappropriated
Beginning balance, as at February 21, 2014		250,000	478,000	25,000	4,850,000	3,165,094	8,768,094
Changes during the period							
Dividend paid	18.1	-	-	-	-	(462,495)	(462,495)
Interim dividend paid	18.2	-	-	-	-	(399,995)	(399,995)
Net profit for the period		-	-	-	-	1,747,351	1,747,351
Ending balance, as at November 20, 2014		<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>4,049,955</u>	<u>9,652,955</u>
Beginning balance, as at February 21, 2015		250,000	478,000	25,000	4,850,000	4,597,544	10,200,544
Changes during the period							
Dividend paid	18.3	-	-	-	-	(462,328)	(462,328)
Interim dividend paid	18.4	-	-	-	-	(399,998)	(399,998)
Net profit for the period		-	-	-	-	1,746,991	1,746,991
Ending balance, as at November 20, 2015		<u>250,000</u>	<u>478,000</u>	<u>25,000</u>	<u>4,850,000</u>	<u>5,482,209</u>	<u>11,085,209</u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000

	Note	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2015	2014	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit before income tax expense		2,268,498	2,289,669	2,126,790	2,143,700
Adjustments for:					
Shares of profit from investments in associates		(3,297)	(18,261)	-	-
Bad debts and doubtful accounts		3,623,487	3,778,678	3,444,712	3,581,379
Gain on devaluation in long-term borrowings under securitization project		-	-	1,086	-
Depreciation		250,981	219,375	199,461	187,163
Amortization of intangible assets		184,327	195,984	159,891	173,012
Employee benefit expense		15,196	11,867	11,482	10,409
Gain on sale of written-off accounts receivable		(300,133)	(606,863)	(300,133)	(606,863)
(Gain) loss on sale of leasehold improvement and equipment		695	(226)	(4,115)	(279)
Gain on sale of intangible assets		-	-	(836)	-
Loss on written-off of leasehold improvement and equipment		-	-	-	-
Interest income		(4,843,548)	(6,457,261)	(4,187,217)	(5,809,225)
Dividend income		-	-	(90,708)	(52,908)
Finance cost		1,736,236	1,760,712	1,665,288	1,669,499
		<u>2,932,442</u>	<u>1,173,674</u>	<u>3,025,701</u>	<u>1,295,887</u>
Operating assets (increase) decrease					
Accounts receivable and other receivables		(6,852,532)	(7,088,528)	(10,888,064)	(11,720,370)
Other current assets		(11,124)	(2,581)	(843)	(576)
Other non-current assets		(31,313)	(27,332)	(5,970)	(21,380)
Operating liabilities increase (decrease)					
Accounts payable and other payables		152,565	36,036	167,850	102,204
Other current liabilities		206,685	95,879	181,856	101,260
Other non-current liabilities		131	(11,532)	(10,338)	4,399
Cash paid for operations		(3,603,146)	(5,824,384)	(7,529,808)	(10,238,576)
Proceeds from interest income		4,719,727	6,332,224	4,081,699	5,682,063
Dividend received		-	-	90,708	52,908
Finance cost paid		(1,888,304)	(1,843,207)	(1,801,217)	(1,751,875)
Income tax paid		(658,888)	(782,301)	(573,901)	(644,071)
Retirement benefits paid		(991)	(1,557)	(18,806)	(1,557)
Net cash used in operating activities		<u>(1,431,602)</u>	<u>(2,119,225)</u>	<u>(5,751,325)</u>	<u>(6,901,108)</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“UNAUDITED”

	Note	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2015	2014	2015	2014
CASH FLOWS FROM INVESTING ACTIVITIES					
Cash paid for fixed deposits at banks under obligations		(12,341)	(145)	-	-
Cash paid for purchases of leasehold improvement and equipment		(251,116)	(491,537)	(135,822)	(374,410)
Cash paid for purchases of intangible assets		(148,952)	(327,039)	(101,148)	(245,172)
Proceeds from sale of leasehold improvement and equipment		-	5,469	-	5,366
Cash paid for short-term loan to a related party		-	-	(100,000)	-
Proceeds from capital refund from a subsidiary		-	-	10	-
Capital refund paid from dissolution in a subsidiary	(30)	-	-	-	-
Cash paid for investment in subsidiaries		-	-	(237,167)	(157,227)
Cash paid for purchase investment in a subsidiary from non-controlling interest		(1,783)	-	-	-
Net cash used in investing activities		<u>(414,222)</u>	<u>(813,252)</u>	<u>(574,127)</u>	<u>(771,443)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from sale of additional revolving receivables under securitization projects		-	-	4,659,796	5,063,722
Proceeds from sale of written-off accounts receivable		245,494	423,101	245,494	423,101
Proceeds from long-term subordinate loans under securitization project		25,041	-	-	-
Proceeds from bank overdrafts and short-term loans from financial institutions		155,712,872	69,144,329	153,525,990	67,676,275
Cash repayments for bank overdrafts and short-term borrowings from financial institutions		(152,021,594)	(68,358,999)	(149,885,990)	(66,866,275)
Cash repayments for short-term borrowing from a related party		-	-	(50,000)	-
Proceeds from long-term borrowings		7,972,600	8,238,311	7,972,600	7,913,150
Cash repayments for long-term borrowings		(9,772,368)	(8,182,650)	(9,806,580)	(8,182,650)
Proceeds from long-term borrowings under securitization project		-	-	528,929	-
Cash repayments for long-term borrowings securitization project		-	-	(59,784)	-
Proceeds from long-term debentures		1,007,329	2,658,000	596,860	2,658,000
Cash repayments for long-term debentures		(646,000)	-	(646,000)	-
Cash payments for finance lease agreements		-	(1,320)	-	-
Proceeds from ordinary shares issued of a subsidiary		66,084	-	-	-
Dividend paid		(462,343)	(462,510)	(462,328)	(462,495)
Interim dividend paid		(399,998)	(399,995)	(399,998)	(399,995)
Net cash provided by financing activities		<u>1,727,117</u>	<u>3,058,267</u>	<u>6,218,989</u>	<u>7,822,833</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED NOVEMBER 20, 2015
“UNAUDITED”

BAHT '000					
	Note	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2015	2014	2015	2014
Net increase (decrease) in cash and cash equivalents		(118,707)	125,790	(106,463)	150,282
Increase (decrease) in exchange differences on translating financial statements of foreign operations		7,094	(9,558)	-	-
Cash and cash equivalents at beginning of the period		2,769,448	2,434,732	2,218,371	1,801,656
Cash and cash equivalents at the end of the period	5.1	2,657,835	2,550,964	2,111,908	1,951,938

See condensed notes to the financial statements

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED NOVEMBER 20, 2015
“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 Company Limited 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, 27th 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., incorporate in Japan, is the ultimate parent company of the group.

The Company has subsidiaries which are under its control in finance and operations as mentioned in Note 2.4.

2. BASIS FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

2.1 The Company and its subsidiaries maintain its accounting records in Thai Baht and prepare its statutory financial statements in the Thai language in conformity with Thai Financial Reporting Standards (TFRSs) and accounting practices generally accepted in Thailand.

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

2.2 The interim consolidated and separate financial statements are prepared in compliance with Thai Accounting Standard No. 34 (Revised 2014) “Interim Financial Reporting” and practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements. Additional information is disclosed in accordance with the regulations of the Securities and Exchange Commission (the SEC).

2.3 The interim consolidated and separate financial statements for the three-month and nine-month periods ended November 20, 2015 and 2014 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 20, 2015, 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.

2.4 The interim consolidated financial statements for the three-month and nine-month periods ended November 20, 2015 and 2014 include the accounts of the Company and its subsidiaries by eliminating significant intercompany balances and transactions.

For the three-month and nine-month periods ended November 20, 2015 and 2014, the subsidiaries included in the consolidated financial statements are as follows:

	Business type	Country of Registration	Registration Date	Percentage of direct and indirect holdings	
				2015	2014
Eternal 4 Special Purpose Vehicle Company Limited*	Special purpose juristic person in securitization Projects	Thailand	February 22, 2007	-	26.00
Eternal 5 Special Purpose Vehicle Company Limited**	Special purpose juristic person in securitization Projects	Thailand	April 5, 2010	26.00	26.00
Eternal 6 Special Purpose Vehicle Company Limited	Special purpose juristic person in securitization projects	Thailand	March 14, 2013	26.00	26.00
AEON Microfinance (Cambodia) Private Company Limited	Retail finance business	Cambodia	October 5, 2011	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
ACS Servicing (Thailand) Company Limited	Collection servicer	Thailand	March 13, 2007	100.00	100.00
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	98.56
ATS Rabbit Special Purpose Vehicle Company Limited****	Special purpose juristic person in securitization projects	Thailand	March 20, 2015	48.75	-

* Eternal 4 Special Purpose Vehicle Company Limited had registered the dissolution and the liquidation with the Department of Business Development, Ministry of Commerce on February 20, 2013, and June 17, 2015, respectively (see Notes 6.5 and 8.2).

** Eternal 5 Special Purpose Vehicle Company Limited had already registered the dissolution with the Department of Business Development, Ministry of Commerce on August 20, 2013. Eternal 5 is under the liquidation process (see Notes 6.5 and 8.2).

*** The Company holds shares indirectly 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 nine-month periods ended November 20, 2015 included equity interests in associate.

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 and have been considered to appropriate adjustments of significant transactions of the subsidiaries which the fiscal reporting period is different from the Company.

- 2.5 Certain financial information which is normally included in the annual financial statements prepared in accordance with the Thai Financial Reporting Standards (TFRSs), but which is not required for interim reporting purposes, has been omitted. In addition, the interim financial statements for the three-month and nine-month periods ended November 20, 2015 should be read in conjunction with the audited financial statements for the year ended February 20, 2015.
- 2.6 Preparation of financial statements in conformity with the Thai Financial Reporting Standards (TFRSs), requires the Company's management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. Although management has exercised judgment reasonably on these matters under the current events, actual result may differ from such estimates.
- 2.7 The unaudited results of operations presented in the three-month and nine-month periods ended November 20, 2015 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.8 Thai Financial Reporting Standards affecting the presentation and/or disclosure in the current year financial statements

The Federation of Accounting Professions has issued the Notifications regarding Thai Financial Reporting Standards (TFRSs) which are effective for the financial statements for the period beginning on or after January 1, 2015 onwards, as follows:

Thai Accounting Standards ("TAS")

TAS 1 (Revised 2014)	Presentation of Financial Statements
TAS 2 (Revised 2014)	Inventories
TAS 7 (Revised 2014)	Statement of Cash Flows
TAS 8 (Revised 2014)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2014)	Events after the Reporting Period
TAS 11 (Revised 2014)	Construction Contracts
TAS 12 (Revised 2014)	Income Taxes
TAS 16 (Revised 2014)	Property, Plant and Equipment
TAS 17 (Revised 2014)	Leases
TAS 18 (Revised 2014)	Revenue
TAS 19 (Revised 2014)	Employee Benefits
TAS 20 (Revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2014)	The Effects of Changes in Foreign Exchange Rate
TAS 23 (Revised 2014)	Borrowing Costs
TAS 24 (Revised 2014)	Related Party Disclosures
TAS 26 (Revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2014)	Separate Financial Statements
TAS 28 (Revised 2014)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2014)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2014)	Earnings per Share
TAS 34 (Revised 2014)	Interim Financial Reporting
TAS 36 (Revised 2014)	Impairment of Assets
TAS 37 (Revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2014)	Intangible assets
TAS 40 (Revised 2014)	Investment Property

Thai Financial Reporting Standards (“TFRS”)

TFRS 2 (Revised 2014)	Share - Based Payment
TFRS 3 (Revised 2014)	Business Combinations
TFRS 5 (Revised 2014)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2014)	Exploration for and Evaluation of Mineral Assets
TFRS 8 (Revised 2014)	Operating Segments
TFRS 10	Consolidated Financial Statements
TFRS 11	Joint Arrangements
TFRS 12	Disclosure of Interests in Other Entities
TFRS 13	Fair Value Measurement

Thai Accounting Standards Interpretations (“TSIC”)

TSIC 10 (Revised 2014)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2014)	Operating Leases - Incentives
TSIC 25 (Revised 2014)	Income Taxes - Change in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (Revised 2014)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 29 (Revised 2014)	Disclosure - Service Concession Arrangements
TSIC 31 (Revised 2014)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2014)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (“TFRIC”)

TFRIC 1 (Revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2014)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2014)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2014)	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2014)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2014)	Service Concession Arrangements
TFRIC 13 (Revised 2014)	Customer Loyalty Programmes
TFRIC 14	TAS 19 (Revised 2014) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2014)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2014)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2014)	Transfers of Assets from Customers
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine

Above TFRSs have no material impact on these financial statements, except for the following:

Impact of the application of TFRS 13 “Fair Value Measurement”

The Group has applied TFRS 13 for the first time in the current year. TFRS 13 establishes a single source of guidance for fair value measurements and disclosures about fair value measurements. The scope of TFRS 13 is broad; the fair value measurement requirements of TFRS 13 apply to both financial instrument items and non-financial instrument items for which other TFRSs require or permit fair value measurements and disclosures about fair value measurements, except for share-based payment transactions that are within the scope of TFRS 2 (Revised 2014) “Share-based Payment”, leasing transactions that are within the scope of TAS 17 (Revised 2014) “Leases”, and measurements that have some similarities to fair value but are not fair value (e.g. net realizable value for the purposes of measuring inventories or value in use for impairment assessment purposes).

TFRS 13 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions. Fair value under TFRS 13 is an exit price regardless of whether that price is directly observable or estimated using another valuation technique. Also, TFRS 13 includes extensive disclosure requirements.

TFRS 13 requires prospective application for the financial statements for the periods beginning on or after January 1, 2015 onwards. In addition, specific transitional provisions were given to entities such that they need not apply the disclosure requirements set out in the Standard in comparative information provided for periods before the initial application of this Standard. Therefore, in accordance with these transitional provisions, the Group has not made any new disclosures required by TFRS 13 for the 2014 comparative period. Other than the additional disclosures in the annual financial statements, the application of TFRS 13 has not had any material impact on the amounts recognized in the financial statements.

Moreover, the Federation of Accounting Professions has issued the Notifications regarding the Conceptual Framework for Financial Reporting (Revised 2015) which is announced in the Royal Gazette and effective on November 6, 2015 onwards. The Company's and its subsidiaries' management has assessed the impact of above Conceptual Framework for Financial Reporting and believes that it will not have material impact on the financial statements for the period in which it is initially applied.

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

The Federation of Accounting Professions has issued the Notifications regarding Thai Financial Reporting Standards (TFRSs) which are effective for the financial statements for the period beginning on or after January 1, 2016 onwards, as follows:

Thai Accounting Standards (“TAS”)

TAS 1 (Revised 2015)	Presentation of Financial Statements
TAS 2 (Revised 2015)	Inventories
TAS 7 (Revised 2015)	Statement of Cash Flows
TAS 8 (Revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2015)	Events After the Reporting Period
TAS 11 (Revised 2015)	Construction Contracts
TAS 12 (Revised 2015)	Income Taxes
TAS 16 (Revised 2015)	Property, Plant and Equipment
TAS 17 (Revised 2015)	Leases
TAS 18 (Revised 2015)	Revenue
TAS 19 (Revised 2015)	Employee Benefits
TAS 20 (Revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2015)	The Effects of Changes in Foreign Exchange Rate

Thai Accounting Standards (“TAS”) (Continued)

TAS 23 (Revised 2015)	Borrowing Costs
TAS 24 (Revised 2015)	Related Party Disclosures
TAS 26 (Revised 2015)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2015)	Separate Financial Statements
TAS 28 (Revised 2015)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2015)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2015)	Earnings Per Share
TAS 34 (Revised 2015)	Interim Financial Reporting
TAS 36 (Revised 2015)	Impairment of Assets
TAS 37 (Revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2015)	Intangible assets
TAS 40 (Revised 2015)	Investment Property
TAS 41	Agriculture

Thai Financial Reporting Standards (“TFRS”)

TFRS 2 (Revised 2015)	Share - Based Payment
TFRS 3 (Revised 2015)	Business Combinations
TFRS 4 (Revised 2015)	Insurance Contracts
TFRS 5 (Revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2015)	Exploration for and Evaluation of Mineral Assets
TFRS 8 (Revised 2015)	Operating Segments
TFRS 10 (Revised 2015)	Consolidated Financial Statements
TFRS 11 (Revised 2015)	Joint Arrangements
TFRS 12 (Revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2015)	Fair Value Measurement

Thai Accounting Standards Interpretations (“TSIC”)

TSIC 10 (Revised 2015)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2015)	Operating Leases – Incentives
TSIC 25 (Revised 2015)	Income Taxes - Change in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (Revised 2015)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 29 (Revised 2015)	Disclosure - Service Concession Arrangements
TSIC 31 (Revised 2015)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2015)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (“TFRIC”)

TFRIC 1 (Revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2015)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2015)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2015)	Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2015)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2015)	Service Concession Arrangements
TFRIC 13 (Revised 2015)	Customer Loyalty Programmes
TFRIC 14 (Revised 2015)	TAS 19 (Revised 2015) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2015)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2015)	Transfers of Assets from Customers
TFRIC 20 (Revised 2015)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21	Levies

Guideline on Accounting regarding Recognition and Measurement of Bearer Plants

The Company's and its subsidiaries' management will adopt such TFRSs in the preparation of the Company's and its subsidiaries' financial statements when it becomes effective.

The Company's and its subsidiaries' management is in the process to assess the impact of this TFRSs on the financial statements of the Company and its subsidiaries 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 20, 2015, except the adoption of new and revised Thai Financial Reporting Standards as described in Note 2 and Securitization Project which were approved by the SEC on October 2, 2015. Accounting policies which significantly changed are as follows:

3.1 Fair value measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of TFRS 2 (Revised 2014), leasing transactions that are within the scope of TAS 17 (Revised 2014), and measurements that have some similarities to fair value but are not fair value, such as net realizable value in TAS 2 (Revised 2014) or value in use in TAS 36 (Revised 2014).

In addition, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 Inputs are inputs, other than quoted prices included within Level 1, which are observable for the asset or liability, either directly or indirectly.
- Level 3 Inputs are unobservable inputs for the asset or liability.

3.2 Securitization Project which were approved by the SEC on October 2, 2015

The Company has adopted the “Draft Accounting Guideline for Derecognition of Financial Assets and Liabilities” issued by the FAP before the effective date for securitization transactions under the Project which was approved by the SEC on October 2, 2015 for ATS Rabbit Special Purpose Vehicle Company Limited.

The financial assets will be derecognized when the contractual rights to the cash flows from the assets expire, or when the Company transfers the financial assets and substantially all the risks and rewards of ownership of the assets to another party and no control the transferred assets. If the transferred assets do not qualify to derecognition, the Company continues to recognize the financial assets in its entirety and an associated liability or collateralized borrowing for amount it may have to pay. These financial assets and an associated liability or collateralized borrowing will be separately presentation.

If the transferred assets are qualify to derecognition, the difference between the financial assets’ carrying amount and the consideration received will be recognized in profit and loss.

4. CHANGES IN ACCOUNTING ESTIMATES

Allowance for doubtful accounts and bad debts

For the year ended February 20, 2015, the Company and subsidiaries’ allowance for doubtful accounts have been complied with the notification of the Office of the Securities and Exchange Commission. The Company and subsidiaries provide allowance for doubtful accounts fully for all receivables which are 3 installments contractually past due and over. The Company has written off debts that are determined to be irrecoverable.

Furthermore, the Company and subsidiaries had set aside an additional allowance for doubtful accounts by taking into consideration the estimated collection losses on receivables at the end of the year. Such estimated losses are based on the Company’s collection experience.

Effective from February 21, 2015, the Company changed its accounting estimates for calculating allowance for doubtful accounts on accounts receivable to a collective approach by classifying a group of loans having similar credit risk characteristics based on the historical loss experience of each loan category. Such change in accounting estimates is not material to the interim financial statements.

However, the Company’s allowance for doubtful accounts shall not be less than allowance for doubtful accounts fully provided for all receivables over 3 installments contractually past due, in order to comply with the notification of the Office of the Securities and Exchange Commission.

5. SUPPLEMENTARY DISCLOSURES OF CASH FLOW INFORMATION

5.1 Cash and cash equivalents are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at	As at	As at	As at
November 20,	February 20,	November 20,	February 20,	
2015	2015	2015	2015	
Baht’ 000	Baht’ 000	Baht’ 000	Baht’ 000	
Cash	1,125,235	1,079,340	1,113,314	1,071,275
Deposits at bank - call deposits	1,532,600	1,677,808	998,594	1,147,096
Fixed deposits with maturity within 3 months from acquisition date	-	12,300	-	-
Cash and cash equivalents	<u>2,657,835</u>	<u>2,769,448</u>	<u>2,111,908</u>	<u>2,218,371</u>

5.2 Cash paid for purchase of leasehold improvement and equipment and intangible assets for the nine-month periods ended November 20, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2015	2014	2015	2014
	Baht ’000	Baht ’000	Baht ’000	Baht ’000
Leasehold improvement and equipment				
Liabilities recorded - brought forward	8,848	34,487	8,848	34,487
Purchase of leasehold improvement and equipment	<u>256,666</u>	<u>530,347</u>	<u>141,372</u>	<u>413,220</u>
	265,514	564,834	150,220	447,707
<u>Less</u> Cash payments for purchase of leasehold improvement and equipment	<u>(251,116)</u>	<u>(491,537)</u>	<u>(135,822)</u>	<u>(374,410)</u>
Liabilities recorded - carried forward	<u>14,398</u>	<u>73,297</u>	<u>14,398</u>	<u>73,297</u>
Intangible assets				
Liabilities recorded - brought forward	17,015	11,717	17,015	11,717
Purchase of intangible assets	<u>147,517</u>	<u>334,195</u>	<u>99,713</u>	<u>252,328</u>
	164,532	345,912	116,728	264,045
<u>Less</u> Cash payments for investment in intangible assets	<u>(148,952)</u>	<u>(327,039)</u>	<u>(101,148)</u>	<u>(245,172)</u>
Liabilities recorded - carried forward	<u>15,580</u>	<u>18,873</u>	<u>15,580</u>	<u>18,873</u>

5.3 During the nine-month periods ended November 20, 2015 and 2014, the Company had non-cash item relating to sale of the rights on credit card receivables to Eternal 6 Special Purpose Vehicle Company Limited as the Company sold additional revolving credit card receivables to the subsidiary during the revolving period or repurchased the rights on credit card receivables which was settled by increasing the Seller loan Account of Baht 1,653.54 million and decreasing Baht 114.54 million, respectively, instead of cash receipt.

- 5.4 During the nine-month period ended November 20, 2015, the Company had non-cash item relating to sale of the rights on loans receivable to ATS Rabbit Special Purpose Vehicle Company Limited as the Company sold loan receivables to such subsidiary which was settled by increasing the Subordinated lendings Account and Seller loan Account of Baht 25.04 million and Baht 33.11 million, respectively, instead of cash receipt.

6. ACCOUNTS RECEIVABLE

- 6.1 Accounts receivable consist of:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at	As at	As at	As at
	November 20,	February 20,	November 20,	February 20,
	2015	2015	2015	2015
	Baht '000	Baht '000	Baht '000	Baht '000
Accounts receivable	62,009,808	58,913,569	59,320,935	57,756,693
Accounts receivable under securitization project - ATS Rabbit Special Purpose Vehicle Company Limited	494,185	-	494,185	-
Total	62,503,993	58,913,569	59,815,120	57,756,693
<u>Less</u> Allowance for doubtful accounts	(2,671,539)	(2,428,472)	(2,526,430)	(2,299,614)
Total accounts receivable	59,832,454	56,485,097	57,288,690	55,457,079
Accounts receivable due within 1 year	58,594,075	55,290,320	56,653,699	54,692,829
Accounts receivable due after than 1 year	1,238,379	1,194,777	634,991	764,250
Total	59,832,454	56,485,097	57,288,690	55,457,079

As the securitization transaction under the Receivables Sales and Purchase Agreement for transferred rights on loans receivable with ATS Rabbit Special Purpose Vehicle Company Limited does not qualify to derecognition of financial assets according to the “Draft Accounting Guideline for Derecognition of Financial Assets and Liabilities” issued by the FAP, the Company continues to recognize the full carrying amount of these receivables (see Note 6.5).

As at November 20, 2015 and February 20, 2015, accounts receivable are as follows:

CONSOLIDATED FINANCIAL STATEMENTS						
“Unaudited”						
	As at November 20, 2015			As at February 20, 2015		
	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
Hire-purchase receivable						
Hire-purchase and accrued interest receivable	1,018,715	850,093	1,868,808	1,014,890	770,022	1,784,912
<u>Less</u> Unearned financing income	(157,066)	(49,564)	(206,630)	(177,325)	(59,087)	(236,412)
	<u>861,649</u>	<u>800,529</u>	<u>1,662,178</u>	<u>837,565</u>	<u>710,935</u>	<u>1,548,500</u>
<u>Less</u> Allowance for doubtful accounts	(54,114)	-	(54,114)	(51,820)	-	(51,820)
Hire-purchase and accrued interest receivable - net	<u>807,535</u>	<u>800,529</u>	<u>1,608,064</u>	<u>785,745</u>	<u>710,935</u>	<u>1,496,680</u>
Loans receivable						
Loans and accrued interest receivable	35,616,404	437,850	36,054,254	34,537,979	483,842	35,021,821
<u>Less</u> Allowance for doubtful accounts	(1,541,646)	-	(1,541,646)	(1,451,543)	-	(1,451,543)
Loans and accrued interest receivable - net	<u>34,074,758</u>	<u>437,850</u>	<u>34,512,608</u>	<u>33,086,436</u>	<u>483,842</u>	<u>33,570,278</u>
Credit card receivable						
Credit card and accrued interest receivable	24,704,996	-	24,704,996	22,206,948	-	22,206,948
<u>Less</u> Allowance for doubtful accounts	(1,075,779)	-	(1,075,779)	(925,109)	-	(925,109)
Credit card and accrued interest receivable - net	<u>23,629,217</u>	<u>-</u>	<u>23,629,217</u>	<u>21,281,839</u>	<u>-</u>	<u>21,281,839</u>
Receivable from rendering the collection service	32,797	-	32,797	24,592	-	24,592
Receivable from insurance broker business	49,768	-	49,768	111,708	-	111,708
Total accounts receivable	<u>58,594,075</u>	<u>1,238,379</u>	<u>59,832,454</u>	<u>55,290,320</u>	<u>1,194,777</u>	<u>56,485,097</u>

SEPARATE FINANCIAL STATEMENTS

“Unaudited”

	As at November 20, 2015			As at February 20, 2015		
	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
	Hire-purchase receivable					
Hire-purchase and accrued interest receivable	705,748	337,130	1,042,878	780,141	395,782	1,175,923
<u>Less</u> Unearned financing income	<u>(157,066)</u>	<u>(49,564)</u>	<u>(206,630)</u>	<u>(177,325)</u>	<u>(59,087)</u>	<u>(236,412)</u>
	548,682	287,566	836,248	602,816	336,695	939,511
<u>Less</u> Allowance for doubtful accounts	<u>(36,431)</u>	<u>-</u>	<u>(36,431)</u>	<u>(38,612)</u>	<u>-</u>	<u>(38,612)</u>
Hire-purchase and accrued interest receivable - net	<u>512,251</u>	<u>287,566</u>	<u>799,817</u>	<u>564,204</u>	<u>336,695</u>	<u>900,899</u>
Loans receivable						
Loans and accrued interest receivable	35,271,541	347,425	35,618,966	34,340,637	427,555	34,768,192
<u>Less</u> Allowance for doubtful accounts	<u>(1,536,783)</u>	<u>-</u>	<u>(1,536,783)</u>	<u>(1,451,044)</u>	<u>-</u>	<u>(1,451,044)</u>
Loans and accrued interest receivable - net	<u>33,734,758</u>	<u>347,425</u>	<u>34,082,183</u>	<u>32,889,593</u>	<u>427,555</u>	<u>33,317,148</u>
Credit card receivable						
Credit card and accrued interest receivable	23,359,906	-	23,359,906	22,048,990	-	22,048,990
<u>Less</u> Allowance for doubtful accounts	<u>(953,216)</u>	<u>-</u>	<u>(953,216)</u>	<u>(809,958)</u>	<u>-</u>	<u>(809,958)</u>
Credit card and accrued interest receivable - net	<u>22,406,690</u>	<u>-</u>	<u>22,406,690</u>	<u>21,239,032</u>	<u>-</u>	<u>21,239,032</u>
Total accounts receivable	<u>56,653,699</u>	<u>634,991</u>	<u>57,288,690</u>	<u>54,692,829</u>	<u>764,250</u>	<u>55,457,079</u>

6.2 Quality of assets

Accounts receivable classified by aging, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
	Less than 3 months	60,211,545	56,921,325	57,647,134
3 months up	2,292,448	1,992,244	2,167,986	1,890,319
Total	62,503,993	58,913,569	59,815,120	57,756,693
<u>Less</u> Allowance for doubtful accounts	<u>(2,671,539)</u>	<u>(2,428,472)</u>	<u>(2,526,430)</u>	<u>(2,299,614)</u>
Total accounts receivable	<u>59,832,454</u>	<u>56,485,097</u>	<u>57,288,690</u>	<u>55,457,079</u>

6.3 Troubled debt restructuring

For the three-month periods ended November 20, 2015 and 2014, the Company had recognized interest income on restructured debts totaling Baht 41.31 million and Baht 35.07 million, respectively.

For the nine-month periods ended November 20, 2015 and 2014, the Company had recognized interest income on restructured debts totaling Baht 182.79 million and Baht 144.92 million, respectively.

The Company had the outstanding balances of credit card receivables, hire-purchase receivables and loan receivables, as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	“Unaudited”			
	As at November 20, 2015		As at February 20, 2015	
	Number of debtors	Amount Baht '000	Number of debtors	Amount Baht '000
Restructured accounts receivable	49,173	1,710,012	45,492	1,597,178
Non-restructured accounts receivable	3,534,424	60,686,375	3,503,237	57,180,091
Total accounts receivable	3,583,597	62,396,387	3,548,729	58,777,269

	SEPARATE FINANCIAL STATEMENTS			
	“Unaudited”			
	As at November 20, 2015		As at February 20, 2015	
	Number of debtors	Amount Baht '000	Number of debtors	Amount Baht '000
Restructured accounts receivable	49,173	1,710,012	45,492	1,597,178
Non-restructured accounts receivable	3,297,093	58,105,108	3,293,326	56,159,515
Total accounts receivable	3,346,266	59,815,120	3,338,818	57,756,693

As at November 20, 2015 and February 20, 2015, the Company had no commitment to provide additional loans to its restructured debtors after debt restructuring.

6.4 Allowance for doubtful accounts

Allowance for doubtful accounts are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at November 20, 2015	As at February 20, 2015	As at November 20, 2015	As at February 20, 2015
	Baht '000	Baht '000	Baht '000	Baht '000
Beginning balance	2,428,472	1,912,108	2,299,614	1,826,960
Bad debts and doubtful accounts	3,623,487	5,015,029	3,444,712	4,745,620
Gain on devaluation of long-term borrowings under securitization project	-	-	1,086	-
Bad debts written off	(3,380,420)	(4,498,665)	(3,218,982)	(4,272,966)
Ending balance	2,671,539	2,428,472	2,526,430	2,299,614

6.5 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:

		Eternal 4*	Eternal 5**	Eternal 6***	ATS Rabbit****
Approved date of the securitization projects by the Office of the Securities and Exchange Commission of Thailand (“the SEC”)		June 21, 2007	May 19, 2010	May 10, 2013	October 2, 2015
Initial selling date		June 25, 2007	May 20, 2010	May 20, 2013	October 29, 2015
Type of transferred receivables		Credit Card Receivable	Credit Card Receivable	Credit Card Receivable	Loan Receivable
Revolving period		June 2007 - May 2012 (approximately)	May 2010 - April 2015 (approximately)	April 2013 - April 2018 (approximately)	October 2015 - October 2025 (approximately)
Initial sales of receivables					
Net book value of initial receivables	Baht	3,038,017,234	4,355,040,449	4,500,002,090	456,076,200
Proceeds from transfer of the rights of receivables	Baht	2,205,000,000	2,790,000,000	2,960,000,000	433,272,390
Subordinated lendings (see Note 10)	Baht	744,000,000	1,438,000,000	1,399,351,988	50,081,313
Minimum seller loan - pari passu with debentures (see Note 9)	Baht	88,470,000	126,840,000	130,780,560	None
Number of contracts / accounts		178,751	205,485	183,047	49,225
Average principal amount outstanding	Baht	16,996	21,194	24,584	9,265
Interest rate		18% p.a.	20% p.a.	20% p.a.	28% p.a.

* Eternal 4 Special Purpose Vehicle Company Limited (Subsidiary)

** 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 October 10, 2012, Eternal 4 redeemed all seller loan in special purpose vehicle for securitization, subordinated lending and debentures, and the Company repurchased all outstanding receivables from Eternal 4 which led to the end of the securitization project of Eternal 4 on the same date. As at February 20, 2013, the Extraordinary Shareholders' Meetings of Eternal 4 had passed the resolutions to approve the dissolution and liquidation, and Eternal 4 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 4 has already registered the completion of the liquidation process with Department of Business Development, Ministry of Commerce on June 17, 2015 (see Note 8.2).

On May 10, 2013, Eternal 5 redeemed all seller loan in special purpose vehicle for securitization, subordinated lending 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. As at August 20, 2013, the Extraordinary Shareholders' Meetings 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 is under the liquidation process (see Note 8.2).

During the life of the securitization projects, the Company may repurchase the rights on the Purchased Receivables with Eternal 4, 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 Securities and Exchange Commission of Thailand ("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.

Under the agreement, the purchase price of the Initial Receivables equal to the net book value of receivables as of October 29, 2015 of Baht 456.08 million. As at October 29, 2015, the Company received cash proceeds of Baht 433.27 million and the remaining balance of Baht 22.80 million was paid by entering into a subordinated loan agreement of Baht 25.04 million (see Note 10). The revolving sale and purchase period of Future Receivables and Additional Receivables commenced from October 30, 2015 and will be terminated in October 2025, approximately.

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 nine-month periods ended November 20, 2015 and 2014, transactions relating to the transfer of financial assets under the securitization projects are summarized as follows:

	For the three-month periods ended November 20,		For the nine-month periods ended November 20,	
	2015	2014	2015	2014
	Million Baht	Million Baht	Million Baht	Million Baht
Transfers of future receivables (at book value)				
- Credit card receivable (Eternal 6)	1,477	1,643	4,660	5,064
- Loan receivable (ATS Rabbit)	98	-	98	-
	<u>1,575</u>	<u>1,643</u>	<u>4,758</u>	<u>5,064</u>
Cash collection on behalf of Special Purpose Vehicles				
- Credit card receivable (Eternal 6)	1,813	1,888	5,545	5,713
- Loan receivable (ATS Rabbit)	60	-	60	-
	<u>1,873</u>	<u>1,888</u>	<u>5,605</u>	<u>5,713</u>
Servicing income on cash collection from Special Purpose Vehicles				
- Credit card receivable (Eternal 6)	67	69	202	207
- Loan receivable (ATS Rabbit)	2	-	2	-
	<u>69</u>	<u>69</u>	<u>204</u>	<u>207</u>

The outstanding receivables sold to Special Purpose Vehicles which are eliminated against long-term debentures in the consolidated financial statements and managed by the Company classified by aging are as follows:

	“Unaudited”	
	As at November 20, 2015 Million Baht	As at February 20, 2015 Million Baht
Credit card receivables (included accrued interest income) - Eternal 6		
Less than 3 months	4,384	4,430
3 months up	102	87
	<u>4,486</u>	<u>4,517</u>
<u>Less</u> Allowance for doubtful accounts	(123)	(115)
Total	<u><u>4,363</u></u>	<u><u>4,402</u></u>

7. SHORT-TERM LOAN TO A RELATED PARTY

As at November 20, 2015, the Company has short-term loan to a subsidiary amounting to Baht 100 million. The loan can be called to repay within 30 days after receiving written notice. The loan is unsecured and have interest rate at monetary policy committee of the Bank of Thailand plus margin of 0.5% per annum.

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

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

8.1 Investment in associate in the consolidated financial statements

As at November 20, 2015 and February 20, 2015, the Company had investment in the following entity which is an associate and accounted for equity method in the consolidated financial statements.

CONSOLIDATED FINANCIAL STATEMENTS							
“Unaudited”							
		As at November 20, 2015		As at February 20, 2015			
Paid-up Capital	% of Ownership	Investment (Cost method) Baht '000	Investment (Equity method) Baht '000	Investment (Cost method) Baht '000	Investment (Equity method) Baht '000		
Investment in associate							
ACS Trading Vietnam Company Limited	VND 50,000 million 20.00	16,819.3	40,532.1	16,819.3	37,234.9		
Total investment in associate		<u>16,819.3</u>	<u>40,532.1</u>	<u>16,819.3</u>	<u>37,234.9</u>		

8.2 Investments in associate and subsidiaries in the separate financial statements:

As at November 20, 2015 and February 20, 2015, 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"			
	As at November 20, 2015		As at February 20, 2015	
% of Ownership	Cost Baht '000	% of Ownership	Cost Baht '000	
Investments in associate and subsidiaries				
Investment in associate (see Note 22.1)				
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 22.1)				
Eternal 4 Special Purpose Vehicle Company Limited	-	-	26.00	10.4
Eternal 5 Special Purpose Vehicle Company Limited	26.00	10.4	26.00	10.4
Eternal 6 Special Purpose Vehicle Company Limited	26.00	10.4	26.00	10.4
ATS Rabbit Special Purpose Vehicle Company Limited	48.75	19.5	-	-
AEON Microfinance (Cambodia) Private Company Limited	80.00	252,960.0	100.00	118,160.0
AEON Insurance Service (Thailand) Company Limited	100.00	149,224.3	100.00	149,224.3
ACS Servicing (Thailand) Company Limited	100.00	175,349.1	100.00	175,349.1
AEON Microfinance (Myanmar) Company Limited	100.00	276,769.1	100.00	176,204.1
AEON Leasing Service (Lao) Company Limited	92.58	103,069.1	91.14	101,286.3
Total investments in subsidiaries		<u>957,411.9</u>		<u>720,255.0</u>
Total investments in associate and subsidiaries		<u>974,231.2</u>		<u>737,074.3</u>

- (1) As at February 20, 2013, the Extraordinary Shareholders' Meetings of Eternal 4 had passed the resolutions to approve the dissolution and liquidation and Eternal 4 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 4 has already registered the completion of the liquidation process with Department of Business Development, Ministry of Commerce on June 17, 2015 (see Note 6.5).
- (2) As at August 20, 2013, the Extraordinary Shareholders' Meetings of Eternal 5 had passed the resolutions to approve the liquidation and dissolution and Eternal 5 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 5 is under the liquidation process (see Note 6.5).
- (3) On June 4, 2015, the Company paid Baht 134.80 million for additional investment for capital increase of AEON Microfinance (Cambodia) Private Company Limited. The Company holds 80% of shareholding in the subsidiary after capital increased.
- (4) During the year ended February 20, 2015, the Company paid Baht 97.31 million for additional investment for capital increase of AEON Microfinance (Myanmar) Company Limited.

Subsequently, on March 16, 2015, May 27, 2015 and June 30, 2015, the Company paid Baht 32.93 million, Baht 33.84 million and Baht 33.80 million, respectively, for additional investment for capital increase of AEON Microfinance (Myanmar) Company Limited.

- (5) On September 26, 2014, the Company paid Baht 80.57 million for additional investment for capital increase of AEON Leasing Service (Lao) Company Limited.

Subsequently, on September 30, 2015, the Company paid Baht 1.78 million for purchasing additional investment of AEON Leasing Service (Lao) Company Limited from non-controlling interests. The Company directly holds 92.58% of shareholding in the subsidiary after additional investment.

- (6) During the year ended February 20, 2015, AEON Financial Service Co., Ltd. which is a major shareholder, has reorganized the group's reporting structure. Consequently, the Company has significant influence over ACS Trading Vietnam Co., Ltd. and still maintains 20% of shareholding in the associated company. Therefore, the Company considers that investment in such company as an investment in associated company.

- (7) On February 2, 2015, the Company entered into a Memorandum of Understanding regarding the cooperation between the Company and BTS Group Holdings Public Company Limited ("BTSG") and Bangkok Smartcard System Company Limited ("BSS") (a subsidiary of BTSG), for the joint issue of member card under the Co-Branded Rabbit Program and setting up a special purpose vehicle for the securitization project, the purpose of securitization through the establishment of a special purpose vehicle in a form of cooperation framework between the Company and BSS Holdings Company Limited ("BSS Holdings") (a subsidiary of BTSG), in accordance with the resolution passed at the meeting of the Board of Directors No. 10/2014, held on December 24, 2014.

Subsequently, on March 20, 2015, ATS Rabbit Special Purpose Vehicle Company Limited, has registered as a special purpose company for securitization project under the Civil and Commercial Code of Thailand with a registered capital of Baht 40,000, consisting of 2 preferred shares with a par value of Baht 100 per share and 398 ordinary shares with a par value of Baht 100 per share. The Company invested in ordinary shares and preferred share of ATS Rabbit Special Purpose Vehicle Company Limited in the amount of Baht 19,500. The such company got an approval for the securitization project from the SEC on October 2, 2015 (see Note 6.5).

According to the Memorandum of Understanding, the Receivables Sales and Purchase Agreement and the Servicing Agreement made on October 22, 2015 (see Note 6.5), 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. Therefore, the Company concluded that the Company has the power to control over such company, and the consolidated financial statements of the Company included such company's operating results.

8.3 Long-term investments in related companies consist of:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
	"Unaudited"			
	As at November 20, 2015		As at February 20, 2015	
	% of Ownership	Cost Baht '000	% of Ownership	Cost Baht '000
Long-term investments in related companies				
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)	10.00	<u>7,645</u>	10.00	<u>7,645</u>
		35,217		35,217
<u>Less</u> Allowance for impairment of investment		<u>(8,500)</u>		<u>(8,500)</u>
Total long-term investments in related companies		<u><u>26,717</u></u>		<u><u>26,717</u></u>

9. SELLER LOANS IN SPECIAL PURPOSE VEHICLES FOR SECURITIZATION

Seller loans in Special Purpose Vehicles for securitization are as follows:

	SEPARATE	
	FINANCIAL STATEMENTS	
	"Unaudited"	
	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Seller loans in Special Purpose Vehicles for securitization (see Note 22.2.1)		
Eternal 6 Special Purpose Vehicle Company Limited (Eternal 6)	1,885,544	232,008
ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	<u>33,111</u>	<u>-</u>
Total	1,918,655	232,008
<u>Less</u> Seller loan amounts in Special Purpose Vehicles for securitization due within one year	<u>(1,918,655)</u>	<u>-</u>
Total seller loans in Special Purpose Vehicles for Securitization	<u><u>-</u></u>	<u><u>232,008</u></u>

(1) Seller loans in Special Purpose Vehicles for securitization - Eternal 6

On the contract date under securitization project, the Company received partial payments from Eternal 6 with seller loan accounts under securitization project of Baht 140,650,102, which are non-subordinated and ranked in order of priority pari passu with payments of principal in respect of the debentures. The aggregate seller loan accounts will increase from partial payments of such Special Purpose Vehicle Company for purchase of Future Receivables and Additional Receivables when such Special Purpose Vehicle Company's net cash flow generated by the Purchased Receivables is insufficient. Seller loan accounts are reduced by the repurchase of ineligible receivables and the receipt of the excess cash from such Special Purpose Vehicle Company. However, the Company has to retain such Seller loan Minimum Amounts on Eternal 6 not less than 3% of the aggregate of the outstanding principal amounts of the debentures and the subordinated loans of Eternal 6 of which such amounts will be repaid by cash approximately within 2018 or when these projects end.

(2) Seller loans in Special Purpose Vehicles for securitization - ATS Rabbit

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 accounts under securitization project of Baht 33,110,918 for sale of additional revolving loan receivables during the revolving period or repurchased the rights on loan receivables. Such Seller loan accounts will decrease from cash repayment when the outstanding amount reaches or exceeds determined level or the duration after the closing date reaches determined within 3-month period as agreed in the agreement.

10. SUBORDINATED LENDINGS AND SUBORDINATED BORROWINGS

10.1 Subordinated lendings with Special Purpose Vehicles are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS "Unaudited"	
	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Subordinated lendings (see Note 22.2.1)		
Eternal 6 Special Purpose Vehicle Company Limited (Eternal 6)	1,399,352	1,399,352
<u>Less</u> Subordinated lendings due within one year	<u>(1,399,352)</u>	<u>-</u>
Total subordinated lendings	<u>-</u>	<u>1,399,352</u>

	SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Subordinated lendings (see Note 22.2.1)		
Eternal 6 Special Purpose Vehicle Company Limited (Eternal 6)	1,399,352	1,399,352
ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	25,041	-
Total	1,424,393	1,399,352
<u>Less</u> Subordinated lendings due within one year	(1,399,352)	-
Total subordinated lendings	<u>25,041</u>	<u>1,399,352</u>

On May 14, 2013, the Company entered into the subordinated bridging loan agreement with Eternal 6 amounting to Baht 1,399,351,988 for the purpose of partial payment of the Initial Credit Card Receivables from Eternal 6 under the provision of the Receivable Sale Agreement (see Note 6.5). The interest was received on the monthly basis at the rate of 12% per annum. Subsequently, such bridging loan was refinanced to be subordinated term loan in October 2013 in accordance with such bridging loan agreement. The term loan is due in the year 2018 and the interest is received on the monthly basis at the rate of 12% per annum.

On October 22, 2015, the Company entered into the subordinated term loan agreement with ATS Rabbit amounting to 5% of debentures issued for the purpose of partial payment of the Initial Loan Receivables from ATS Rabbit under the provision of the Receivable Sale Agreement (see Note 6.5). The term loan is due in the year 2025 and the interest is received on the monthly basis at the rate of 12% per annum.

10.2 Subordinated borrowings in Special Purpose Vehicle are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”	
	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Subordinated borrowings		
ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	25,041	-
Total subordinated borrowings	<u>25,041</u>	<u>-</u>

On October 22, 2015, ATS Rabbit, a subsidiary, entered into the subordinated term loan agreement with BSS Holdings amounting to 5% of debentures issued for the purpose of partial payment of the Initial Loan Receivables under the provision of the Receivable Sale Agreement. The term loan is due in the year 2025 and the interest is paid on the monthly basis at the rate of 12% per annum.

11. DEFERRED TAX ASSETS

Deferred tax assets consist of:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Deferred tax assets				
Allowance for doubtful accounts	532,612	485,057	505,286	459,923
Non-accrual of interest income	72,620	67,932	70,820	66,403
Employee benefit obligation	14,513	15,243	12,804	14,269
Others	34,305	23,469	34,338	22,889
	<u>654,050</u>	<u>591,701</u>	<u>623,248</u>	<u>563,484</u>
Deferred tax liabilities				
Finance lease	277	975	-	-
Unrealized loss on currency swap contracts	124,460	108,719	124,460	108,719
Others	2,314	783	-	-
	<u>127,051</u>	<u>110,477</u>	<u>124,460</u>	<u>108,719</u>
Deferred tax assets	<u>526,999</u>	<u>481,224</u>	<u>498,788</u>	<u>454,765</u>

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

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”			
	Balance As at February 21, 2015 Baht '000	Items as recognized in profit or loss Baht '000	Items as recognized in other comprehensive income Baht '000	Balance As at November 20, 2015 Baht '000
Deferred tax assets				
Allowance for doubtful accounts	485,057	47,555	-	532,612
Non-accrual of interest income	67,932	4,688	-	72,620
Employee benefit obligation	15,243	(730)	-	14,513
Others	23,469	10,836	-	34,305
	<u>591,701</u>	<u>62,349</u>	<u>-</u>	<u>654,050</u>
Deferred tax liabilities				
Finance lease	975	(698)	-	277
Unrealized loss on currency swap contracts	108,719	15,741	-	124,460
Others	783	1,531	-	2,314
	<u>110,477</u>	<u>16,574</u>	<u>-</u>	<u>127,051</u>
Deferred tax assets	<u>481,224</u>	<u>45,775</u>	<u>-</u>	<u>526,999</u>

CONSOLIDATED FINANCIAL STATEMENTS

	Balance As at February 21, 2014	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance As at February 20, 2015
	Baht '000	Baht '000	Baht '000	Baht '000
Deferred tax assets				
Allowance for doubtful accounts	381,904	103,153	-	485,057
Non-accrual of interest income	57,852	10,080	-	67,932
Employee benefit obligation	11,790	2,042	1,411	15,243
Others	15,081	8,388	-	23,469
	<u>466,627</u>	<u>123,663</u>	<u>1,411</u>	<u>591,701</u>
Deferred tax liabilities				
Finance lease	1,743	(768)	-	975
Unrealized loss on currency swap contracts	110,209	(1,490)	-	108,719
Others	-	783	-	783
	<u>111,952</u>	<u>(1,475)</u>	<u>-</u>	<u>110,477</u>
Deferred tax assets	<u>354,675</u>	<u>125,138</u>	<u>1,411</u>	<u>481,224</u>

SEPARATE FINANCIAL STATEMENTS
"Unaudited"

	Balance As at February 21, 2015	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance As at November 20, 2015
	Baht '000	Baht '000	Baht '000	Baht '000
Deferred tax assets				
Allowance for doubtful accounts	459,923	45,363	-	505,286
Non-accrual of interest income	66,403	4,417	-	70,820
Employee benefit obligation	14,269	(1,465)	-	12,804
Others	22,889	11,449	-	34,338
	<u>563,484</u>	<u>59,764</u>	<u>-</u>	<u>623,248</u>
Deferred tax liabilities				
Unrealized loss on currency swap contracts	108,719	15,741	-	124,460
	<u>108,719</u>	<u>15,741</u>	<u>-</u>	<u>124,460</u>
Deferred tax assets	<u>454,765</u>	<u>44,023</u>	<u>-</u>	<u>498,788</u>

SEPARATE FINANCIAL STATEMENTS

	Balance As at February 21, 2014	Items as recognized in profit or loss	Items as recognized in other comprehensive income	Balance As at February 20, 2015
	Baht '000	Baht '000	Baht '000	Baht '000
Deferred tax assets				
Allowance for doubtful accounts	365,392	94,531	-	459,923
Non-accrual of interest income	57,008	9,395	-	66,403
Employee benefit obligation	10,710	1,744	1,815	14,269
Others	14,778	8,111	-	22,889
	<u>447,888</u>	<u>113,781</u>	<u>1,815</u>	<u>563,484</u>
Deferred tax liabilities				
Unrealized loss on currency swap contracts	110,209	(1,490)	-	108,719
	<u>110,209</u>	<u>(1,490)</u>	<u>-</u>	<u>108,719</u>
Deferred tax assets	<u>337,679</u>	<u>115,271</u>	<u>1,815</u>	<u>454,765</u>

12. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term borrowings from financial institutions consist of the following:

CONSOLIDATED FINANCIAL STATEMENTS				
“Unaudited”				
	As at November 20, 2015		As at February 20, 2015	
	Interest rate	Baht '000	Interest rate	Baht '000
	%		%	
Overdrafts in THB currency	1.70	1,840,000	2.20	1,440,000
Short term borrowings in THB currency	1.60 - 1.85	4,600,000	2.10 - 2.33	1,360,000
Short term borrowings in USD currency	1.01 - 1.49	373,747	0.92 - 1.34	355,305
Short term borrowings in LAK currency	7.50 - 11.00	32,836	-	-
Total		<u>6,846,583</u>		<u>3,155,305</u>

SEPARATE FINANCIAL STATEMENTS				
“Unaudited”				
	As at November 20, 2015		As at February 20, 2015	
	Interest rate	Baht '000	Interest rate	Baht '000
	%		%	
Overdrafts in THB currency	1.70	1,840,000	2.20	1,440,000
Short term borrowings in THB currency	1.60 - 1.85	4,600,000	2.10 - 2.33	1,360,000
Total		<u>6,440,000</u>		<u>2,800,000</u>

Short-term borrowings in THB and USD currency from financial institutions are loans from various financial institutions in the form of promissory notes and are unsecured.

13. SHORT-TERM BORROWING FROM RELATED COMPANY

As at February 20, 2015, the Company has short-term borrowing from a subsidiary amounting to Baht 50 million with the interest floating rate of a local bank in Thailand (see Note 22.2.1).

On June 5, 2015, the Company has repaid such short-term borrowing from a related company in the whole amount.

14. LONG-TERM BORROWINGS

As at November 20, 2015 and February 20, 2015, the Company entered into various long-term borrowing agreements and issued promissory notes in Baht and foreign currencies as follows:

CONSOLIDATED FINANCIAL STATEMENTS "Unaudited"				
As at November 20, 2015				
	Due within the year	Interest rate %	Foreign currency Million	Baht equivalent Baht '000
Borrowings in YEN currency	2016 - 2021	3.16 - 5.26	50,700.00	14,914,875
Borrowings in USD currency	2016 - 2020	2.16 - 4.32	450.00	16,244,944
Borrowings in THB currency	2015 - 2017	3.65 - 4.80	7,950.00	7,950,000
<u>Less</u> Borrowings issuance cost				(112,439)
				38,997,380
<u>Less</u> Current portion of long-term Borrowings				(10,915,531)
Total long-term borrowings				28,081,849
As at February 20, 2015				
	Due within the year	Interest rate %	Foreign currency Million	Baht equivalent Baht '000
Borrowings in YEN currency	2015 - 2021	4.10 - 5.26	45,220.00	12,531,276
Borrowings in USD currency	2015 - 2017	2.16 - 4.32	494.00	16,159,189
Borrowings in THB currency	2015 - 2017	3.65 - 5.00	-	9,650,000
<u>Less</u> Borrowings issuance cost				(102,643)
				38,237,822
<u>Less</u> Current portion of long-term Borrowings				(10,040,561)
Total long-term borrowings				28,197,261
SEPARATE FINANCIAL STATEMENTS "Unaudited"				
As at November 20, 2015				
	Due within the year	Interest rate %	Foreign currency Million	Baht equivalent Baht '000
Borrowings in YEN currency	2016 - 2021	3.16 - 5.26	50,700.00	14,914,875
Borrowings in USD currency	2016 - 2020	2.80 - 4.32	440.00	15,879,600
Borrowings in THB currency	2015 - 2017	3.65 - 4.80	-	7,950,000
<u>Less</u> Borrowings issuance cost				(112,438)
				38,632,037
<u>Less</u> Current portion of long-term Borrowings				(10,915,531)
Total long-term borrowings				27,716,506
As at February 20, 2015				
	Due within the year	Interest rate %	Foreign currency Million	Baht equivalent Baht '000
Borrowings in YEN currency	2015 - 2021	4.10 - 5.26	45,220.00	12,531,276
Borrowings in USD currency	2015 - 2017	2.80 - 4.32	484.00	15,828,058
Borrowings in THB currency	2015 - 2017	3.65 - 5.00	-	9,650,000
<u>Less</u> Borrowings issuance cost				(102,643)
				37,906,691
<u>Less</u> Current portion of long-term Borrowings				(10,040,561)
Total long-term borrowings				27,866,130

In the consolidated and separate financial statements as at November 20, 2015 and February 20, 2015, the Company has long-term borrowings in Yen currency from a related company which is a bank in Japan amounting to Yen 5,000 million or equivalent to Baht 1,464.46 million and Yen 5,000 million or equivalent to Baht 1,378.09 million, respectively, with interest rate at 4.16% - 4.84% per annum which are unsecured and will be due in the years 2019 and 2021 (see Note 22.2.1).

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 November 20, 2015

	Notional Amount Baht '000	Carrying amount		Total Baht '000
		Less than 1 year Baht '000	1 - 5 years Baht '000	
Receivable per currency swap contracts				
Cross Currency Swap Contracts				
USD currency	622,020	135,870	-	135,870
Cross Currency Interest Rate Swap Contracts				
YEN currency	2,540,375	-	205,130	205,130
USD currency	10,330,800	572,445	1,181,740	1,754,185
	<u>13,493,195</u>	<u>708,315</u>	<u>1,386,870</u>	<u>2,095,185</u>
Payable per currency swap contracts				
Cross Currency Swap Contracts				
YEN currency	945,000	-	(62,463)	(62,463)
Cross Currency Interest Rate Swap Contracts				
YEN currency	12,383,250	(125,155)	(1,314,636)	(1,439,791)
	<u>13,328,250</u>	<u>(125,155)</u>	<u>(1,377,099)</u>	<u>(1,502,254)</u>

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

As at February 20, 2015

	Notional amount Baht '000	Carrying amount		Total Baht '000
		Less than 1 year Baht '000	1 - 5 years Baht '000	
Receivable per currency swap contracts				
Cross Currency Swap Contracts				
USD currency	1,689,185	23,609	85,849	109,458
Cross Currency Interest Rate Swap Contracts				
USD currency	12,892,640	310,328	335,908	646,236
	<u>14,581,825</u>	<u>333,937</u>	<u>421,757</u>	<u>755,694</u>
Payable per currency swap contracts				
Cross Currency Swap Contracts				
YEN currency	945,000	-	(113,646)	(113,646)
Cross Currency Interest Rate Swap Contracts				
YEN currency	14,315,950	(541,568)	(2,074,460)	(2,616,028)
USD currency	492,750	-	(2,211)	(2,211)
	<u>15,753,700</u>	<u>(541,568)</u>	<u>(2,190,317)</u>	<u>(2,731,885)</u>

15. LONG-TERM BORROWINGS UNDER SECURITIZATION PROJECT

As at November 20, 2015, the Company has recognized the cash received and was settled by the Subordinated lendings Account from the transferred rights on loan receivables under securitization project of ATS Rabbit Special Purpose Vehicle Company Limited as long-term borrowings under securitization project (see Note 6.5) in the amount of Baht 493.10 million.

16. LONG-TERM DEBENTURES

The Company has long-term debentures which are unsubordinated and unsecured debentures as follows:

Issue date	Maturity Date	No. of units	Currency	Par value per unit	Amount	Interest rate %	Term of interest payment	"Unaudited"	
								As at November 20, 2015	As at February 20, 2015
								Baht '000	Baht '000
Company									
30/07/2010	30/07/2015	20	USD	1,000,000	20,000,000	USD-LIBOR 6M + 0.50	Semi-annual	-	654,052
14/07/2011	14/07/2016	15	USD	1,000,000	15,000,000	USD-LIBOR 6M + 0.30	Semi-annual	541,350	490,539
16/12/2011	16/12/2016	20	USD	1,000,000	20,000,000	USD-LIBOR 6M + 0.80	Semi-annual	721,800	654,052
30/08/2012	30/08/2017	30	USD	1,000,000	30,000,000	USD-LIBOR 3M	Quarterly	1,082,700	981,078
13/09/2012	13/09/2017	20	USD	1,000,000	20,000,000	USD-LIBOR 3M + 0.20	Quarterly	721,800	654,052
24/07/2013	29/07/2018	17	USD	1,000,000	17,000,000	USD-LIBOR 6M + 0.01	Semi-annual	613,530	555,944
29/11/2013	29/11/2018	30	USD	1,000,000	30,000,000	USD-LIBOR 6M + 0.05	Semi-annual	1,082,700	981,078
28/03/2014	28/03/2019	30	USD	1,000,000	30,000,000	USD-LIBOR 6M	Semi-annual	1,082,700	981,078
10/07/2014	10/07/2017	1,200,000	THB	1,000	1,200,000,000	4.43	Quarterly	1,200,000	1,200,000
26/09/2014	26/09/2017	15	USD	1,000,000	15,000,000	USD-LIBOR 6M	Semi-annual	541,350	490,539
27/03/2015	27/03/2019	22	YEN	100,000,000	2,200,000,000	JPY-TIBOR 6M + 0.36	Semi-annual	647,194	-
								8,235,124	7,642,412
<u>Less</u> Debenture issuance cost								(59,202)	(79,400)
								8,175,922	7,563,012
<u>Less</u> Current portion of long-term debentures								(539,876)	(652,646)
Total long-term debentures in separate financial statements								7,636,046	6,910,366
ATS Rabbit Special Purpose Vehicle Company Limited									
29/10/2015	28/10/2025	410,469	Baht	1,000	410,469,000	4.00	Monthly	410,469	-
								410,469	-
Total long-term debentures in consolidated financial statements								8,046,515	6,910,366

On October 29, 2015, ATS Rabbit Special Purpose Vehicle Company Limited, the Company's subsidiary, issued the long-term debentures which are unsubordinated and secured of Baht 410.47 million, under the Securitization project (see Note 6.5). Cash flows from a pool of loan receivables will be used to make payments for the debentures. Interest on the debentures will be payable monthly commencing on December 18, 2015.

Such subsidiary's debentures will be initially redeemed in 2023 and matured in 2025 with conditions to redeem before the maturity.

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 swap contracts and cross currency interest rate swap contracts to hedge its debt as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
“Unaudited”			
As at November 20, 2015			
Notional amount	Carrying amount		
	Less than 1 year	1 - 5 years	Total
Baht '000	Baht '000	Baht '000	Baht '000
Receivable per currency interest rate swap contracts			
Cross Currency Interest Rate Swap Contracts			
YEN currency	596,860	-	50,333
USD currency	5,586,900	84,900	716,130
	<u>6,183,760</u>	<u>84,900</u>	<u>766,463</u>
		<u>84,900</u>	<u>851,363</u>

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
“Unaudited”			
As at February 20, 2015			
Notional amount	Carrying amount		
	Less than 1 year	1 - 5 years	Total
Baht '000	Baht '000	Baht '000	Baht '000
Receivable per currency interest rate swap contracts			
Cross Currency Interest Rate Swap Contracts			
USD currency	6,232,900	8,052	201,460
	<u>6,232,900</u>	<u>8,052</u>	<u>201,460</u>
		<u>8,052</u>	<u>209,512</u>

On May 20, 2013, Eternal 6 Special Purpose Vehicle Company Limited, the Company’s subsidiary, issued the debentures of Baht 2,960 million (see Note 6.5), under the Securitization project. Cash flows from a pool of credit card receivables will be used to make payments for the debentures. Interest on the debentures will be payable monthly commencing on July 9, 2013.

The subsidiary’s debentures which are eliminated against credit card receivables in the consolidated financial statements are as follows:

Debenture Classes	Maturity date	Amount	Interest rate	“Unaudited”	
				As at November 20, 2015	As at February 20, 2015
		Baht '000	%	Baht '000	Baht '000
Eternal 6 Special Purpose Vehicle Co., Ltd.					
Class A-sf	June 8, 2018	2,960,000	3.83	1,722,550	2,960,000
				<u>1,722,550</u>	<u>2,960,000</u>

As at November 20, 2015 and February 20, 2015, the Company has outstanding letters of credit issued by a bank in Japan for guarantee repayment of the subsidiary’s debentures of not exceeding Baht 326.95 million (see Note 24.5).

17. EMPLOYEE BENEFIT OBLIGATIONS

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

For the three-month and nine-month periods ended November 20, 2015 and 2014, 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		For the nine-month	
	periods ended November 20,		periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Current service cost	5,127	3,326	13,837	9,976
Interest cost	166	631	1,359	1,891
Total	<u>5,293</u>	<u>3,957</u>	<u>15,196</u>	<u>11,867</u>

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the nine-month	
	periods ended November 20,		periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Current service cost	3,543	2,893	10,476	8,674
Interest cost	7	578	1,006	1,735
Total	<u>3,550</u>	<u>3,471</u>	<u>11,482</u>	<u>10,409</u>

Movements in the present value of the post-employment benefit obligations for the nine-month periods ended November 20, are as follows:

	CONSOLIDATED		SEPARATED	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Beginning balance	76,220	58,953	71,346	53,549
Current service cost	13,837	9,976	10,476	8,674
Interest cost	1,359	1,891	1,006	1,735
Benefit paid/ decrease	(991)	(1,557)	(18,806)	(1,557)
Ending balance	<u>90,425</u>	<u>69,263</u>	<u>64,022</u>	<u>62,401</u>

The principal actuarial assumptions used to calculate the obligation under the defined benefit plans as at November 20, 2015 and February 20, 2015 are as follows:

CONSOLIDATED FINANCIAL STATEMENTS		
“Unaudited”		
	As at November 20, 2015	As at February 20, 2015
	% per annum	% per annum
Financial assumptions		
Discount rate	3.09 - 3.67	3.09 - 3.67
Turnover rate		
Monthly staff	0.0 - 27.0	0.0 - 27.0
	Subject to range of age of employees	Subject to range of age of employees
Daily staff	0.0 - 61.0	0.0 - 61.0
	Subject to range of age of employees	Subject to range of age of employees
Temporary staff	0.0 - 64.0	0.0 - 64.0
	Subject to range of age of employees	Subject to range of age of employees
Expected rate of salary increase	5.0 - 7.0	5.0 - 7.0
SEPARATE FINANCIAL STATEMENTS		
“Unaudited”		
	As at November 20, 2015	As at February 20, 2015
	% per annum	% per annum
Financial assumptions		
Discount rate	3.44	3.44 - 3.67
Turnover rate		
Monthly staff	0.0 - 19.0	0.0 - 19.0
	Subject to range of age of employees	Subject to range of age of employees
Daily staff	0.0 - 47.0	0.0 - 47.0
	Subject to range of age of employees	Subject to range of age of employees
Temporary staff	0.0 - 64.0	0.0 - 64.0
	Subject to range of age of employees	Subject to range of age of employees
Expected rate of salary increase	5.0	5.0

18. SHAREHOLDERS' EQUITY

- 18.1 On June 12, 2014, the Annual General Meeting of shareholders had the resolutions to approve the declaration of final dividends for the fiscal year 2013 at the rate of Baht 1.85 per share, totaling Baht 462.50 million. The aforementioned shareholders included 2,700 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 462.49 million which were paid to all shareholders on June 24, 2014 in addition to the interim dividends which had been paid to all shareholders at Baht 1.60 per share, totaling Baht 399.95 million on October 24, 2013.
- 18.2 On September 30, 2014, the Company's Board of Directors' meeting passed the resolution to declare interim dividends for the fiscal year 2014 at the rate of Baht 1.60 per share to shareholders, totaling Baht 400 million. The aforementioned shareholders included 2,900 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 399.99 million on October 27, 2014.

- 18.3 On June 12, 2015, the Annual General Meeting of shareholders had the resolutions to approve the declaration of final dividends for the fiscal year 2014 at the rate of Baht 1.85 per share, totaling Baht 462.50 million. The aforementioned shareholders included 92,900 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 462.33 million which were paid to all shareholders on June 25, 2015 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 27, 2014.
- 18.4 On September 23, 2015, the Company's Board of Directors' meeting passed the resolution to declare interim dividends for the fiscal year 2015 at the rate of Baht 1.60 per share to shareholders, totaling Baht 400 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 399.99 million on October 21, 2015.
- 18.5 On February 20, 2013, the Extraordinary Shareholders' Meetings of Eternal 4 had passed the resolutions to approve the dissolution and liquidation, and Eternal 4 registered the dissolution with Department of Business Development, Ministry of Commerce on the same date. Eternal 4 has already registered the completion of the liquidation process with Department of Business Development, Ministry of Commerce, and repaid the share capital to the Company and shareholder attributed non-controlling interests amounting of Baht 0.01 million and Baht 0.03 million, respectively, on June 17, 2015 (see Notes 6.5 and 8.2).
- 18.6 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 on a monthly basis at each Monthly Purchase Date as an appropriation of net profit after income tax of each month.
- 18.6.1 Eternal 6 Special Purpose Vehicle Company Limited's the registered share capital comprises ordinary shares and preferred shares which are 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 rest of the dividends shall be distributed to the holders of ordinary shares.
- 18.6.2 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 subsidiaries 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 rest of the dividends shall be distributed to the holders of ordinary shares and another group of preferred shares.

19. REVENUE RELATING TO SECURITIZATION TRANSACTION

For the three-month and nine-month periods ended November 20, 2015 and 2014, the details of revenues from securitization transaction consist of the following:

19.1 Revenue relating to securitization transaction incurred from sale of credit card receivables to Eternal 6 is included in Credit Card Income for presentation.

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the nine-month	
	periods ended November 20,		periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Credit Card Income (see Note 22.2.2)				
Interest income from subordinated lending	42,326	42,326	125,597	125,597
Revenue from seller loan in				
Special Purpose Vehicle	4,361	5,411	17,296	14,980
Dividend from investment in				
Special Purpose Vehicle	45,697	50,680	140,923	110,807
Servicing income	67,460	68,925	202,086	206,664
Total	<u>159,844</u>	<u>167,342</u>	<u>485,902</u>	<u>458,048</u>

19.2 Revenue relating to securitization transaction incurred from sale of loan receivables to ATS Rabbit is included in Loan Income for presentation.

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the nine-month	
	periods ended November 20,		periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Credit Card Income (see Note 22.2.2)				
Interest income from subordinated lending	189	-	189	-
Revenue from seller loan in				
Special Purpose Vehicle	112	-	112	-
Servicing income	1,581	-	1,581	-
Total	<u>1,882</u>	<u>-</u>	<u>1,882</u>	<u>-</u>

20. 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 nine-month periods ended November 20, 2015 and 2014, directors and managements' remuneration are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month		For the nine-month	
	periods ended November 20,		periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Short-term employee benefits				
Managements' remuneration	26,921	23,156	81,472	72,423
Directors' remuneration	4,870	5,094	15,650	18,028
Post-employment benefits	711	772	2,131	2,317
	<u>32,502</u>	<u>29,022</u>	<u>99,253</u>	<u>92,768</u>

	SEPARATE FINANCIAL STATEMENTS			
	For the three-month		For the nine-month	
	periods ended November 20,		periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Short-term employee benefits				
Managements' remuneration	14,211	12,387	44,502	47,164
Directors' remuneration	3,925	3,350	13,925	13,000
Post-employment benefits	466	487	1,399	1,461
	<u>18,602</u>	<u>16,224</u>	<u>59,826</u>	<u>61,625</u>

For the three-month and nine-month periods ended November 20, 2015 and 2014, directors' remunerations which were included in short-term employee benefits were approved by the ordinary shareholders' meetings of the Company held on June 12, 2015 and June 12, 2014, respectively.

21. CORPORATE INCOME TAX

According to the Royal Decree No. 555 B.E. 2555 issued under the Revenue Code regarding the corporate income tax rate reduction effective on December 27, 2012, the corporate income tax rate was reduced from 30% to 23% of net profit for an accounting period beginning on or after January 1, 2012 and 20% for accounting period beginning on or after January 1, 2013 but not later than December 31, 2014.

According to the Royal Decree No. 577 B.E. 2557 issued under the Revenue Code regarding the corporate income tax rate reduction effective on November 11, 2014, the corporate income tax rate will be 20% for accounting period beginning on or after January 1, 2015 but not later than December 31, 2015.

The Company and its local subsidiaries used tax rates of 20% for corporate income tax calculation for the three-month and nine-month periods ended November 20, 2015 and 2014.

Foreign subsidiaries used 20% - 25% and 20% - 30% for corporate income tax calculation for the three-month and nine-month periods ended November 20, 2015 and 2014, respectively.

The Company and its local subsidiaries used tax rates of 20% for calculation of deferred tax for the three-month and nine-month periods ended November 20, 2015 and 2014. Foreign subsidiaries used 20% - 25% and 20% - 30% for calculation of deferred tax for the three-month and nine-month periods ended November 20, 2015 and 2014, respectively.

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

For the three-month and nine-month periods ended November 20, 2015 and 2014, income tax consists of:

CONSOLIDATED FINANCIAL STATEMENTS				
	For the three-month periods ended November 20,		For the nine-month periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Current tax expense for the period	164,793	165,039	502,746	562,635
Deferred income tax expense (revenue)	(21,385)	(24,526)	(45,775)	(101,338)
Income tax expense per statements of profit or loss	<u>143,408</u>	<u>140,513</u>	<u>456,971</u>	<u>461,297</u>

SEPARATE FINANCIAL STATEMENTS				
	For the three-month periods ended November 20,		For the nine-month periods ended November 20,	
	2015	2014	2015	2014
	Baht '000	Baht '000	Baht '000	Baht '000
Current tax expense for the period	139,530	144,677	423,822	492,320
Deferred income tax expense (revenue)	(23,677)	(27,352)	(44,023)	(95,971)
Income tax expense per statements of profit or loss	<u>115,853</u>	<u>117,325</u>	<u>379,799</u>	<u>396,349</u>

Reconciliations of effective tax rates for the three-month and nine-month periods ended November 20, 2015 and 2014 are as follows:

CONSOLIDATED FINANCIAL STATEMENTS									
	For the three-month periods ended November 20,				For the nine-month periods ended November 20,				
	2015		2014		2015		2014		
	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Rate
	Baht '000	%	Baht '000	%	Baht '000	%	Baht '000	%	%
Profit before income tax expense	698,768		708,825		2,268,498		2,289,669		
Income tax at the tax rate	137,612	20.00 - 25.00	141,134	20.00 - 30.00	449,535	20.00 - 25.00	456,075	20.00 - 30.00	
<u>Add</u> Tax effect of income and expense that are not exempt for tax purposes	5,909	0.85	(351)	(0.05)	7,722	0.34	5,740	0.25	
<u>Less</u> Tax effect of income and expense that are exempt for tax purposes	(113)	(0.02)	(270)	(0.04)	(286)	(0.01)	(518)	(0.02)	
Income tax expenses per statements of profit or loss	<u>143,408</u>	20.52	<u>140,513</u>	19.82	<u>456,971</u>	20.14	<u>461,297</u>	20.15	

SEPARATE FINANCIAL STATEMENTS								
	For the three-month periods ended November 20,				For the nine-month periods ended November 20,			
	2015		2014		2015		2014	
	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate
	Baht '000	%	Baht '000	%	Baht '000	%	Baht '000	%
Profit before income tax expense	<u>623,753</u>		<u>636,967</u>		<u>2,126,790</u>		<u>2,143,700</u>	
Income tax at the tax rate	124,751	20.00	127,393	20.00	425,358	20.00	428,740	20.00
<u>Add</u> Tax effect of income and expense that are not exempt for tax purposes	354	0.06	338	0.05	1,053	0.05	1,079	0.05
<u>Less</u> Tax effect of income and expense that are exempt for tax purposes	<u>(9,252)</u>	<u>(1.48)</u>	<u>(10,406)</u>	<u>(1.63)</u>	<u>(46,612)</u>	<u>(2.19)</u>	<u>(33,470)</u>	<u>(1.56)</u>
Income tax expenses per statements of profit or loss	<u>115,853</u>	<u>18.58</u>	<u>117,325</u>	<u>18.42</u>	<u>379,799</u>	<u>17.86</u>	<u>396,349</u>	<u>18.49</u>

22. 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 and the related parties which are as follows:

22.1 Investments in associate and subsidiaries (see Note 8.2) are as follows:

Related parties	Relationship	Paid-up Capital Baht' 000	% Ownership	SEPARATE FINANCIAL STATEMENTS	
				"Unaudited"	
				As at November 20, 2015 Cost Baht '000	As at February 20, 2015 Cost Baht '000
Investments in associate and subsidiaries					
Investment in associate					
ACS Trading Vietnam Company Limited	Associate	84,096.3	20.00	<u>16,819.3</u>	<u>16,819.3</u>
Total investment in associate				<u>16,819.3</u>	<u>16,819.3</u>
Investments in subsidiaries					
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	40.0	26.00	-	10.4
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	40.0	26.00	10.4	10.4
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	40.0	26.00	10.4	10.4
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	40.0	48.75	19.5	-
AEON Microfinance (Cambodia) Private Company Limited	Subsidiary	320,344.4	80.00	252,960.0	118,160.0
AEON Insurance Service (Thailand) Company Limited	Subsidiary	149,224.3	100.00	149,224.3	149,224.3
ACS Servicing (Thailand) Company Limited	Subsidiary	175,349.1	100.00	175,349.1	175,349.1
AEON Microfinance (Myanmar) Company Limited	Subsidiary	276,769.1	100.00	276,769.1	176,204.1
AEON Leasing Service (Lao) Company Limited	Subsidiary	111,402.9	92.58	<u>103,069.1</u>	<u>101,286.3</u>
Total investments in subsidiaries				<u>957,411.9</u>	<u>720,255.0</u>
Total investments in associate and subsidiaries				<u>974,231.2</u>	<u>737,074.3</u>

22.2 Business transactions with related parties

22.2.1 Balances with related parties are as follows:

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”	
		As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Other receivables					
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	-	-	121,687	154,527
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	129	238
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	3,239	739
AEON Financial Service Company Limited	Major shareholder	1,201	5,525	1,147	5,525
AEON Credit Service Company Limited	Common ultimate holding company	22	4	22	4
ACS Capital Corporation Limited	Shareholder and one common director	4,363	3,994	-	14
AEON Credit Service (Asia) Company Limited	Common ultimate holding company	-	186	-	186
AEON Microfinance (Cambodia) Private Company Limited	Subsidiary	-	-	-	98
AEON (Thailand) Company Limited	Holding shares and two common directors	17	6	17	6
AEON Leasing Service (Lao) Company Limited	Subsidiary	-	-	94	-
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	16,926	-
AEON Compass Company Limited	Common ultimate holding company	696	-	696	-
		<u>6,299</u>	<u>9,715</u>	<u>143,957</u>	<u>161,337</u>
Accounts receivable under securitization project					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	494,185	-
Short-term loan (see Note 7)					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	100,000	-
Seller loans in Special Purpose Vehicles for Securitization (see Note 9)					
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	-	-	1,885,544	232,008
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	33,111	-
		<u>-</u>	<u>-</u>	<u>1,918,655</u>	<u>232,008</u>
Subordinated lendings (see Note 10)					
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	-	1,399,352	1,399,352	1,399,352
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	25,041	-
		<u>-</u>	<u>1,399,352</u>	<u>1,424,393</u>	<u>1,399,352</u>
Short-term borrowing (see Note 13)					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	-	50,000
Long-term borrowings (see Note 14)					
AEON Bank Ltd.	Common ultimate holding company	1,464,457	1,378,089	1,464,457	1,378,089
Accounts payable					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	125,946	117,120
Other payables					
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	-	-	-	44
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	-	-	44	44
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	-	-	655,470	171,354
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	5,228	7,869
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	112,352	31,585
AEON (Thailand) Company Limited	Holding shares and two common directors	-	83	-	83
AEON Financial Service Company Limited	Major shareholder	53,441	39,297	53,441	39,297

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS "Unaudited"		SEPARATE FINANCIAL STATEMENTS "Unaudited"	
		As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000	As at November 20, 2015 Baht '000	As at February 20, 2015 Baht '000
Other payables (continued)					
AEON Credit Service Company Limited	Common ultimate holding company	19,286	21,313	6,497	9,997
AEON Credit Service Systems (Philippines) Inc.	Holding shares	804	287	-	-
AEON Bank Ltd.	Common ultimate holding company	-	1,217	-	1,217
AEON Credit Service (Asia) Company Limited	Common ultimate holding company	384	-	-	-
AEON Microfinance (Cambodia) Private Company Limited	Subsidiary	-	-	74	-
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	28,457	-
		<u>73,915</u>	<u>62,197</u>	<u>861,563</u>	<u>261,490</u>
Long-term borrowing under securitization project (see Note 15)					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	493,099	-
Deferred revenue					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	-	826
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	225	9,643
ACS Capital Corporation Limited	Shareholder and one common director	420	514	420	514
		<u>420</u>	<u>514</u>	<u>645</u>	<u>10,983</u>

22.2.2 Transactions with related parties

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS			
		For the three-month periods ended November 20,		For the nine-month periods ended November 20,	
		2015 Baht '000	2014 Baht '000	2015 Baht '000	2014 Baht '000
Other income					
ACS Capital Corporation Limited	Shareholder and one common director	2,776	3,676	10,536	11,296
AEON (Thailand) Company Limited	Holding shares and two common directors	106	-	106	-
		<u>2,882</u>	<u>3,676</u>	<u>10,642</u>	<u>11,296</u>
Operating and administrative expenses					
AEON Financial Service Corporation Limited	Major shareholder	29,645	8,615	57,611	38,384
AEON Credit Service Company Limited	Common ultimate holding company	6,814	10,412	29,297	23,868
AEON (Thailand) Company Limited	Holding shares and two common directors	5,045	5,083	13,922	12,442
ACS Capital Corporation Limited	Shareholder and one common director	10,870	11,153	33,273	32,674
AEON Bank Ltd.	Major shareholder	394	1,010	394	1,010
AEON Credit Service Systems (Philippines) Inc.	Holding shares	3,487	21,263	10,245	33,762
AEON Credit Service (Asia) Company Limited	Common ultimate holding company	1,746	-	1,746	-
		<u>58,001</u>	<u>57,536</u>	<u>146,488</u>	<u>142,140</u>

		CONSOLIDATED FINANCIAL STATEMENTS			
		For the three-month		For the nine-month	
Related parties	Relationship	periods ended	November 20,	periods ended	November 20,
		2015	2014	2015	2014
		Baht '000	Baht '000	Baht '000	Baht '000
Dividend paid					
ACS Capital Corporation Limited	Shareholder and one common director	76,800	76,800	165,600	165,600
AEON Financial Service Corporation Limited	Major shareholder	140,480	140,480	302,910	302,910
		<u>217,280</u>	<u>217,280</u>	<u>468,510</u>	<u>468,510</u>
Purchase of computer programs					
AEON Credit Service Systems (Philippines) Inc.	Holding shares	-	8,585	-	14,235
		SEPARATE FINANCIAL STATEMENTS			
		For the three-month		For the nine-month	
Related parties	Relationship	periods ended	November 20,	periods ended	November 20,
		2015	2014	2015	2014
		Baht '000	Baht '000	Baht '000	Baht '000
Sale promotion income					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	3,525	2,677	9,634	6,903
Revenue relating to securitization transaction (see Note 19)					
Eternal 6 Special Purpose Vehicle Company Limited	Subsidiary	159,844	167,342	485,902	458,048
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	1,882	-	1,882	-
		<u>161,726</u>	<u>167,342</u>	<u>487,784</u>	<u>458,048</u>
Other income					
ACS Capital Corporation Limited	Shareholder and one common director	3,000	3,676	10,536	11,296
AEON Insurance Service (Thailand) Company Limited	Subsidiary	14,228	7,356	47,087	20,088
ACS Servicing (Thailand) Company Limited	Subsidiary	758	603	2,013	2,118
AEON Microfinance (Cambodia) Private Company Limited	Subsidiary	-	98	-	290
AEON (Thailand) Company Limited	Holding shares and two common directors	107	-	107	-
		<u>18,093</u>	<u>11,733</u>	<u>59,743</u>	<u>33,792</u>
Operating and administrative expenses					
Collection service fee					
ACS Servicing (Thailand) Company Limited	Subsidiary	327,234	84,745	831,152	251,543
Others					
AEON Financial Service Corporation Limited	Major shareholder	29,645	8,614	57,611	38,384
AEON Credit Service Company Limited	Common ultimate holding company	5,799	3,599	14,427	10,406
AEON Bank Ltd.	Major shareholder	394	1,010	394	1,010
AEON (Thailand) Company Limited	Holding shares and two common directors	5,045	5,083	13,922	12,442
AEON Insurance Service (Thailand) Company Limited	Subsidiary	1,310	94	2,706	164
ACS Capital Corporation Limited	Shareholder and one common director	11,308	10,836	32,807	31,808
ACS Servicing (Thailand) Company Limited	Subsidiary	1,206	332	1,206	795
AEON Credit Service Systems (Philippines) Inc.	Holding shares	2,818	20,833	8,565	32,623
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	13,524	-	13,524	-
AEON Microfinance (Cambodia) Private Company Limited	Subsidiary	1,209	-	1,209	-
		<u>399,492</u>	<u>135,146</u>	<u>977,523</u>	<u>379,175</u>
Dividend received					
AEON Insurance Service (Thailand) Company Limited	Subsidiary	-	-	45,000	35,000
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	17,908	17,908
AEON Microfinance (Cambodia) Private Company Limited	Subsidiary	-	-	27,800	-
		<u>-</u>	<u>-</u>	<u>90,708</u>	<u>52,908</u>

SEPARATE FINANCIAL STATEMENTS					
Related parties	Relationship	For the three-month		For the nine-month	
		periods ended November 20,		periods ended November 20,	
		2015	2014	2015	2014
		Baht '000	Baht '000	Baht '000	Baht '000
Dividend paid					
ACS Capital Corporation Limited	Shareholder and one common director	76,800	76,800	165,600	165,600
AEON Financial Service Corporation Limited	Major shareholder	140,480	140,480	302,910	302,910
		<u>217,280</u>	<u>217,280</u>	<u>468,510</u>	<u>468,510</u>
Purchase of computer programs					
AEON Credit Service Systems (Philippines) Inc.	Holding shares	-	8,059	-	13,232

- Other income for the three-month and nine-month periods ended November 20, 2015 and 2014 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, and charged to ACS Capital Corporation Limited for marketing support fee at the rate of Baht 200,000 per month.
- Revenues relating to securitization transactions are determined by the Company and subsidiaries in accordance with securitization projects (see Note 6.5).
- 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 is 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. based on specified in the agreement.

23. SEGMENT INFORMATION

The Company and subsidiaries presented segment information in respect of the business segments based on the management and internal reporting structure. The business segments of the Company and subsidiaries 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 Company and subsidiaries do 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 Company and its subsidiaries were presented by business segment as follows:

23.1 Operating result classified by business

CONSOLIDATED FINANCIAL STATEMENTS					
For the three-month period ended November 20, 2015					
	Retail finance services		Other domestic	Elimination	Total
	Domestic	Foreign	Business		
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Revenues					
Revenue from external customers	4,185,091	94,996	248,103	-	4,528,190
Inter - segment revenues	-	-	297,331	(297,331)	-
	<u>4,185,091</u>	<u>94,996</u>	<u>545,434</u>	<u>(297,331)</u>	<u>4,528,190</u>
Expenses					
Operating and administrative expenses	1,689,168	64,965	496,942	(297,172)	1,953,903
Directors and managements' remuneration	18,601	8,265	5,636	-	32,502
Bad debts and doubtful accounts	1,258,035	6,544	-	-	1,264,579
Finance cost	575,713	2,339	1,589	(159)	579,482
Total expenses	<u>3,541,517</u>	<u>82,113</u>	<u>504,167</u>	<u>(297,331)</u>	<u>3,830,466</u>
Share of profit from investment in associate	-	1,044	-	-	1,044
Profit before income tax expense	643,574	13,927	41,267	-	698,768
Income tax expense	128,955	4,508	9,945	-	143,408
Net profit for the period	<u>514,619</u>	<u>9,419</u>	<u>31,322</u>	<u>-</u>	<u>555,360</u>

CONSOLIDATED FINANCIAL STATEMENTS					
For the three-month period ended November 20, 2014					
	Retail finance services		Other domestic	Elimination	Total
	Domestic	Foreign	Business		
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Revenues					
Revenue from external customers	4,141,483	54,999	146,809	-	4,343,291
Inter - segment revenues	-	-	87,605	(87,605)	-
	<u>4,141,483</u>	<u>54,999</u>	<u>234,414</u>	<u>(87,605)</u>	<u>4,343,291</u>
Expenses					
Operating and administrative expenses	1,584,470	43,710	184,876	(87,328)	1,725,728
Directors and managements' remuneration	16,223	8,760	4,039	-	29,022
Bad debts and doubtful accounts	1,288,266	3,440	-	-	1,291,706
Finance cost	602,907	3,641	-	(277)	606,271
Total expenses	<u>3,491,866</u>	<u>59,551</u>	<u>188,915</u>	<u>(87,605)</u>	<u>3,652,727</u>
Share of profit from investment in associate	-	18,261	-	-	18,261
Profit before income tax expense	649,617	13,709	45,499	-	708,825
Income tax expense	129,973	1,521	9,019	-	140,513
Net profit for the period	<u>519,644</u>	<u>12,188</u>	<u>36,480</u>	<u>-</u>	<u>568,312</u>

CONSOLIDATED FINANCIAL STATEMENTS
For the nine-month period ended November 20, 2015

	Retail finance services		Other domestic	Elimination	Total
	Domestic	Foreign	Business		
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Revenues					
Revenue from external customers	12,484,604	221,560	553,079	-	13,259,243
Inter - segment revenues	-	27,799	903,048	(930,847)	-
	<u>12,484,604</u>	<u>249,359</u>	<u>1,456,127</u>	<u>(930,847)</u>	<u>13,259,243</u>
Expenses					
Operating and administrative expenses	4,922,266	175,214	1,273,016	(835,430)	5,535,066
Directors and managements' remuneration	59,825	26,214	13,214	-	99,253
Bad debts and doubtful accounts	3,605,718	17,769	-	-	3,623,487
Finance cost	1,726,367	8,666	1,589	(386)	1,736,236
Total expenses	<u>10,314,176</u>	<u>227,863</u>	<u>1,287,819</u>	<u>(835,816)</u>	<u>10,994,042</u>
Share of profit from investment in associate	-	3,297	-	-	3,297
Profit (loss) before income tax expense	2,170,428	24,793	168,308	(95,031)	2,268,498
Income tax expense	416,708	11,175	29,088	-	456,971
Net profit (loss) for the period	<u>1,753,720</u>	<u>13,618</u>	<u>139,220</u>	<u>(95,031)</u>	<u>1,811,527</u>

CONSOLIDATED FINANCIAL STATEMENTS
For the nine-month period ended November 20, 2014

	Retail finance services		Other domestic	Elimination	Total
	Domestic	Foreign	Business		
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Revenues					
Revenue from external customers	12,427,964	141,620	375,456	-	12,945,040
Inter - segment revenues	-	-	316,331	(316,331)	-
	<u>12,427,964</u>	<u>141,620</u>	<u>691,787</u>	<u>(316,331)</u>	<u>12,945,040</u>
Expenses					
Operating and administrative expenses	4,672,426	112,426	519,305	(262,683)	5,041,474
Directors and managements' remuneration	61,624	19,417	11,727	-	92,768
Bad debts and doubtful accounts	3,768,222	10,456	-	-	3,778,678
Finance cost	1,754,292	7,145	15	(740)	1,760,712
Total expenses	<u>10,256,564</u>	<u>149,444</u>	<u>531,047</u>	<u>(263,423)</u>	<u>10,673,632</u>
Share of profit from investment in associate	-	18,261	-	-	18,261
Profit (loss) before income tax expense	2,171,400	10,437	160,740	(52,908)	2,289,669
Income tax expense	424,032	5,481	31,784	-	461,297
Net profit (loss) for the period	<u>1,747,368</u>	<u>4,956</u>	<u>128,956</u>	<u>(52,908)</u>	<u>1,828,372</u>

23.2 Financial position classified by business

CONSOLIDATED FINANCIAL STATEMENTS					
“Unaudited”					
As at November 20, 2015					
	Retail finance services		Other domestic	Elimination	Total
	Domestic	Foreign	business		
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Accounts receivable and other receivable	58,723,490	1,243,112	331,803	(195,225)	60,103,180
Leasehold improvement and equipment and intangible assets	1,236,821	156,822	345,302	-	1,738,945
Other assets	8,408,688	101,013	463,544	(1,084,181)	7,889,064
Total assets	<u>68,368,999</u>	<u>1,500,947</u>	<u>1,140,649</u>	<u>(1,279,406)</u>	<u>69,731,189</u>
Total liabilities	<u>57,277,009</u>	<u>838,136</u>	<u>483,668</u>	<u>(332,996)</u>	<u>58,265,817</u>

CONSOLIDATED FINANCIAL STATEMENTS					
As at February 20, 2015					
	Retail finance services		Other domestic	Elimination	Total
	Domestic	Foreign	business		
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Accounts receivable and other receivable	55,669,978	869,657	325,752	(170,577)	56,694,810
Leasehold improvement and equipment and intangible assets	1,463,682	150,032	153,480	-	1,767,194
Other assets	6,197,435	84,743	404,165	(756,273)	5,930,070
Total assets	<u>63,331,095</u>	<u>1,104,432</u>	<u>883,397</u>	<u>(926,850)</u>	<u>64,392,074</u>
Total liabilities	<u>53,130,451</u>	<u>732,558</u>	<u>302,759</u>	<u>(218,514)</u>	<u>53,947,254</u>

24. CREDIT FACILITIES AND LETTERS OF GUARANTEE

- 24.1 As at November 20, 2015 and February 20, 2015, the Company has the committed and unsecured revolving credit facility agreements with a financial institution for general corporate funding requirements totaling Baht 900 million and Baht 400 million, respectively.
- 24.2 As at November 20, 2015 and February 20, 2015, the Company has unused overdraft facilities with various banks totaling Baht 255.10 million and Baht 655.10 million, respectively. Such overdraft facilities are unsecured.
- 24.3 As at November 20, 2015 and February 20, 2015, the Company has bank's letters of guarantees issued to suppliers for guarantee payment of Baht 0.50 million. Such letters of guarantees are unsecured.
- 24.4 As at November 20, 2015 and February 20, 2015, the subsidiaries have letters of guarantee issued by banks in the amounts of Baht 8.89 million and Baht 3.93 million, respectively.
- 24.5 As at November 20, 2015 and February 20, 2015, the Company has outstanding letters of credit issued by a bank in Japan for guarantee repayment of a subsidiary's debentures of not exceeding Baht 326.95 million (see Note 16).
- 24.6 As at November 20, 2015, the Company has outstanding letter of credit issued by banks and letter of guarantee issued by the Company for guarantee repayment of a subsidiary's loans of not exceeding USD 0.78 million.

25. SALES OF WRITTEN-OFF ACCOUNTS RECEIVABLE

25.1 On August 20, 2014, the Company sold written-off accounts receivable under loan agreements, hire-purchase agreements and credit card agreements by a bidding process to a local company (the “buyer”) with the purchase price of Baht 478.68 million and the value-added tax of hire-purchase receivables of Baht 2.62 million, totaling Baht 481.30 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 agreements and credit card agreements. As at August 20, 2014, the closing date as specified in the agreement, the Company received the initial payment of Baht 120.32 million from the purchaser. The purchaser agrees to pay the remaining amount of purchase price amounting to Baht 360.98 million in three installments of Baht 120.33 million per each, on September 20, 2014, October 20, 2014 and the delivery date, respectively. The Company recognized income from sale of written-off accounts receivable of Baht 478.68 million in the consolidated and separate statements of profit or loss for the nine-month period ended November 20, 2014.

During the year ended February 20, 2015, the Company received cash proceeds of the remaining balance as specified in the agreement.

25.2 On September 30, 2014, the Company sold written-off accounts receivable under loan agreements and credit card agreements by a bidding process to a local company (the “buyer”) with the purchase price of Baht 128.19 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 and credit card agreements. As at September 30, 2014, the closing date as specified in the agreement, the Company received the initial payment of Baht 32.05 million from the purchaser. The purchaser agrees to pay the remaining amount of purchase price amounting to Baht 96.14 million in three installments of Baht 32.05 million per each, on October 30, 2014, November 30, 2014 and the delivery date, respectively. The Company recognized income from sale of written-off accounts receivable of Baht 128.19 million in the consolidated and separate statements of profit or loss for the three-month and nine-month periods ended November 20, 2014.

During the year ended February 20, 2015, the Company received cash proceeds of the remaining balance as specified in the agreement.

25.3 On August 19, 2015, the Company sold written-off accounts receivable under loan agreements, hire-purchase agreements and credit card agreements by a bidding process to a local company (the “buyer”) with the purchase price of Baht 190.67 million and the value-added tax of hire-purchase receivables of Baht 0.09 million, totaling Baht 190.79 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 August 19, 2015, the closing date as specified in the agreement, the Company received the initial payment of Baht 47.69 million from the purchaser. The purchaser agrees to pay the remaining amount of purchase price amounting to Baht 143.07 million in three installments of Baht 47.69 million per each, on September 20, 2015, October 20, 2015 and the delivery date, respectively. The Company recognized income from sale of written-off accounts receivable of Baht 190.67 million in the consolidated and separate statements of profit or loss for the nine-month period ended November 20, 2015.

During the nine-month period ended November 20, 2015, the Company has already received cash proceeds of the remaining balance as specified in the agreement.

25.4 On September 21, 2015, the Company sold written-off accounts receivable under loan agreements by a bidding process to a local company (the “buyer”) with the purchase price of Baht 109.46 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. As at September 21, 2015, the closing date as specified in the agreement, the Company received the initial payment of Baht 27.37 million from the purchaser. The purchaser agrees to pay the remaining amount of purchase price amounting to Baht 82.09 million in three installments of Baht 27.37 million per each, on October 21, 2015, November 21, 2015 and the delivery date, respectively. The Company recognized income from sale of written-off accounts receivable of Baht 109.46 million in the consolidated and separate statements of profit or loss for the three-month and nine-month periods ended November 20, 2015.

Subsequently, on October 21, 2015, the Company has already received cash proceeds of Baht 27.37 million as specified in the agreement, and recorded outstanding receivables of Baht 54.72 million as other receivables in the consolidated and separate statements of financial position as at November 20, 2015.

Under the Asset Sale and Purchase Agreement, the buyer was entitled to claim damages from the Company from sales of loans receivable in events the buyer did not have lawful title over loans receivable or loan agreements were not legal as specified in the agreement. The claim was to be settled with the final payment which the Company would receive from the buyer. However, the Company believed that such damage was not significant, therefore, the Company had not recorded such claim in the financial statements for the three-month and nine-month periods ended November 20, 2015. In addition, if the buyer wished to sell or transfer loan that were intended to be a portfolio sale to a third party, the Company was entitled to a rights to first negotiate with the buyer with regard to a purchase of the portfolio before any third party. If the negotiation did not conclude within three months or the Company decided not to make a purchase, the buyer might sell such loan to a third party.

26. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements have been approved for issuing by the Company's authorized director and the Audit Committee on December 21, 2015.

(Translation)

Management Discussion and Analysis for the 3rd Quarter ended November 20, 2015

AEON Thana Sinsap (Thailand) Public Company Limited (“The Company”) has already submitted the reviewed Q3/2015 financial statements as of November 20, 2015 which were reviewed by Deloitte Touche Tohmatsu Jaiyos Audit Company Limited. The operating performance is summarized as follows;

Overview

The Thai economy in the third quarter of 2015 expanded by 2.9% y-y, slightly recovering from a rise of 2.8% in the previous quarter. This was mainly from the recovery of private consumption and stimulation of government expenditure. The household consumption rose by 1.7%, improving from 1.6% in the previous quarter.

Meanwhile, the recovery of export sector has been slowing down mainly due to the deceleration in Chinese economy and ASEAN countries. In addition, the tourism and service sector was affected by the Bangkok bombing in August. Consequently, the Bank of Thailand estimated the 2015 GDP growth rate to be 2.7%.

As of November 20, 2015, the Company's total cards reached 7.47 million cards (including 2.30 million credit cards and 5.17 million member cards), net increasing by 250,000 cards or 3% from February 20, 2015. Covering networks nationwide, the Company has 119 branches, 467 ATMs, and over 16,900 member dealers to provide quality financial services to AEON cardholders.

Summary of Operation Results

1. Operating Results

Revenues

The Company reported 13,259 million baht of total consolidated revenues for the nine-month period of 2015, increasing by 2% y-y. Therefore, if we exclude gain on sale of written off account receivables, the growth was 5% from the same period of last year. For the third quarter 2015, revenues amounted to 4,528 million baht, increasing by 4% y-y. This was mainly from performing loans growth and the growth of subsidiaries in Thailand and overseas.

As of November 20, 2015, the Company has total billings of 3.48 million accounts with number of active customers of 2.26 million, mainly from Bangkok 33%, and up-country 67%. Details of each business can be described as follows:

- Credit Card

For nine-month period, credit cards turnover comprised of 47% of total turnovers, with an income of 4,876 million baht, increasing by 8% y-y. In the third quarter 2015, credit card income reached 1,650 million baht, increasing by 5% y-y. This was mainly from an increase in fee-based income by 3% y-y and increase of interest income by 5% y-y. In addition, the company provides a variety of privileges to our customers in form of rewards and cash back schemes to encourage card spending such as the campaign "AEON Happy Plan" installment program and get cash back rewards up to 3,000 baht, "AEON Gift 2016" AEON card holders register via website or SMS in order to redeem the premiums and etc. Focusing on card recruitment activities, the Company has developed more card recruitment channels including setting booths in high traffic areas and encouraging card application on the Company's website and dealer network nationwide.

- Loans

For nine-month period, loans shared 47% of total turnovers (shared 27% from personal loan and 20% from purposed loan for mobile phone, IT products, electrical appliances and etc. through more than 16,900 dealers nationwide) with the revenues of 6,584 million baht, increasing by 2% y-y. For the third quarter, loans income amounted to 2,241 million baht, increasing by 1% y-y. In addition, the Company has expanding more service channels providing more convenience to customers and this also saved the Company's operation cost. Therefore, AEON members can utilize the revolving loans service through many service channels; besides AEONTS ATMs, other major bank ATMs i.e. Kasikorn, Thanachart, Bangkok Bank, Krungsri, Krungthai, GSB, Counter Service through 7-11 nationwide and they can also transfer and receive cash through Thailand Post Office nationwide.

- Hire Purchase

Hire purchase (motorcycle, electrical appliances, mobile phone and etc.) for the nine-month shared 1% of total turnovers, with revenues of 321 million baht, increasing by 7% y-y. This was contributed from hire purchase income in overseas subsidiaries of 157 million baht, mainly came from AEON Microfinance (Cambodia) Private Company Limited, which grew by 34% from last year

In terms of revenues in Q3/2015, the Company reported 110 million baht of hire purchase and increased by 6% y-y due to the decline in durable goods spending. The majority of hire purchase income came from the continuous growth of overseas business with 44% y-y. However, the company has continued launching promotions with motorcycle manufacturers and suppliers, i.e., Honda and Kawasaki as well as increased distribution channels for motorcycle sales through our branches.

- Others

For the nine-month period, the Company had other income of 1,478 million baht, decreasing by 9% from the same period last year. The majority of other incomes came from bad debt recovery of 414 million baht and gain on sales of written-off accounts receivable of 300 million baht. In the third quarter 2015, income from others amounted to 527 million baht, increasing by 14% from the same period last year, which was mainly generated from bad debt recovery of 126 million baht and gain on sales of written-off accounts receivable of 109 million baht.

Moreover, the income for the nine-month period of company's subsidiaries in Thailand, the Company had commission income of 349 million baht, increasing by 88% y-y from AEON Insurance Service (Thailand) Co., Ltd. and collection service income of 165 million baht, decreasing by 14% y-y from ACS Servicing (Thailand) Co., Ltd. accordingly. In the third quarter 2015, income from commission amounted 113 million baht, increasing by 86% y-y and collection service income of 81 million baht increasing by 20% y-y. The Company has planed to generate more fee base incomes in the future.

Expenses

In the nine-month period, the consolidated expenses amounted to 10,994 million baht, increasing by 3% y-y. For the third quarter, the consolidated expenses were 3,830 million baht, increasing by 5% from the same period last year. An increase of expenses was due to an increase in the Company's operating and administrative expenses and business expansion of the oversea subsidiaries. Details of total major expenses can be described as follows:

- Operating and Administrative Expenses

For the nine-month period of 2015, the consolidated operating and administrative expenses were 5,634 million baht, increasing by 10% y-y, and accounted for 42% of total revenues. In the third quarter 2015, the Company recorded operating and administrative expenses of 1,986 million baht, increasing by 13% y-y and represented 44% of total revenues, mainly came from business expansion of AEON Insurance Service (Thailand) Co., Ltd. and ACS Servicing (Thailand) Co., Ltd. and transferring collection department to ACS Servicing (Thailand) in order to maintain the same standard of training and management and to improve efficiency of total organization. Considering the Company's financial statement, the operating and administrative expenses increasing by 7% from last year, as a percentage of revenues were 41%, the same level as in the previous quarter.

- Bad Debts and Doubtful Accounts

The consolidated bad debts and doubtful accounts, in the nine-month period 2015, amounted to 3,623 million baht, decreasing by 4% y-y. For the third quarter 2015, the Company recorded bad debts and doubtful accounts of 1,265 million baht, decreasing by 2% y-y, mainly came from improvement in collection and credit judgment.

- Finance Cost

The Company recorded finance cost of 1,736 million baht for nine-month period, 1% decreased from the same period last year. For the third quarter, finance cost was 579 million baht, decreasing by 4% y-y. However, finance cost in the nine month 2015 accounted for 13% of total revenues, the same level as last year. The Company manages liquidity risk and interest rates fluctuation risk by mainly locking in long-term borrowing, represented 66% of total borrowing and weight average funding cost at 4.06% in Q3/2015.

Net Profit

For nine-month period 2015, the Company had consolidated operating income of 2,268 million baht, and reported net profit attributed to owners of the parent of 1,804 million baht, decreasing by 25 million baht or 1% y-y, due to the economic slowdown and the Company sell the written off account receivables less than last year. In the third quarter 2015, the Company reported net profit attributed to owners of the parent of 550 million baht, decreased by 19 million baht or 3% y-y. Earnings per share (EPS) for the nine-month and the third quarter of 2015 were 7.22 baht per share and 2.20 baht per share respectively. In addition, the Company recorded share of profit by 3 million baht from ACS Trading Vietnam Co., Ltd., the associated company by the equity method. Therefore, when excluding both gain on sale of written off account receivables and share of profit from investments in associates, our net profit in Q3/2015 increased 4% from the same period of last year.

2. Financial Status

Total Assets

As of November 20, 2015, the Company had 69,731 million baht of consolidated total assets, showing an increase of 5,339 million baht or 8% from the end of fiscal year 2014. Mainly, the assets were attributed to the portfolio of net accounts receivable, which was 86% of total assets.

-Accounts Receivable

As of November 20, 2015, the Company had consolidated accounts receivable of 62,504 million baht, increasing by 6% from that of 58,914 million baht at the end of fiscal year 2014, driven by credit card receivable with 11% y-y. These can be categorized by credit card business of 24,705 million baht, loans business of 36,054 million baht, hire purchase business of 1,662 million baht and others of 83 million baht. However, including credit card receivable under securitization of 3,122 million baht which was off balance sheet, total accounts receivable were 65,626 million baht, increasing by 4% from the end of fiscal year 2014.

Due to the Company's sustainable collection result, as of November 20, 2015, the Company provided allowance for doubtful accounts of 2,672 million baht or 4.27% of total accounts receivable, comparing to that of 4.12% at the end of previous fiscal year. The percentage account receivable 3 months overdue or non-performing loan ratio was 3.67% at November 20, 2015.

Liabilities

The Company consolidated total liabilities were 58,266 million baht at the end of the Q3/2015, showing an increase of 4,319 million baht or 8% from the end of fiscal year 2014. This was due to 11% increase in the total borrowings to 54,430 million baht. The portion of long-term borrowings was 36,128 million baht or 66% of total borrowings.

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.

Shareholder Equity

The Company's shareholder equity reached 11,465 million baht, showing an increase of 1,021 million baht or 10% from the end of fiscal year 2014. Consequently, Book value as of November 20, 2015 was 45.9 baht per share, increasing from that of 41.8 baht per share as of February 20, 2015

For nine-month period 2015, the Company recorded return on equity (ROE) at 22% and return on asset (ROA) at 3.6% and equity ratio of 16.4%. Debt to Equity ratio as of November 20, 2015 slightly decreased to 5.1 times from 5.2 times as of February 20, 2015.

(Translation)

No. 37/2015

December 22, 2015

President

The Stock Exchange of Thailand

Re: Notification of the Resolution of the Board of Directors' Meeting No. 6/2015

We, AEON Thana Sinsap (Thailand) Public Company Limited (“Company”), hereby reported the resolutions passed at the meeting of the Board of Directors No. 6/2015 held on December 22, 2015, from 10:00 a.m. as follows:

1. Unanimously approved the Company's performance for the third quarter ended November 20, 2015;
2. Unanimously approved the reviewed financial statements of the Company for the third quarter and nine-month period ended November 20, 2015;
3. With reference to the Company's Annual General Meeting of Shareholders held on June 12, 2014 which resolved the issuing debenture in an amount of not more than 8 billion baht equivalent for financing, the Company Board of Director meeting has already approved amount of 5.5 billion baht and the Company has partially issued those debentures. Currently the Company has remaining amount of 2.5 billion baht. Therefore, The Company would like to present the details of the issuance and offering of a new tranche of debentures as follows;

Type	: Unsubordinated and unsecured Debentures
Purpose	: Refinance and/or General Working Capital
Currency to issue	: USD
Issuing Amount	: Up to USD 70 Million (Equivalent to 2,500 MB)
Tenor	: Up to 5 years from issuance date
Placement	: Japanese Bank
Interest Rate	: Depend on market at time of offering and issuance

The authorized director(s) assigned by the Board of Directors is empowered to consider and prescribe other terms and conditions related to the issuance of the debentures including seeking approval from the competent authorities and performing any other acts necessary and related to the issuance of the debentures.

Please be informed accordingly

Yours sincerely,

Yasuhiko Kondo
Managing Director