

**Syntec Construction Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month period ended
31 March 2017

and

Independent auditor's report
on review of interim financial information

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Syntec Construction Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Syntec Construction Public Company Limited and its subsidiaries, and of Syntec Construction Public Company Limited, respectively as at 31 March 2017, the related consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2017, and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Other matters

The consolidated and separate statements of financial position of Syntec Construction Public Company Limited and its subsidiaries, and of Syntec Construction Public Company Limited, respectively as at 31 December 2016, which are included as a comparative information, were audited by another auditor in the same office who expressed an unqualified opinion on those financial statements in his report dated 28 February 2017. The consolidated and separate statements of comprehensive income, changes in equity

and cash flows for the three-month period ended 31 March 2016, which are included as a comparative information, were reviewed by another auditor in the same office, whose report dated 16 May 2016 stated that nothing has come to his attention that causes him to believe that those interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34, Interim Financial Reporting.

(Maliwan Phahuwattanakorn)
Certified Public Accountant
Registration Number 4701

NPS Siam Audit Limited
Bangkok
15 May 2017

Syntec Construction Public Company Limited and its Subsidiaries

Statement of financial position

As at 31 March 2017

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2017	2016	2017	2016
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Current assets					
Cash and cash equivalents		353,893	500,280	284,970	430,675
Current investments	6	1,507,963	1,249,057	1,467,471	1,208,713
Trade accounts receivables	5, 7	636,636	855,355	641,938	849,092
Other current receivables	5, 8	78,530	54,098	77,946	61,029
Retention receivables under construction					
contracts	9	475,210	490,803	475,210	490,803
Unbilled construction in progress	10	282,223	255,440	282,223	255,440
Current portion of long-term loans	5, 15	-	-	85,000	85,000
Inventories	11	182,932	143,883	182,465	143,448
Advance payments to subcontractors		451,166	481,898	426,527	468,827
Total current assets		3,968,553	4,030,814	3,923,750	3,993,027
Non-current assets					
Available-for-sale investments	5	567,544	556,268	567,544	556,268
Investments in associate	12	266	276	-	-
Investment in subsidiaries	13	-	-	810,000	810,000
Other long-term investments	5, 14	48,371	48,371	48,371	48,371
Long-term loans	5, 15	-	-	65,000	40,000
Investment properties	16	103,448	103,523	103,448	103,523
Property, plant and equipment	17	3,991,991	4,019,827	920,198	943,920
Leasehold right	18	325,163	330,133	325,163	330,133
Intangible assets	19	11,650	12,772	6,032	6,491
Withholding tax		40,611	245,534	34,181	240,165
Pledged deposit at bank		129,157	139,563	109,156	119,562
Other non-current assets		32,953	36,139	28,829	35,051
Total non-current assets		5,251,154	5,492,406	3,017,922	3,233,484
Total Assets		9,219,707	9,523,220	6,941,672	7,226,511

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

Syntec Construction Public Company Limited and its Subsidiaries

Statement of financial position

As at 31 March 2017

Liabilities and equity	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2017	2016	2017	2016
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<i>Current liabilities</i>					
Bank overdrafts		1,238	1,806	-	-
Trade accounts payables	5, 21	501,164	430,849	498,464	428,261
Other current payables	5, 22	471,077	832,158	418,616	784,926
Current portion of creditors under rehabilitation plan		25,980	26,580	25,980	26,580
Long-term loans in default	24	184,182	190,182	-	-
Current portion of long-term loans	24	92,000	92,000	-	-
Current portion of finance lease liabilities		21,426	29,839	21,426	29,839
Other short-term loans	23	-	160,000	-	160,000
Advances received from customers under construction contracts	10	771,696	881,590	771,696	881,590
Retention payables from subcontractors		324,368	315,191	324,368	315,191
Undue value added tax		61,484	71,300	61,484	71,300
Accrued income tax		3,895	-	3,895	-
Other current provisions	26	28,748	25,748	28,748	25,748
Other current liabilities		35,867	29,320	9,734	8,816
Total current liabilities		2,523,125	3,086,563	2,164,411	2,732,251
<i>Non-current liabilities</i>					
Long-term loans	24	1,421,054	1,424,448	-	-
Deferred tax liabilities	20	24,681	20,279	24,681	20,279
Non-current provisions for employee benefit	25	146,556	139,625	143,214	136,570
Other non-current provisions	26	29,384	29,384	29,384	29,384
Deposit from customers		17,480	20,729	-	-
Total non-current liabilities		1,639,155	1,634,465	197,279	186,233
Total liabilities		4,162,280	4,721,028	2,361,690	2,918,484

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

Syntec Construction Public Company Limited and its Subsidiaries

Statement of financial position

As at 31 March 2017

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2017	2016	2017	2016
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Shareholders' equity					
Share capital	27				
Authorized share capital		1,600,000	1,600,000	1,600,000	1,600,000
Issued and paid share capital		1,600,000	1,600,000	1,600,000	1,600,000
Share premium					
Share premium on ordinary shares		24	24	24	24
Retained earnings					
Appropriated					
Legal reserve		160,000	158,551	160,000	158,551
Unappropriated		2,468,910	2,218,651	2,543,321	2,281,836
Other components of shareholders' equity	5	276,637	267,616	276,637	267,616
Total equity attributable to owners of the parent		4,505,571	4,244,842	4,579,982	4,308,027
Non-controlling interests		551,856	557,350	-	-
Total shareholders' equity		5,057,427	4,802,192	4,579,982	4,308,027
Total liabilities and shareholders' equity		9,219,707	9,523,220	6,941,672	7,226,511

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

Syntec Construction Public Company Limited and its Subsidiaries
Statements of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended 31 March		Three-month period ended 31 March	
		2017	2016	2017	2016
<i>(in thousand Baht)</i>					
Revenues					
Contract revenues		1,986,575	1,675,452	1,997,210	1,675,452
Room service revenues		103,512	46,299	32,363	29,371
Interest income		1,795	2,242	3,258	3,348
Compensation for damages	32	-	58,510	-	58,510
Reversal of allowance for doubtful accounts	7, 9, 10	-	20,010	-	20,010
Other income		17,924	24,066	8,028	23,449
Total revenues		2,109,806	1,826,579	2,040,859	1,810,140
Expenses					
Contract costs		1,571,383	1,381,466	1,578,415	1,381,466
Room service costs		62,250	27,291	18,246	21,933
Distribution costs		4,207	275	150	110
Administrative expenses		143,702	104,988	115,109	96,008
Other expenses		-	200	-	758
Finance costs		17,197	9,638	1,198	7,123
Total expenses		1,798,739	1,523,858	1,713,118	1,507,398
Share of loss of associate	12	(10)	(11)	-	-
Profit before income tax expense		311,057	302,710	327,741	302,742
Income tax expense	20	64,843	72,405	64,807	72,236
Profit for the period		246,214	230,305	262,934	230,506
Other comprehensive income					
Components of other comprehensive income that will be reclassified to profit or loss					
Gains on remeasurement investments held as available-for-sale	5	11,276	23,920	11,276	23,920
Income tax relating to components of other comprehensive income that will be reclassified to profit or loss		(2,255)	(4,784)	(2,255)	(4,784)
Total components of other comprehensive income that will be reclassified to profit or loss		9,021	19,136	9,021	19,136
Other comprehensive income for the period, net of tax		9,021	19,136	9,021	19,136
Total comprehensive income for the period		255,235	249,441	271,955	249,642

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

Syntec Construction Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended 31 March		Three-month period ended 31 March	
		2017	2016	2017	2016
<i>(in thousand Baht)</i>					
Profit (loss) attributable to :-					
Owners of parent		251,708	230,620	262,934	230,506
Non - controlling interests		(5,494)	(315)	-	-
Profit for the period		<u>246,214</u>	<u>230,305</u>	<u>262,934</u>	<u>230,506</u>
Total comprehensive income (expense)					
attributable to :-					
Owners of parent		260,729	249,756	271,955	249,642
Non - controlling interests		(5,494)	(315)	-	-
Total comprehensive income for the period		<u>255,235</u>	<u>249,441</u>	<u>271,955</u>	<u>249,642</u>
Earnings per share					
Basic (in Baht)	29	<u>0.16</u>	<u>0.14</u>	<u>0.16</u>	<u>0.14</u>

Syntec Construction Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

Note	Consolidated financial statements								
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings		Other components of shareholders' equity		Total equity attributable to owners of parent	Non-controlling interests	Total shareholders' equity
			Legal reserve	Unappropriated	Available-for-sale investments				
<i>(in thousand Baht)</i>									
For the three-month period ended 31 March 2016									
Balance at 1 January 2016	1,600,000	24	113,739	1,585,556	137,227	3,436,546	175,727	3,612,273	
Transaction with owner, recorded directly in equity :-									
Changes in ownership interest in subsidiaries :									
Acquisition for non - controlling interests without a change in control	-	-	-	-	-	-	400	400	
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	400	400	
Total transaction with owner, recorded directly in equity	-	-	-	-	-	-	400	400	
Comprehensive income for the period									
Profit	-	-	-	230,620	-	230,620	(315)	230,305	
Other comprehensive income	-	-	-	-	19,136	19,136	-	19,136	
Total comprehensive income for the period	-	-	-	230,620	19,136	249,756	(315)	249,441	
Transfer to legal reserve	-	-	11,526	(11,526)	-	-	-	-	
Balance as at 31 March 2016	1,600,000	24	125,265	1,804,650	156,363	3,686,302	175,812	3,862,114	

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

Syntec Construction Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

Note	Consolidated financial statements							Total equity attributable to owners of parent	Non-controlling interests	Total shareholders' equity	
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings		Other components of shareholders' equity Available-for-sale investments	Total equity attributable to owners of parent	Non-controlling interests				Total shareholders' equity
			Legal reserve	Unappropriated							
<i>(in thousand Baht)</i>											
For the three-month period ended 31 March 2017											
Balance at 1 January 2017	1,600,000	24	158,551	2,218,651	267,616	4,244,842	557,350	4,802,192			
Transaction with owner, recorded directly in equity :-											
Comprehensive income for the period											
Profit	-	-	-	251,708	-	251,708	(5,494)	246,214			
Other comprehensive income	-	-	-	-	9,021	9,021	-	9,021			
Total comprehensive income for the period	-	-	-	251,708	9,021	260,729	(5,494)	255,235			
Transfer to legal reserve	-	-	1,449	(1,449)	-	-	-	-			
Balance as at 31 March 2017	1,600,000	24	160,000	2,468,910	276,637	4,505,571	551,856	5,057,427			

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

Syntec Construction Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

<i>Note</i>	Separate financial statements					Other components of shareholders' equity Available-for-sale investments	Total shareholders' equity
	Issued and paid share capital	Share premium on ordinary shares	<u>Retained earnings</u>				
			Legal reserve	Unappropriated			
			<i>(in thousand Baht)</i>				
For the three-month period ended 31 March 2016							
Balance at 1 January 2016	1,600,000	24	113,739	1,623,615	137,227	3,474,605	
Transaction with owner, recorded directly in equity :-							
Comprehensive income for the period							
Profit	-	-	-	230,506	-	230,506	
Other comprehensive income	-	-	-	-	19,136	19,136	
Total comprehensive income for the period	-	-	-	230,506	19,136	249,642	
Transfer to legal reserve	-	-	11,526	(11,526)	-	-	
Balance as at 31 March 2016	1,600,000	24	125,265	1,842,595	156,363	3,724,247	

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

Syntec Construction Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

	Separate financial statements					Total shareholders' equity	
	<i>Note</i>	Issued and paid share capital	Share premium on ordinary shares	<u>Retained earnings</u>			<u>Other components of shareholders' equity</u>
				Legal reserve	Unappropriated		Available-for-sale investments
<i>(in thousand Baht)</i>							
For the three-month period ended 31 March 2017							
Balance at 1 January 2017		1,600,000	24	158,551	2,281,836	267,616	4,308,027
Transaction with owner, recorded directly in equity :-							
Comprehensive income for the period							
Profit		-	-	-	262,934	-	262,934
Other comprehensive income		-	-	-	-	9,021	9,021
Total comprehensive income for the period		-	-	-	262,934	9,021	271,955
Transfer to legal reserve		-	-	1,449	(1,449)	-	-
Balance as at 31 March 2017		1,600,000	24	160,000	2,543,321	276,637	4,579,982

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

Syntec Construction Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended 31 March		Three-month period ended 31 March	
<i>Note</i>	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	246,214	230,305	262,934	230,506
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Reversal of allowance for doubtful accounts	-	(20,010)	-	(20,010)
Doubtful debts expense	48	242	48	250
Depreciation and amortization	94,616	56,033	66,229	50,753
Interest income	(1,795)	(2,242)	(3,258)	(3,348)
Interest expense	17,197	9,638	1,198	7,123
Gain on disposal and write-off of equipment	(129)	(1,442)	(129)	(1,450)
Unrealized gains from changes in fair value of available-for-sale investments	(4,247)	(4,779)	(4,099)	(4,779)
Unrealized gain on exchange rate	(600)	(366)	(600)	(366)
Loss on write-off of investment in subsidiary	-	-	-	549
Loss on write-off of withholding tax	(186)	-	(186)	-
Share of loss of associate	10	11	-	-
Provision for losses on constructions project	3,000	73,500	3,000	73,500
Provision for employee benefit	6,931	5,182	6,644	4,939
Tax expense	64,843	72,405	64,807	72,236
	<u>425,902</u>	<u>418,477</u>	<u>396,588</u>	<u>409,903</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivables	218,671	259,707	207,107	261,196
Other current receivables	(25,738)	(53,751)	(17,991)	(2,157)
Retention receivable under construction contract	15,593	41,128	15,593	41,128
Unbilled construction in progress	(26,783)	228,136	(26,783)	228,136
Inventories	(39,049)	305	(39,017)	305
Advance payments to subcontractors	30,732	34,851	42,300	34,851
Other non-current assets	3,186	112	6,223	112
Trade accounts payables	70,315	41,296	70,203	39,422
Advance received under construction contracts	(109,894)	88,818	(109,894)	88,818
Undue value added tax	(9,817)	(31,831)	(9,817)	(31,831)
Retention payables from subcontractors	9,177	7,533	9,177	7,533
Other current payables	(360,955)	(120,733)	(366,310)	(121,677)
Other current liabilities	3,298	(19)	918	(19)
Cash generated from operating activities	<u>204,638</u>	<u>914,029</u>	<u>178,297</u>	<u>955,720</u>
Withholding tax paid	(59,725)	(63,376)	(58,441)	(63,031)
Withholding tax received	206,032	-	205,845	-
Net cash from operating activities	<u>350,945</u>	<u>850,653</u>	<u>325,701</u>	<u>892,689</u>

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

Syntec Construction Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month period ended 31 March		For the three-month period ended 31 March	
<i>Note</i>	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	2,145	2,233	3,374	3,339
Purchase of current investments	(600,439)	(811,766)	(600,439)	(811,766)
Proceeds from current investments	345,780	-	345,780	-
Acquisition of short-term loans	-	-	-	(30,000)
Acquisition of long-term loans	-	-	(25,000)	-
Pledged deposit at bank	10,406	14,600	10,406	14,600
Purchase of property, plant and equipment	(60,424)	(46,001)	(36,813)	(44,846)
Purchase of intangible assets	(209)	(442)	(209)	(442)
Sales of equipment	148	1,471	148	1,471
Net cash used in investing activities	(302,593)	(839,905)	(302,753)	(867,644)
<i>Cash flows from financing activities</i>				
Interest paid	(16,365)	(8,268)	(240)	(5,833)
Bank overdrafts	(567)	(2,533)	-	-
Proceeds from short-term loans	-	25,000	-	-
Payment of other short-term loans	(160,000)	-	(160,000)	-
Payment of long-term loans	(9,394)	(3,900)	-	-
Finance lease payment	(8,413)	(5,624)	(8,413)	(5,624)
Proceeds from from non-controlling interests	-	400	-	-
Net cash from (used in) financing activities	(194,739)	5,075	(168,653)	(11,457)
Net increase (decrease) in cash and cash equivalents	(146,387)	15,823	(145,705)	13,588
Cash and cash equivalents at 1 January	500,280	644,324	430,675	615,412
Cash and cash equivalents at 31 March	353,893	660,147	284,970	629,000

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

Syntec Construction Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2017 (Unaudited)

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Syntec Construction Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2017 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements were authorized for issue by the Board of Directors on 15 May 2017.

1 General information

Syntec Construction Public Company Limited (“the Company”) is incorporated in Thailand and has its registered office at 555/7-11 Sukhumvit Soi 63 (Ekamai), Sukhumvit Road, Klongton Nua, Wattana, Bangkok and a branch office located at 61 Soi Langsuan, Lumpini, Pathumwan, Bangkok.

The Company was listed on the Stock Exchange of Thailand on 12 February 1993.

The Company’s major shareholders who hold more than 10% of total paid share capital as at 31 March 2017 were as follows:

	<i>(% of total paid share capital)</i>
Phahusuth Group	28.41

The principal activities of the Company are construction and real estate development for room service or service apartment.

Details of the Company’s subsidiaries were as follows:

Name of entity	Type of business	Country of incorporation	Ownership interest (%)	
			As at 31 March 2017	As at 31 December 2016
<i>Direct subsidiaries</i>				
1) SCR Asset Management Co., Ltd.	Service apartment or real estate development for rental	Thailand	52.00	52.00
2) Natural Ville Service Apartment and Management Co., Ltd.	Personnel management for hotel, service apartment and other properties	Thailand	99.97	99.97
3) CSM Capital Partners Co., Ltd.	Service apartment or real estate development for rental	Thailand	60.00	60.00

Syntec Construction Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2017 (Unaudited)

2 Basis of preparation of interim financial statement

2.1 Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2016) Interim Financial Reporting; guidelines promulgated by the Federation of Accounting Professions (FAP); and related applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2016. The financial statements do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and the subsidiaries for the year ended 31 December 2016.

2.2 New financial reporting standards

The FAP has issued new and revised TFRS which are effective for annual accounting periods beginning on or after 1 January 2017. The application of these new and revised TFRS does not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group/Company.

2.3 Functional and presentation currency

The interim financial statements are prepared and presented in Thai Baht, which is the Group's / Company's functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest thousand/million unless otherwise stated.

2.4 Use of estimates and judgments

The preparation of interim financial statements in conformity with TFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgments made by management in applying the Group/Company accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements of the Company and its subsidiaries for the year ended 31 December 2016.

2.4.1 Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amount recognized in the financial statements is included in the following notes:

Notes 5, 12, 13 and 14

Calculated the recoverable amount of investments

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2.4.2 Assumptions and estimation uncertainties

Information about areas of estimation and significant assumptions in applying accounting policies that have the most significant effect on the amount recognised in the financial statements is:

Notes 5, 12, 13 and 14	Allowance for impairment of investments
Note 20	Current and deferred taxation and utilization of tax losses
Note 25	Assumptions relating to discount rate, salary increase rate, employee turnover rate, mortality rate and disability rate
Note 26	Estimated construction project costs, provision for losses on construction projects
Note 32	Provisions for contingent liabilities and litigation

2.4.3 Fair Value Measurement

The Group/Company has an established framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the CFO.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuations should be classified.

Significant valuation issues are reported to the Group/Company Audit Committee.

Measuring the fair value of an asset or a liability, the Group/Company uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group/Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

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Further information about the assumptions made in measuring fair values is included in the following notes:

Note 30 Financial instruments

- 2.5 The consolidated and separate financial statements for the three-month periods ended 31 March 2017 and 2016 included the investment and share of loss of an associate, which had been accounted for by equity method amounted to Baht 0.010 million and Baht 0.011 million, respectively, in the consolidated financial statements, based on financial statements of such associate, which had been reviewed by the other auditor. In addition, the Company had no obligation under the guarantee for such associate and an allowance for impairment of investment in the above mentioned associate was set up as at 31 March 2017 and 31 December 2016 in the amount of Baht 10 million and Baht 10 million, respectively, in the separate financial statements. Please also see note 12 to the financial statements. However, the values of the investments in the associate was immaterial.

3 Significant accounting policies

The Group / Company have significant accounting policies and methods of computation applied in these interim financial statements for the year ended 31 December 2016.

4 Seasonal operations

Revenue of the Group / Company is subject to seasonal and economic environment.

5 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group / Company if the Group / Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions or vice versa, or where the Group / Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Subsidiaries		
1. SCR Asset Management Co., Ltd.	Thailand	Subsidiary, 52% shareholding and some common directors
2. Natural Ville Service Apartment and Management Co., Ltd.	Thailand	Subsidiary, 99.97% shareholding and some common directors
3. CSM Capital Partners Co., Ltd.	Thailand	Subsidiary, 60% shareholding and some common directors
Associate		
1. Natural Hotel Sukhumvit Co., Ltd	Thailand	Associate, 25% Shareholding
Joint ventures		
1. SVK Joint venture	Thailand	Joint venture, 51% portion of joint and ceased operations

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Name of entities	Country of incorporation/ nationality	Nature of relationships
Related companies		
1. Bangkok Metro Plc.	Thailand	Related company, 0.49% shareholding
2. Mivan (Thailand) Co., Ltd.	Thailand	Related company as a venturer in Syntec-Mivan joint venture
3. Siam Syntec Planner Co., Ltd.	Thailand	Related company, some common directors
4. Tate Enterprise Co., Ltd.	Thailand	Related company
5. N&J Assets Management Co., Ltd.	Thailand	Related company
6. Narai Phand Co., Ltd.	Thailand	Related company
7. N & J Hospitality Co., Ltd.	Thailand	Related company
8. Pink Cafe Co., Ltd.	Thailand	Related company
9. Safe Series Co., Ltd.	Thailand	Related company
10. Wrightman Corporation Co., Ltd.	Thailand	Related company, common shareholders with the Company and subsidiary, directors related to the shareholder and same management who manage the Company's branch.
11. Mankongsangtong Holding Co., Ltd.	Thailand	Related company, common shareholders
12. Thonglor Management Co., Ltd.	Thailand	Related company, shareholder related to the Company's directors.
13. Wealthy Living Co.,Ltd.	Thailand	Related company, shareholder related to the Company's directors.
14. Yuwanit Pisantharakun	Thailand	Related person, related to the Company's directors
15. Chanida Asdathorn	Thailand	Related person, as shareholder and director of the subsidiary
Related persons		
1. Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly including any director of the Group/Company (whether executive or otherwise).

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The pricing policies for particular types of transactions are explained further below:

	Pricing policies
Sale of steel and others	Invoice price (at cost)
Interest income	4.75% and MLR – 2.375 per annum
Contract revenues	Cost price plus profit margin not less than 12%
Contract costs	Market price
Management fee	Contract price approximates the normal market rate
Service expenses	Contract price which is not higher than employment rate
Consulting fee for security system	Contract price
Administrative expenses	Market price
Rental expenses	Contract price approximates the normal market rate
Interest expenses	3.00% per annum
Directors benefit expenses represent meeting allowance and director bonus	Approval from the Company’s directors and shareholders
Directors and management benefit expenses represent salary and bonus	Approval from the Company’s directors and shareholders

Significant transactions for the three-month periods ended 31 March 2017 and 2016 with related parties were summarized as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Revenue				
Subsidiaries				
Contract revenues	-	-	10,635	-
Sale of steel	-	-	1,030	-
Rendering of service and others	-	-	300	300
Interest income	-	-	1,549	948
Related companies				
Rental and service expenses	454	-	454	-
Other service expenses	4,103	-	-	-
Expenses				
Subsidiaries				
Management fee for service apartment	-	-	5,399	8,833
Related companies				
Contract costs	58,850	22,957	58,850	22,957
Management fee for service apartment	8,273	-	4,028	-
Space rental and services	411	411	411	411
Consulting fee for security system	1,788	425	1,788	425
Other service expense	8,986	4,980	8,986	4,980
Related persons				
Interest expenses	479	-	479	-

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	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Key management personal				
Key management personnel compensation				
Short-term employee benefits	6,879	5,928	6,879	5,928
Post-employment benefits	692	532	692	532
Total key management personnel compensation	<u>7,571</u>	<u>6,460</u>	<u>7,571</u>	<u>6,460</u>

Balance as at 31 March 2017 and 31 December 2016 with related parties were as follows:

Trade accounts receivables - related parties

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Subsidiary				
SCR Asset Management Co.,Ltd	-	-	11,380	-
Total	<u>-</u>	<u>-</u>	<u>11,380</u>	<u>-</u>

Other receivables - related parties

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Other receivables and advances				
Joint ventures				
SVK Joint Venture	11,099	11,099	11,099	11,099
Syntec – Mivan Joint Venture	2,491	2,491	2,491	2,491
Subsidiaries				
SCR Asset Management Co.,Ltd.	-	-	5,480	4,902
Natural Will Service Apartment and Management Co., Ltd.	-	-	22,542	19,234
CSM Capital Partners Co., Ltd	-	-	6	6
Related company				
Wrightman Corporation Co., Ltd.	5,878	1,096	-	-
Related persons				
Key management personnel	20	20	-	-
Total	<u>19,488</u>	<u>14,706</u>	<u>41,618</u>	<u>37,732</u>
Less allowance for doubtful accounts	<u>(13,590)</u>	<u>(13,590)</u>	<u>(13,590)</u>	<u>(13,590)</u>
Net	<u>5,898</u>	<u>1,116</u>	<u>28,028</u>	<u>24,142</u>

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	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Related persons				
Key management personnel				
Advance to project managers	4,645	4,850	4,645	4,850

As at 31 March 2017 and 31 December 2016, advance to project managers in the amount of Baht 4.65 million and Baht 4.85 million, respectively, represented the petty cash for construction projects in the amount of Baht 50,000 to Baht 100,000 per a project.

Short-term loans to related parties

Movements of short-term loans to related parties for the three-month periods ended 31 March 2016 were as follows:

	Separate financial statements <i>(in thousand Baht)</i>
At 1 January	-
Increase during the period	30,000
At 31 March	30,000

Investments in associate and subsidiaries were detailed in notes 12 and 13 to financial statements.

Available – for –sale investments

	Consolidated and separate financial statements			
	31 March 2017		31 December 2016	
	Cost	Fair value	Cost	Fair value
	<i>(in thousand Baht)</i>			
Other related company				
Bangkok Expressway and Metro Plc.	221,748	567,544	221,748	556,268
Add valuation adjustment	345,796	-	334,520	-
Net	567,544	567,544	556,268	556,268

Movements of available-for-sale investments during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated and separate financial statements	
	2017	2016
	<i>(in thousand Baht)</i>	
At 1 January	556,268	393,282
Valuation adjustment	11,276	23,919
At 31 March	567,544	417,201

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	Consolidated and separate financial statements	
	2017	2016
	<i>(in thousand Baht)</i>	
Unrealized gain from changes in fair value of investments for the period presented in shareholders' equity net of income tax	9,021	19,136

Long-term loans to related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Subsidiary				
SCR Asset Management Co., Ltd.	-	-	150,000	125,000
Other related company				
Gentech Engineering Co., Ltd.	4,956	4,956	4,956	4,956
Total	4,956	4,956	154,956	129,956
Less allowance for doubtful accounts	(4,956)	(4,956)	(4,956)	(4,956)
Long-term loans, net	-	-	150,000	125,000
Less current portion of long-term loans	-	-	(85,000)	(85,000)
Net	-	-	65,000	40,000

As at 31 March 2017 and 31 December 2016, the Company had long-term loans to a subsidiary ("SCR Asset Management Co., Ltd.") of Baht 150 million and Baht 125 million, respectively, represented long-term loans under 5 loan agreements and 4 loan agreements, respectively, requiring payable on demand. The principal and interest will be repaid within 2 years, interest charged at 4.75% and MLR-2.375% per annum.

Long-term loans to other related company had no contract and interest bearing.

Movements of long-term loans to related parties for the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
At 1 January	4,956	4,956	129,956	89,956
Increase during the period	-	-	25,000	-
At 31 March	4,956	4,956	154,956	89,956

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Trade accounts payables – related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Other related companies				
N & J Assets Management Co., Ltd.	150	-	150	-
N&J Hospitality Co., Ltd.	-	944	-	944
Tate Enterprise Co., Ltd.	23	212	23	212
Safe Series Co., Ltd.	18,927	-	18,927	-
Total	19,100	1,156	19,100	1,156

Other current payables – related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Subsidiaries				
Natural Ville Service Apartment and Management Co., Ltd	-	-	15,644	17,087
Related parties				
Thonglor Management Co., Ltd.	6,497	4,004	-	-
Wealthy Living Co., Ltd.	-	2,292	-	2,292
Wrightman Corporation Co., Ltd	2,415	1,450	2,043	484
Total	8,912	7,746	17,687	19,863

Short-term loans from related persons

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Related persons				
Yuwanit Pisanthanakun	-	10,000	-	10,000
Chanida Asdathorn	-	70,000	-	70,000
Total	-	80,000	-	80,000

As at 31 December 2016, short-term loans from related persons in the amount of Baht 80 million represented the Company's promissory notes issued to a financial institution due on 26 May 2017 with interest rate at 3% per annum. Subsequently, such financial institution discounted promissory notes without recourse to two related persons. On 15 and 17 March 2017, the Company made the repayment of such loan in full amount.

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Movements of Short-term loans to related parties for the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
At 1 January	80,000	-	80,000	-
Increase during the period	-	25,000	-	-
Decrease during the period	<u>(80,000)</u>	<u></u>	<u>(80,000)</u>	<u></u>
At 31 March	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>-</u>

The commitments with related parties

The Ordinary General Meeting of Shareholders of the Company held on 29 April 2016 resolved the approval of directors' remunerations for the year 2016, which represented the meeting allowance of Baht 14,000 per time per head, and the annual remunerations for audit committee directors of Baht 220,000 per head.

Please also see note 33 to the financial statements.

Significant agreements with related parties

Subsidiaries

On 18 October 2013, the Company had entered into a service agreement with Natural Ville Service Apartment and Management Co., Ltd. ("the subsidiary") to provide the properties management including to manage building and land with furnishings, systems and facilities of the Natural Ville Project such as to service to tenants or customer and personnel management. The agreement has been effective from 25 October 2013 onward, requiring a monthly management service fee of Baht 2,000,000 (management service fee included salaries and other administration expenses) and other disbursements to be approved by the Company.

On 31 March 2016, the Company had entered into a service agreement with SCR Asset Management Co., Ltd ("the subsidiary"). The agreement has been effective from April 2016 to March 2017, requiring a monthly service fee of Baht 100,000. Subsequently, on 31 March 2017, the Company renewed the service agreement for a period of 1 year from April 2017 to March 2018.

During the period 2017, the Company had entered into the construction management agreement with a subsidiary ("SCR Asset Management Co., Ltd") of the Somerset Central Siracha project, totalling Baht 62 million. Until 31 March 2017, the revenue occurred in the amount of Baht 11 million, remaining amounted to Baht 51 million.

Related companies

On 3 November 2014, the Company had entered into a office space rental agreement with a related company ("N & J Asset Management Co., Ltd.") for use as offices, meeting rooms, and seminars rooms for a period of 3 years from 1 November 2014 to 31 October 2017 with monthly rental of Baht 120,759 and renewal option when the end of the rental agreement.

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On 1 August 2015, the Company had entered into the operating and managing agreement with a related company (Wrightman corporation Company) for a period from 1 August 2015 to 31 October 2020 in order to manage service apartment, prepare the financial documents, budget and prepare annual marketing plan of branch of the Company with the basic fee rate 2% of total revenues and incentive fee 3-5% of gross operating profit.

On 1 April 2016, the SCR Asset Management Co., Ltd. (“the subsidiary”) had entered into a service agreement with a related company (Wrightman corporation company) for a period from 1 April 2016 to 31 March 2017 as a representative of a subsidiary in managing service apartment, preparing financial report and annual budget. Management fee was calculated from all expenses of the agent based on the number of rooms and hotel employee expense.

On 12 February 2016, CSM Capital Partners Co., Ltd (“the subsidiary”) entered into of service agreement with a related company (Thonglor Managemen Company) for a period from 1 April 2016 to 31 March 2017 to manage on Eight Thonglor project with the monthly service fee as follows:

- Management fee in the rate 2% of total revenue of retail shops;
- Incentive fee in the rate of 4% net of profit in the project of retail shops;
- Corporation fee on service area fee at a fixed rate of Baht 250,000 per month.

On 1 February 2016, the Company had entered into a consulting agreement with a related company (“Wealthy Living Co.,Ltd.”). for a period from 1 February 2016 to 31 January 2017, to obtain the consult for security, marketing and procurement with a monthly rate of Baht 500,000. Subsequently, 1 February 2017, the Company had renewed the agreement for a period from 1 February 2017 to 31 January 2018 with the monthly rate of Baht 540,000.

6 Current investments

	Consolidated financial statements			
	31 March 2017		31 December 2016	
	Cost	Fair value	Cost	Fair value
	<i>(in thousand Baht)</i>			
Current investments				
Bills of exchange	460,439	460,439	110,000	110,000
Mutual fund – debt securities	1,043,276	1,047,524	1,130,315	1,139,057
Total	1,503,715	1,507,963	1,240,315	1,249,057
	Separate financial statements			
	31 March 2017		31 December 2016	
	Cost	Fair value	Cost	Fair value
	<i>(in thousand Baht)</i>			
Current investments				
Bills of exchange	460,439	460,439	110,000	110,000
Mutual fund – debt securities	1,002,933	1,007,032	1,090,308	1,098,713
Total	1,463,372	1,467,471	1,200,308	1,208,713

As at 31 March 2017, current investments in mutual fund – debt securities amounted to Baht 123 million had been used as collateral for liabilities under letter of guarantee with a domestic commercial bank.

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Movements during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Bills of exchange				
At 1 January	110,000	324,238	110,000	324,238
Purchases during the period	450,439	351,766	450,439	351,766
Sales during the period	(100,000)	-	(100,000)	-
At 31 March	460,439	676,004	460,439	676,004
Mutual fund – debt securities				
At 1 January	1,139,057	593,713	1,098,713	593,713
Purchases during the period	150,000	460,000	150,000	460,000
Sales during the period	(245,780)	-	(245,780)	-
Valuation adjustments	4,247	4,779	4,099	4,779
At 31 March	1,047,524	1,058,492	1,007,032	1,058,492

7 Trade accounts receivables

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Related parties	-	-	11,380	-
Other parties	686,888	905,559	680,810	899,296
Less allowance for doubtful accounts	(50,252)	(50,204)	(50,252)	(50,204)
Net	636,636	855,355	641,938	849,092
<i>For the three-month period ended 31 March</i>				
Doubtful debts expense	48	42	48	42
Reversal of allowance for doubtful accounts	-	(8,567)	-	(8,567)
Total	48	(8,525)	48	(8,525)

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Aging analyses for trade accounts receivables were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Within credit terms	520,532	746,988	528,687	743,589
Still litigation	95,579	95,579	95,579	95,579
Overdue:				
- Less than 3 months	68,571	59,719	65,784	57,209
- Over 3 months to 6 months	1,052	2,759	986	2,405
- Over 6 months to 12 months	918	221	918	221
- Over 12 months	236	293	236	293
	<u>70,777</u>	<u>62,992</u>	<u>67,924</u>	<u>60,128</u>
Total	<u>686,888</u>	<u>905,559</u>	<u>692,190</u>	<u>899,296</u>

The normal credit terms granted by the Group ranges from 30 days to 45 days.

8 Other current receivables

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Other receivables	24,686	14,387	45,942	36,638
Accrued income	3,143	7,089	2,533	6,612
Prepaid expenses	28,909	22,839	20,941	17,861
Value added tax pending tax invoice	8,100	-	7,161	-
Advance	21,594	19,820	20,826	19,616
Prepaid value added tax	11,966	9,831	411	171
Total	<u>98,398</u>	<u>73,966</u>	<u>97,814</u>	<u>80,898</u>
Less allowance for doubtful accounts	<u>(19,868)</u>	<u>(19,868)</u>	<u>(19,868)</u>	<u>(19,868)</u>
Net	<u>78,530</u>	<u>54,098</u>	<u>77,946</u>	<u>61,030</u>
Related parties	19,468	14,706	41,618	37,732
Key management personnel	4,645	4,850	4,645	4,850
Other parties	74,285	54,410	51,551	38,316
	<u>98,398</u>	<u>73,966</u>	<u>97,814</u>	<u>80,898</u>
Less allowance for doubtful accounts	<u>(19,868)</u>	<u>(19,868)</u>	<u>(19,868)</u>	<u>(19,868)</u>
Net	<u>78,530</u>	<u>54,098</u>	<u>77,946</u>	<u>61,030</u>
<i>For the three-month period ended</i>				
<i>31 March</i>				
Doubtful debts expense	<u>-</u>	<u>200</u>	<u>-</u>	<u>200</u>
Total	<u>-</u>	<u>200</u>	<u>-</u>	<u>200</u>

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9 Retentions receivables under construction contracts

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Other parties	495,825	511,418	495,825	511,418
Less allowance for doubtful accounts	(20,615)	(20,615)	(20,615)	(20,615)
Net	475,210	490,803	475,210	490,803
<i>For the three-month period ended</i>				
<i>31 March</i>				
Reversal of allowance for doubtful accounts	-	(5,379)	-	(5,379)

Aging analyses for retentions receivable under construction contracts were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Within credit terms	413,041	428,634	413,041	428,634
Still litigation	60,268	60,268	60,268	60,268
Overdue:				
- Less than 1 year	2,026	22,516	2,026	22,516
- Over 2 year to 3 year	20,490	-	20,490	-
	22,516	22,516	22,516	22,516
Total	495,825	511,418	495,825	511,418

The normal period of retentions under construction granted by the Company ranges from 1 – 2 years.

10 Unbilled construction in progress

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Other parties	320,252	293,469	320,252	293,469
Less allowance for doubtful accounts	(38,029)	(38,029)	(38,029)	(38,029)
Net	282,223	255,440	282,223	255,440

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	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>For the three month periods ended 31 March</i>				
Reversal of allowance for doubtful accounts	-	(6,064)	-	(6,064)
	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in million Baht)</i>			
Construction project contracts amount	25,320	28,713	25,320	28,713
Contract revenue recognized as revenue since commencing date to present	15,779	19,811	15,779	19,811
<i>Less</i> progress billings (as invoices)	(15,488)	(19,547)	(15,488)	(19,547)
Unbilled construction in progress	291	264	291	264
Unbilled construction in progress (before 2000)	29	29	29	29
Unbilled construction in progress at the end of period	320	293	320	293
<i>Less</i> allowance for doubtful accounts	(38)	(38)	(38)	(38)
Net	282	255	282	255
Excess of progress billing over work in progress	(772)	(882)	(772)	(882)
Net	(490)	(627)	(490)	(627)

11 Inventories

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Construction materials	172,163	134,118	172,163	134,118
Spare parts and supplies	11,613	10,609	11,146	10,174
<i>Less</i> write down of inventories	(844)	(844)	(844)	(844)
Net	10,769	9,765	10,302	9,330
Total	182,932	143,883	182,465	143,448

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12 Investments in associate

Movements during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
At 1 January	29,578	29,618	9,375	9,375
Share of losses of investments from equity method	(10)	(11)	-	-
	<u>29,568</u>	<u>29,607</u>	<u>9,375</u>	<u>9,375</u>
Less allowance for valuation of investments	(29,302)	(29,302)	(9,375)	(9,375)
At 31 March	<u>266</u>	<u>305</u>	<u>-</u>	<u>-</u>

13 Investments in subsidiaries

Movements during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Separate financial statements	
	2017	2016
	<i>(in thousand Baht)</i>	
At 1 January	810,000	211,149
Less allowance for devaluation of investments	-	(549)
At 31 March	<u>810,000</u>	<u>210,600</u>

	Separate financial statements	
	2017	2016
	<i>(in thousand Baht)</i>	
<i>For the three month periods ended 31 March</i>		
Loss on write-off	<u>-</u>	<u>549</u>

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Investments in subsidiaries as at 31 March 2017 and 31 December 2016 were as follows:

	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		Dividend received	
	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	(%)		(in million Baht)				(in thousand Baht)					
Direct subsidiaries												
Investments :												
SCR Asset Management Co., Ltd.	52.00	52.00	400	400	208,000	208,000	-	-	208,000	208,000	-	-
Natural Ville Service apartment and Management Co., Ltd	99.97	99.97	2	2	2,000	2,000	-	-	2,000	2,000	-	-
CSM Capital Partners Co., Ltd.	60.00	60.00	1,000	1,000	600,000	600,000	-	-	600,000	600,000	-	-
Total					810,000	810,000	-	-	810,000	810,000	-	-

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14 Other long-term investments

	Consolidated and separate financial statements	
	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Other investment	3,000	3,000
Less allowance for devaluation of investments	<u>(3,000)</u>	<u>(3,000)</u>
Other investment - net	-	-
Fixed deposit 24 months	<u>48,371</u>	<u>48,371</u>
Total	<u>48,371</u>	<u>48,371</u>

15 Long-term loans

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Related parties	4,956	4,956	154,956	129,956
Less allowance for doubtful accounts	<u>(4,956)</u>	<u>(4,956)</u>	<u>(4,956)</u>	<u>(4,956)</u>
	-	-	150,000	125,000
Less current portion of long-term loans	<u>-</u>	<u>-</u>	<u>(85,000)</u>	<u>(85,000)</u>
Net	<u>-</u>	<u>-</u>	<u>65,000</u>	<u>40,000</u>
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>For the three month periods ended 31 March</i>				
Bad debts expense	-	3,000	-	3,000
Reversal of allowance for doubtful accounts	<u>-</u>	<u>(3,000)</u>	<u>-</u>	<u>(3,000)</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

16 Investment properties

Acquisitions, disposals and transfers of investment properties during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Net book value at 1 January	103,523	100,509	103,523	100,509
Depreciation for the period	<u>(75)</u>	<u>(26)</u>	<u>(75)</u>	<u>(26)</u>
Net book value at 31 March	<u>103,448</u>	<u>100,483</u>	<u>103,448</u>	<u>100,483</u>

As at 31 March 2017, investment properties represented 6 title deeds of land, cost value of Baht 99.64 million were mortgaged with a domestic commercial bank in the amount of Baht 700 million.

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17 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Net book value at 1 January	4,019,827	1,549,948	943,920	919,472
Acquisition and transfer in - at cost	60,424	46,001	36,813	44,846
Disposal and transfer out				
- net book value	(19)	(26)	(19)	(18)
Depreciation for the period	(88,241)	(50,521)	(60,516)	(45,241)
Net book value at 31 March	<u>3,991,991</u>	<u>1,545,402</u>	<u>920,198</u>	<u>919,059</u>

Assets under construction:

Total budget cost of project in renovation on service apartment at Natural Ville, Soi Langsuan, Bangkok. amounted to Baht 64 million. Actual cost incurred to 31 March 2017 in the amount of Baht 51 million, remaining amounted to Baht 13 million.

Total budget cost of project in constructing service apartment building at Sriracha, Chonburi Province (Project 2), amounted to Baht 531 million. Actual cost incurred to 31 March 2017 in the amount of Baht 152 million (comprising cost of land of Baht 97 million and construction in progress of Baht 55 million), remaining amounted to Baht 379 million.

Total budget cost of project in constructing service apartment building at Srimaha Poe, Prachinburi Province (Project 3), amounted to Baht 550 million. Actual cost incurred to 31 March 2017 in the amount of Baht 230 million (comprising cost of land of Baht 207 million, land improvement of Baht 17 million and construction in progress of Baht 6 million), remaining amounted to Baht 320 million

Pledge

As at 31 March 2017, land, buildings and building improvement of the Company in the amount of Baht 92 million including indemnity from fire insurance of those assets were mortgaged as collateral for contingent liabilities due to the letter of guarantee issued by the domestic commercial banks.

As at 31 March 2017, land of the subsidiary (“SCR Asset Management Co.,Ltd”) valued at cost in the amount of Baht 165 million with the existing structures and to be constructed in the future was mortgaged as collateral for contingent liabilities on borrowings from the domestic commercial banks.

As at 31 March 2017, the residences in Eight Thonglor Project of the subsidiary (CSM Capital Partners Co.,Ltd) with cost value in the amount of Baht 2,495 million, were mortgaged as collateral for contingent liabilities on borrowings from the domestic commercial bank in the credit line amounting to Baht 1,550 million.

Syntec Construction Public Company Limited and its Subsidiaries
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18 Leasehold right

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Net book value at 1 January	330,133	350,373	330,133	350,373
Amortization for the period	(4,970)	(5,032)	(4,970)	(5,032)
Net book value at 31 March	325,163	345,341	325,163	345,341

19 Intangible assets

Acquisitions, disposals and transfers of intangible assets during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Net book value at 1 January	12,771	4,812	6,491	4,805
Acquisition and transfer in - at cost	209	442	209	442
Amortisation charge for the period	(1,330)	(454)	(668)	(454)
Net book value at 31 March	11,650	4,800	6,032	4,793

20 Deferred income tax

Movements of deferred tax assets and liabilities during the three-month periods ended 31 March 2017 and 2016 were as follows:

For the three-month periods ended 31 March 2017

	Consolidated and separate financial statements			
	At 1 January 2017	(Charged) / Credited to		At 31 March 2017
Profit (loss)		Other comprehensive income (loss)		
	<i>(in million Baht)</i>			
Deferred tax assets				
Trade accounts receivables	15	-	-	15
Property, plant and equipment	3	(3)	-	-
Employee benefit obligations	27	2	-	29
Provisions	8	3	-	11
Total	53	2	-	55
Deferred tax liabilities				
Property, plant and equipment	7	4	-	11
Gain on fair value of available-for-sale investments	67	-	2	69
Total	74	4	2	80
Net	(21)	(2)	(2)	(25)

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For the three-month periods ended 31 March 2016

	Consolidated and separate financial statements			
	At 1 January 2016	<u>(Charged)/Credited to</u>		At 31 March 2016
		Profit (loss) <i>(in million Baht)</i>	Other comprehensive income (loss)	
<i>Deferred tax liabilities</i>				
Property, plant and equipment	7	(1)	-	6
Finance lease liabilities	1	(1)	-	-
Gains on fair value of available-for-sale investments	34	-	6	40
Total	42	(2)	6	46
Net	(42)	2	(6)	(46)

Deferred tax assets (liabilities) arising from temporary differences and unused tax losses that have not been recognized in the financial statements were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in million Baht)</i>			
Deductible temporary differences	15	17	14	17
Tax losses	18	16	-	-
Total	33	33	14	17

The tax losses expire in 2017 to 2021. The deductible temporary differences do not expire under current tax legislation. Deferred tax assets have not been recognized in respect of these items because it is not probable that future taxable profit against which the Group / Company can utilize the benefits therefrom.

The interim income tax is calculated on profit before tax for the period multiplied by the estimated average tax rate.

Income tax expenses for the three-month periods ended 31 March 2017 and 2016 were summarized as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in million Baht)</i>			
Current income tax expense				
The interim income tax expenses	63	74	63	74
Deferred tax expense (income)				
Deferred tax expense (income) concern deductible temporary difference with initial recognized and reversed	2	(2)	2	(2)
Income tax expense (income) represented in statements of comprehensive income	65	72	65	72

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21 Trade accounts payables

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Related parties	19,100	1,156	19,100	1,156
Others parties	482,064	429,693	479,364	427,105
Total	501,164	430,849	498,464	428,261

22 Other current payables

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Related parties	8,912	7,746	17,687	19,863
Others parties	462,165	824,412	400,929	765,063
Total	471,077	832,158	418,616	784,926
<i>Other parties</i>				
Other payables	30,293	30,855	4,404	4,380
Accrued value added tax	18,135	4,568	14,797	1,525
Accrued withholding tax	10,708	13,322	10,204	12,562
Other accrued expenses	403,029	775,667	371,524	746,596
Total	462,165	824,412	400,929	765,063

23 Other short- term loans

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Other short-term loans				
Related person	-	80,000	-	80,000
Other persons	-	80,000	-	80,000
Total	-	160,000	-	160,000

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Movements of other short-term loans for the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
At 1 January	160,000	-	160,000	-
Decrease during the period	(160,000)	-	(160,000)	-
At 31 March	-	-	-	-

24 Long-term loans

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Loans from domestic financial institutions	1,697,236	1,706,630	-	-
Less long-term loans in default current portion of long-term loans	(184,182)	(190,182)	-	-
	(92,000)	(92,000)	-	-
Net	1,421,054	1,424,448	-	-

Movements of long-term loans during the three-month periods ended 31 March 2017 and 2016 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
At 1 January	1,706,630	555,782	-	350,000
Increase during the period	-	-	-	-
Decrease during the period	(9,394)	(3,900)	-	-
At 31 March	1,697,236	551,882	-	350,000

Loans from domestic financial institution

On 23 September 2013, a subsidiary (SCR Asset Management Co., Ltd.) entered into a loan agreement with a local financial institution in credit line of Baht 224 million. As at 31 March 2017, drawdown amounted to Baht 206 million and balanced to Baht 18 million, requiring monthly repayable principal with interest within 8 years and 6 months. The first repayment at nineteenth month amounted to Baht 1.3 million to Baht 4 million. These loans were secured by 11 plots of land with the existing structures and to be constructed in future as collateral under the mortgage agreement dated 12 June 2014 in the credit line amounting to Baht 229 million.

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Under the above loan agreements contains certain restrictive conditions such as opening operating account with a commercial bank, shareholding of the main shareholder of the Company and the events of default or non-compliance with the loan agreements, which are assumed that it is default. This may entitle the bank has the right to accelerate the maturity of all outstanding loans immediately due. In addition, the agreements determined certain financial ratio of the subsidiary as follows:

	Financial ratio per agreement	Financial ratio as at 31 December 2016
Financial ratio (DSCR)	Not less than 1.1	0.78

Therefore, as of 31 March 2017, the subsidiary did not maintain a financial ratio according to the agreement. The bank may accelerate the subsidiary makes the repayment immediately prior to maturity. Therefore, the subsidiary classified long-term loan in default in the amount of Baht 184 million and presented as current liabilities. However, the bank has been continuing an amendment of restriction regarding financial ratio based on the performance of the subsidiary. In addition, the bank has continued to support the credit limit to the subsidiary due to ability of repayment according to the terms of the agreement.

25 Non-current provision for employee benefit

Movement in the present value of the non-current provision for employee benefit during three-month periods ended 31 March were as follows :

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>For the three-month period ended 31 March</i>				
Non-current provision for employee benefit at 1 January	139,625	117,071	136,570	115,292
Current service costs and interest	<u>6,931</u>	<u>5,182</u>	<u>6,644</u>	<u>4,939</u>
Non-current provision for employee benefit at 31 March	<u>146,556</u>	<u>122,253</u>	<u>143,214</u>	<u>120,231</u>

Expense recognized in profit or loss

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>For the three-month period ended 31 March</i>				
Current service costs	6,146	4,250	5,877	4,007
Interest on obligations	785	932	767	932
Total	<u>6,931</u>	<u>5,182</u>	<u>6,644</u>	<u>4,939</u>

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The above expense is recognised in profit or loss included in the following line items:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<i>For the three-month period ended 31 March</i>				
Cost of construction	4,423	3,974	4,423	3,974
Administrative expenses	2,508	1,208	2,221	965
Total	6,931	5,182	6,644	4,939

Principal actuarial assumptions at the reporting date

	Consolidated financial statements	Separate financial statements
	(%)	
Discount rate	2.24-2.33	2.25
Salary increase rate	3.00-7.05	7.05
Staff turnover rate	0-24.00	0-24.00
Mortality rate (Thai Mortality Ordinary Table 1997 and 2008)	TMO 2008	TMO 2008
Disability rate	5% of mortality rate	5% of mortality rate

26 Provisions

	Consolidated and Separate financial statements	
	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
Provision for litigation	29,384	29,384
Provision for losses on construction project	28,748	25,748
Total	58,132	55,132
Current	28,748	25,748
Non-current	29,384	29,384
Total	58,132	55,132

Movements for the three-month periods as at 31 March 2017 and 2016 were as follows :

	Provision losses on construction project		Provision for litigation		Total	
	2017	2016	2017	2016	2017	2016
	<i>(in thousand Baht)</i>					
At 1 January	25,748	30,801	29,384	45,848	55,132	76,649
Provision made	3,000	73,500	-	-	3,000	73,500
At 31 March	28,748	104,301	29,384	45,848	58,132	150,149

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27 Share capital

	<i>Par value (Baht)</i>	Consolidated and separate financial statements			
		31 March 2017		31 December 2016	
		Number	Value	Number	Value
		<i>(in million shares / in million Baht)</i>			
Authorized share capital					
At the beginning of period					
- Ordinary shares	<i>1</i>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>
At the end of period					
- Ordinary shares	<i>1</i>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>
Issued and paid share capital					
At the beginning of period					
- Ordinary shares	<i>1</i>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>
At the end of period					
- Ordinary shares	<i>1</i>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>

28 Segment information

Information about reportable segments:

	Segment 1		Segment 2		Segment 3		Total reportable segment	
	2017	2016	2017	2016	2017	2016	2017	2016
	<i>(in million Baht)</i>							
For the three-month period ended 31 March								
External revenue	2,006	1,778	112	50	9	9	2,127	1,837
Inter – segment revenue	<u>(12)</u>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>(5)</u>	<u>(9)</u>	<u>(17)</u>	<u>(10)</u>
Total segment revenue	<u>1,994</u>	<u>1,777</u>	<u>112</u>	<u>50</u>	<u>4</u>	<u>-</u>	<u>2,110</u>	<u>1,827</u>
Segment profit (loss) before income tax	<u>317</u>	<u>302</u>	<u>(1)</u>	<u>10</u>	<u>(5)</u>	<u>(9)</u>	<u>311</u>	<u>303</u>
Segment assets as at 31 March/ 31 December	<u>5,549</u>	<u>5,846</u>	<u>3,667</u>	<u>3,668</u>	<u>4</u>	<u>9</u>	<u>9,220</u>	<u>9,523</u>
Segment liabilities as at 31 March/ 31 December	<u>2,337</u>	<u>2,895</u>	<u>1,815</u>	<u>1,820</u>	<u>10</u>	<u>6</u>	<u>4,162</u>	<u>4,721</u>

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Reconciliation of reportable segment profit or loss and assets

For the three-month period ended 31 March

	2017	2016
	<i>(in million Baht)</i>	
Profit or loss		
Total profit for reportable segments	314	304
Elimination of inter-segment profits	<u>(3)</u>	<u>(1)</u>
Profit before income tax	<u>311</u>	<u>303</u>

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in million Baht)</i>			
Assets				
Total assets for reportable segments	5,228	5,503	5,212	5,473
Investments in subsidiaries	-	-	810	810
Property, plant and equipment	3,992	4,020	920	944
Total assets	<u>9,220</u>	<u>9,523</u>	<u>6,942</u>	<u>7,227</u>

29 Earnings per share

The calculation of basic earnings per share for the three-month periods ended 31 March 2017 and 2016 was based on the profit for the period attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the period as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in thousands Baht / thousands shares)</i>			
Profit for the period attributable to ordinary shareholders of the Company (basic)	251,708	230,620	262,934	230,506
Number of ordinary shares outstanding	1,600,000	1,600,000	1,600,000	1,600,000
Basic earnings per share (Baht)	0.16	0.14	0.16	0.14

30 Financial instruments

- *Determine of fair value for financial assets measured at fair value*

	Consolidated financial statements				
Book value	<u>Fair value</u>				
	Level 1	Level 2	Level 3	Total	
	<i>(in million Baht)</i>				
31 March 2017					
Financial assets measured at fair value					
Current investment -mutual fund					
Debt securities	1,048	1,048	-	-	1,048
Available-for-sale investments	568	568	-	-	568
Total	<u>1,616</u>	<u>1,616</u>	<u>-</u>	<u>-</u>	<u>1,616</u>

Syntec Construction Public Company Limited and its Subsidiaries

Notes to the interim financial statements

For the three-month period ended 31 March 2017 (Unaudited)

	Book value	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
31 December 2016					
Financial assets measured at fair value					
Current investment -mutual fund					
Debt securities	1,139	1,139	-	-	1,139
Available-for-sale investments	556	556	-	-	556
Total	1,695	1,695	-	-	1,695
Separate financial statements					
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
31 March 2017					
Financial assets measured at fair value					
Current Investment -mutual fund					
Debt securities	1,007	1,007	-	-	1,007
Available-for-sale investments	568	568	-	-	568
Total	1,575	1,575	-	-	1,575
31 December 2016					
Financial assets measured at fair value					
Current Investment -mutual fund					
Debt securities	1,099	1,099	-	-	1,099
Available-for-sale investments	556	556	-	-	556
Total	1,655	1,655	-	-	1,655

The above fair value measured at the quoted prices in active markets.

- **Determination of fair value for financial assets and liabilities not measured at fair value.**

Most of the Group's / Company's financial assets and liabilities are short-term. The Group / Company estimates the fair value of financial assets and liabilities approximately their carrying amounts in the statement of financial position.

Fair values of long-term loans approximated their carrying amounts because interest rates approximated to market rates.

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Notes to the interim financial statements

For the three-month period ended 31 March 2017 (Unaudited)

31 Commitments with non-related parties

As at 31 March 2017, the Group/Company had commitments as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in million Baht)</i>	
Capital commitments		
<i>Not provide for</i>		
Condominium	4	4
Camp and other buildings	3	3
Cost of construction building for service room	448	-
Cost of renovation on Eight Thonglor Residences Project	107	-
Total	562	7
Commitments under non- cancellable operating leases		
Within one year	14	14
After one year but within five years	63	63
Over five years	223	223
Total	300	300
Other commitments		
Subcontractor agreements	2,005	2,005
Letters of guarantee from banks for purchasing inventories, utilities usage, guarantee the work performance and advance received from customers	1,974	1,974
Total	3,979	3,979

As at 31 March 2017, the subsidiary (SCR Assets Management Co., Ltd.) had commitment under the technical consulting agreement and the service apartment management with two other companies, requiring consulting fee and service including conditions according to the agreements.

As at 31 March 2017, the subsidiary (CSM Capital Partners Co., Ltd.) had commitment under the management agreement with other company, requiring management fee and conditions according to the agreements.

As at 31 March 2017, the Group had unutilized credit facilities obtaining from domestic financial institutions totaling Baht 4,865 million.

32 Contingent liabilities and assets

As at 31 March 2017, contingent liabilities were as follows:

- The Company was sued by other person regarding the tort and claiming a compensation of construction in the amount of Baht 2.55 million. Such case has been in the process of consideration by the Court, which has not been finalized.

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Litigations

- On 28 June 2011, the black case no. 2398/2554, the Company and Mivan (Thailand) Co., Ltd., as the plaintiff, sued National Housing Authority regarding false of construction agreement and claimed a compensation in the amount of Baht 850 million. The Court made an appointment for agreement on 20 August 2012. Subsequently, the Court ordered dispose this case. On 7 September 2012, as black case no. 2206/2555, the Company sued National Housing Authority to the Federal Administrative Court. The sued amount was Baht 874 million, the result has not been finalized.
- On 7 July 2015, the black case no.1218/2558, the National Housing Authority as the plaintiff, sued the Company regarding false of construction agreement and claimed a compensation in the amount of Baht 63 million. The Administrative Court ordered to include this consideration with Black Case No. 2206/2555, the case has been in the process of consideration which has not been finalized.
- SVK joint venture (“Joint venture”), sued to claim loss from a public company regarding false of agreement in the amount of Baht 12.13 million. Meanwhile the Company and venturer was sued by that public company to claim a compensation in the amount of Baht 31.80 million. Subsequently, on 13 February 2013, the Court of First Instance adjudged the Company and venturer to settle to this public company. Subsequently, on 11 April 2013, the Company appealed to the Court, and the Appeal Court adjudged the Company and venturer to settle to public company in the amount of Baht 31.80 million with interest rate 7.5% per annum from 14 October 2010 onwards

Subsequently, on 19 September 2014, the Company filed a petition to the Supreme Court. and on 24 May 2016, the Supreme Court confirmed the judgment to the Company settled the compensation in principal of Baht 31,800,000 with interest of Baht 13,538,958.90 totalling Baht 45,338,958.90 in stead of SVK Joint venture, the first defendant, the second defendant and the third defendant under the contract. On 16 June 2016, the Company made the payment to Thai Airways International Public Company Limited and received the three bank guarantee letters and fixed deposit security of bank of Ayudhya Pcl. to be returned. In addition, SVK Joint Venture informed that such compensation in part of the second and third defendants would be provided by the Company.

- The Company was sued by other person regarding the tort and claiming a compensation of construction with the sued amount of Baht 46.39 million. Subsequently, on 28 December 2012, the Court of First Instance adjudged the Company to settle to the other person in the amount of Baht 13.10 million. Subsequently, on 26 August 2013, the Company appealed to the Court and the Appeal Court adjudged the Company to settle to the above person in the amount of Baht 14.05 million with interest rate 7% per annum from 1 February 2011 onwards.

Subsequently, on 15 May 2014, the Company filed a petition to the Supreme Court. As of 15 May 2017, the case has been in the process of the Court’s consideration, the result has not been finalized. However, as at 31 March 2017, the Company already recorded the provision on the above lawsuits amounting to Baht 14.05 million.

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Notes to the interim financial statements

For the three-month period ended 31 March 2017 (Unaudited)

33 Events after the reporting period

The Ordinary General Meeting of Shareholders of the Company held on 28 April 2017 resolved the following matters:

- Allocation of net profit for the year 2016 in 5% to legal reserve in the amount of Baht 44.81 million.
- Payment of dividend from the Company's result of operations for the period from 1 January 2016 to 31 December 2016 at the rate of Baht 0.15 per share totaling Baht 240 million. The Board of Directors Meeting of the Company resolved to pay an interim dividend from of operating results of the Company for the period from 1 January 2016 to 30 June 2016 at the rate of Baht 0.04 per share totaling Baht 64 million remained Baht 176 million, requiring making the payment on 26 May 2017.
- Directors' remunerations for the year 2017 which were represented the meeting allowance of Baht 16,000 per time per head, and the annual audit committee directors' remunerations of Baht 300,000 per head.

34 Reclassification of accounts

Certain accounts in the statements of financial position as at 31 December 2016, which are included in the 2017 interim financial statements for comparative purpose have been reclassified to conform to the presentation in the interim financial statements for the three-month period ended 31 March 2017.

	31 December 2016			31 December 2016		
	Consolidated financial statements			Separate financial statements		
	Before reclassify	Reclassify	After reclassify (in thousand Baht)	Before reclassify	Reclassify	After reclassify
<i>Statements of financial position</i>						
Cash and cash equivalents	548,651	(48,371)	500,280	479,046	(48,371)	430,675
Other long-term investments	556,268	(507,897)	48,371	556,268	(507,897)	48,371
Available-for-sale investments	-	556,268	556,268	-	556,268	556,268
	<u>1,104,919</u>	<u>-</u>	<u>1,104,919</u>	<u>1,035,314</u>	<u>-</u>	<u>1,035,314</u>