

**SEAMICO SECURITIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017**

“UNAUDITED”

**1. GENERAL INFORMATION AND THE OPERATIONS OF THE COMPANY**

Seamico Securities Public Company Limited (“the Company”) is a public limited company incorporated and resident in Thailand. The Company converted the status to be a Public Limited Company in accordance with the Public Limited Companies Act on August 8, 1994 and was listed on the Stock Exchange of Thailand (“SET”) on March 17, 1995. The address of its registered office is 18<sup>th</sup> Floor, 287 Liberty Square, Silom Road, Bangrak, Bangkok, 10500.

The Company was granted 7 licenses to operate the following securities businesses:

1. Securities Brokerage
2. Securities Trading
3. Investment Advisory Service
4. Securities Underwriting
5. On-line Securities Trading
6. Derivatives Trading
7. Securities Borrowing and Lending

The Company has subsidiaries as follows:

1. Solaris Asset Management Co., Ltd. operates its business in Thailand and has been granted permission to manage mutual fund, private fund and provident fund.
2. Lumpini Asset Management Co., Ltd operates its business in Thailand. The main objective of the Company is to carry out the business of purchasing or taking transfer and managing of non-performing assets of financial institution which is its commercial bank, business funding or credit fancier license to revoke include related collateral for the purpose of asset management, development and disposals.

As at March 31, 2017 and December 31, 2016, the Company has one head office.

On May 1, 2009, the Company transferred its business and margin loan accounts to KT ZMICO Securities Co., Ltd., an associated company, in accordance with a partnership plan to develop securities business with Krung Thai Bank Plc. The Company has temporarily ceased its operation on securities and derivative business since May 1, 2009 until December 31, 2011 which was approved by the Office of the Securities and Exchange Commission as the letter No. SEC.Thor. 701/2552. Subsequently, the Company was granted by the Office of the Securities and Exchange Commission to extend the suspension period for securities and derivative business operation until April 30, 2013 as the letter No. SEC.Thor. 474/2554 dated April 4, 2011. Consequently, the Company applied the approval system work flow of Investment advisory service under the existing securities business license to the Office of the Securities and Exchange Commission. The Company was approved to re-operate its Investment Advisory Services According to the letter No. SEC. BorThor. 994/2556 dated on May 2, 2013 starting from May 2, 2013 onward.

Moreover, the Company was granted by The Stock Exchange of Thailand to extend the recommencing its securities brokerage business operation to December 31, 2016 according to the letter No. BorSorChor.0020/2558 dated October 12, 2015.

On August 4, 2016, the Company was granted by The Stock Exchange of Thailand to extend the recommencing its securities brokerage business operation to December 31, 2017 according to the letter No. BorSorChor.0005/2559.

Currently, the major businesses of the Company are related to investment and securities businesses which shall not compete with KT ZMICO Securities Co., Ltd.

## 2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

2.1 The Company prepares its interim financial statements in conformity with Thai Accounting Standard No. 34 (Revised 2016) “Interim Financial Reporting” and accounting practices generally accepted in Thailand and also the Notification of the Office of the Securities and Exchange Commission (“SEC”) No. SorTor. 22/2559, dated June 2, 2016, regarding “The Form of Financial Statements for Securities Companies (No. 2)” which becomes effective for fiscal years beginning effective on or after January 1, 2017. Therefore, reclassifications have been made in the consolidated and separate financial position as at December 31, 2016 and the consolidated and separate statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2016 to conform to the classifications used in the financial statement for the three-month period ended March 31, 2017 as follows:

### Consolidated statement of financial position as at December 31, 2016

Account name	Amount Baht	Previous classification	Current classification
Investment	73,356,186	Deposit at financial institutions	Investment
Accrued fees and service income from asset management business	6,652,734	Other assets	Accrued fees and service income from asset management business
Accrued fees and service expenses from asset management business	756,192	Other liabilities	Accrued fees and service expenses from asset management business

### Consolidated statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2016

Account name	Amount Baht	Previous classification	Current classification
Gain and return on financial instruments	20,725,257	Gain on investments	Gain and return on financial instruments
Gain and return on financial instruments	9,170,872	Interest and dividend income	Gain and return on financial instruments

**Separate statement of financial position as at December 31, 2016**

<b>Account name</b>	<b>Amount Baht</b>	<b>Previous classification</b>	<b>Current classification</b>
Investment	50,356,186	Deposit at financial institutions	Investment

**Separate statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2016**

<b>Account name</b>	<b>Amount Baht</b>	<b>Previous classification</b>	<b>Current classification</b>
Gain and return on financial instruments	20,323,353	Gain on investments	Gain and return on financial instruments
Gain and return on financial instruments	30,838,577	Interest and dividend income	Gain and return on financial instruments

- 2.2 The consolidated and separate statement of financial position as at December 31, 2016, presented herein for comparison, has been derived from the financial statements for the year then ended which were audited.

Additionally, the consolidated and separate statements of profit or loss and other comprehensive income for the three-month period ended March 31, 2016, and the consolidated and separate statements of changes in owners' equity and cash flows for the three-month period ended March 31, 2016 were reviewed by auditor.

The consolidated financial statements for the three-month ended March 31, 2017 and 2016 include the accounts of the Company, Solaris Asset Management Co., Ltd., and Lumpini Asset Management Co., Ltd., which the Company has a holding of 100% in their equity of both subsidiaries. Significant transactions and balances between the Company and the subsidiaries have been eliminated.

The consolidated financial statements for the three-month period ended March 31, 2017 included interest in an associated company's equity which is determined from the financial statements of KT ZMICO Securities Co., Ltd., Scentimental (Thailand) Co., Ltd. and Absolute Yoga Co., Ltd. and The consolidated financial statements for the three-month period ended March 31, 2016 included interest in an associated company's equity which is determined from the financial statements of KT ZMICO Securities Co., Ltd. and Beacon Offshore Limited. The Company had sold all shares in Beacon Offshore Ltd. in December 2016.

In addition, during the three-month period ended March 31, 2016, the Company has investments in Bill of Exchange issued by Phra Kanong Land Company Limited of Baht 500 million. The shareholders of such company made the agreement to pledge all of the company's ordinary shares as collateral. In addition, Phra Kanong Land Company Limited issued preferred shares to the Company, in which the preferred shares have the right to joint control with the ordinary shares to control assets of Phra Kanong Land Company Limited. As well as, the Company has representative as a director in Phra Kanong Land Company Limited and has joint control over the asset transactions.

On September 6, 2016, the Company already received the repayment on the Bill of Exchange, terminated the pledge of the ordinary shares, transfer preferred shares back to Phra Kanong Land Company Limited and cancelled the appointment of director. Therefore, the Company has no joint control over such company.

- 2.3 Certain financial information which is normally included in financial statements prepared in accordance with generally accepted accounting principles, but which is not required for interim reporting purposes, has been omitted. In addition, the interim financial statements should be read in conjunction with the audited financial statements for the year ended December 31, 2016.

The results of operations for the three-month periods ended March 31, 2017 are not necessarily indicative of the operation result anticipated for the full year.

- 2.4 The preparation of financial statements in conformity with Thai Financial Reporting Standards also requires the Company's management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

### 3. NEW THAI FINANCIAL REPORTING STANDARDS

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

### 4. 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 December 31, 2016.

### 5. CASH AND CASH EQUIVALENTS

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at March 31, 2017 Baht	As at December 31, 2016 Baht	As at March 31, 2017 Baht	As at December 31, 2016 Baht
Cash, short-term deposits and promissory notes with original maturity less than 3 months	383,794,331	389,320,536	356,846,065	360,930,111
Less Cash deposits held for customers*	<u>(12,200,022)</u>	<u>(12,954,955)</u>	<u>(12,199,022)</u>	<u>(12,261,955)</u>
Total cash and cash equivalents	<u>371,594,309</u>	<u>376,365,581</u>	<u>344,647,043</u>	<u>348,668,156</u>

(\*According to the announcement of the SEC, deposit accounts for the customers are not required to present as assets and liabilities in the financial statements.)

As at March 31, 2017 and December 31, 2016, the Company had deposits at financial institutions and promissory notes held for customers in the consolidated statements of financial position in amounting to Baht 12.20 million and Baht 12.95 million, respectively, and the separate statements of financial position in amounting to Baht 12.20 million and Baht 12.26 million, respectively, which the Company must return to the customers at call.

As at March 31, 2017 and December 31, 2016, the securities business cash customers of 439 accounts and 446 accounts, respectively, which were transferred to KT ZMICO Securities Co., Ltd. (see Note 22) have not yet returned the open account agreements for securities trading to KT ZMICO Securities Co., Ltd. Such customers have deposits for securities trading of Baht 4.37 million and Baht 4.43 million, respectively, and shares with the values of Baht 136.96 million and Baht 130.06 million, respectively. However, when the customers have returned the open account agreements for securities trading to KT ZMICO Securities Co., Ltd., the assets of these customers will be returned to KT ZMICO Securities Co., Ltd.

## 6. SECURITIES BUSINESS RECEIVABLES

The Company has securities business receivables as follows:

	<b>CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS</b>	
	<b>As at March 31, 2017 Baht</b>	<b>As at December 31, 2016 Baht</b>
Securities business receivables	11,772,439	4,821,854
Other receivables		
Receivables under litigation	<u>62,654,566</u>	<u>62,654,566</u>
Total securities business receivables	74,427,005	67,476,420
<u>Less</u> Allowance for doubtful accounts (see Note 7)	<u>(62,654,566)</u>	<u>(62,654,566)</u>
Total	<u>11,772,439</u>	<u>4,821,854</u>

The Company has classified securities business receivables in accordance with the Notification of the Office of the Securities and Exchange Commission on the non-performing receivables No. Kor Thor. 33/2543 dated August 25, 2000, which is updated by the Notification No. Kor Thor. 5/2544 dated February 15, 2001 as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS					
	As at March 31, 2017			As at December 31, 2016		
	Securities business receivables and accrued interest receivables	Allowance for doubtful accounts set up by the Company	Securities Business receivables and accrued interest receivables	Securities business receivables and accrued interest receivables	Allowance for doubtful accounts set up by the Company	Securities business receivables and accrued interest receivables
	Baht	Baht	Baht	Baht	Baht	Baht
Normal debts	11,772,439	-	11,772,439	4,821,854	-	4,821,854
Substandard debts	-	-	-	-	-	-
Doubtful debts	62,654,566	(62,654,566)	-	62,654,566	(62,654,566)	-
<b>Total</b>	<b>74,427,005</b>	<b>(62,654,566)</b>	<b>11,772,439</b>	<b>67,476,420</b>	<b>(62,654,566)</b>	<b>4,821,854</b>

The substandard and doubtful debts (securities business receivables and accrued interest receivables) are classified by aging as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	As at March 31, 2017 Baht	As at December 31, 2016 Baht
Over 3 years	62,654,566	62,654,566
<b>Total</b>	<b>62,654,566</b>	<b>62,654,566</b>

## 7. ALLOWANCE FOR DOUBTFUL ACCOUNTS

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	As at March 31, 2017 Baht	As at December 31, 2016 Baht
Beginning balances of the period	62,654,566	58,607,306
Doubtful accounts	-	4,047,260
<b>Ending balances of the period (see Note 6)</b>	<b>62,654,566</b>	<b>62,654,566</b>

## 8. INVESTMENTS

8.1 The Company has investments in debt and equity securities classified by investment type as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	As at March 31, 2017		As at December 31, 2016	
	Cost/ Book value	Fair value	Cost/ Book value	Fair value
	Baht	Baht	Baht	Baht
<u>Trading securities</u>				
Equity securities - List securities	310,958,000	315,656,974	99,240,748	90,274,004
Debt securities - Corporate bond	25,357,904	26,868,538	25,373,346	26,824,556
Debt securities - Bill of exchange	782,374,484	798,073,054	696,546,890	702,906,321
Total	1,118,690,388	1,140,598,566	821,160,984	820,004,881
<u>Add</u> Revaluation adjustments	21,908,178	-	(1,156,103)	-
Total trading securities	1,140,598,566	1,140,598,566	820,004,881	820,004,881
<u>Available-for-sale securities</u>				
Equity securities - List securities	7,351,996	5,385,220	76,893,631	288,327,412
<u>Add (Less)</u> Revaluation adjustments	(1,966,776)	-	211,433,781	-
Total available-for-sale securities	5,385,220	5,385,220	288,327,412	288,327,412
<u>Held to-maturity investments</u>				
Deposits at financial institutions	71,407,483	71,407,483	73,356,186	73,356,186
Total held-to-maturity investments	71,407,483	71,407,483	73,356,186	73,356,186
<u>General investments</u>				
Ordinary shares	353,533,014	291,194,906	353,533,014	300,164,731
Preference shares	125,000	125,000	125,000	125,000
Total	353,658,014	291,319,906	353,658,014	300,289,731
<u>Less</u> Allowance for impairment	(62,338,108)	-	(53,368,283)	-
Total general investments	291,319,906	291,319,906	300,289,731	300,289,731
Total investments	1,508,711,175	1,508,711,175	1,481,978,210	1,481,978,210

SEPARATE FINANCIAL STATEMENTS

	As at March 31, 2017		As at December 31, 2016	
	Cost/		Cost/	
	Book value	Fair value	Book value	Fair value
	Baht	Baht	Baht	Baht
<u>Trading securities</u>				
Equity securities - List securities	302,439,208	307,050,824	91,388,221	82,339,254
Debt securities - Corporate bond	25,357,904	26,868,538	25,373,346	26,824,556
Debt securities - Bill of exchange	732,690,962	748,266,614	646,863,367	653,130,918
Total	<u>1,060,488,074</u>	<u>1,082,185,976</u>	<u>763,624,934</u>	<u>762,294,728</u>
<u>Add</u> Revaluation adjustments	21,697,902	-	(1,330,206)	-
Total trading securities	<u>1,082,185,976</u>	<u>1,082,185,976</u>	<u>762,294,728</u>	<u>762,294,728</u>
<u>Available-for-sale securities</u>				
Equity securities - List securities	7,351,996	5,385,220	76,893,631	288,327,412
<u>Add (Less)</u> Revaluation adjustments	(1,966,776)	-	211,433,781	-
Total available-for-sale securities	<u>5,385,220</u>	<u>5,385,220</u>	<u>288,327,412</u>	<u>288,327,412</u>
<u>Held-to-maturity investments</u>				
Deposits at financial institutions	<u>48,302,211</u>	<u>48,302,211</u>	<u>50,356,186</u>	<u>50,356,186</u>
Total Held-to-maturity investments	<u>48,302,211</u>	<u>48,302,211</u>	<u>50,356,186</u>	<u>50,356,186</u>
<u>General investments</u>				
Ordinary shares	353,533,014	291,194,906	353,533,014	300,164,731
Preference shares	125,000	125,000	125,000	125,000
Total	<u>353,658,014</u>	<u>291,319,906</u>	<u>353,658,014</u>	<u>300,289,731</u>
<u>Less</u> Allowance for impairment	(62,338,108)	-	(53,368,283)	-
Total general investments	<u>291,319,906</u>	<u>291,319,906</u>	<u>300,289,731</u>	<u>300,289,731</u>
Total investments	<u>1,427,193,313</u>	<u>1,427,193,313</u>	<u>1,401,268,057</u>	<u>1,401,268,057</u>

As at February 22, 2017, the Company reclassified one of its securities from available-for-sale investments to trading investments due to the company has planned to sell such investments in the near term. The reclassification was affected to gain on change investments from available-for-sale investments to trading investments in amount of Baht 167.25 million and loss on changes in fair value of available for sale securities at the same amount.



8.2 Investments in deposits at financial institutions with outstanding maturities of contracts as follow:

<b>CONSOLIDATED FINANCIAL STATEMENTS</b>				
<b>As at March 31, 2017</b>				
	<b>Within 1 year</b>	<b>1 - 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Held-to maturity investments	71,407,483	-	-	71,407,483
Total held-to maturity investments	<u>71,407,483</u>	<u>-</u>	<u>-</u>	<u>71,407,483</u>

<b>CONSOLIDATED FINANCIAL STATEMENTS</b>				
<b>As at December 31, 2016</b>				
	<b>Within 1 year</b>	<b>1 - 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Held-to maturity investments	73,356,186	-	-	73,356,186
Total held-to maturity investments	<u>73,356,186</u>	<u>-</u>	<u>-</u>	<u>73,356,186</u>

<b>SEPARATE FINANCIAL STATEMENTS</b>				
<b>As at March 31, 2017</b>				
	<b>Within 1 year</b>	<b>1 - 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Held-to maturity investments	48,302,211	-	-	48,302,211
Total held-to maturity investments	<u>48,302,211</u>	<u>-</u>	<u>-</u>	<u>48,302,211</u>

<b>SEPARATE FINANCIAL STATEMENTS</b>				
<b>As at December 31, 2016</b>				
	<b>Within 1 year</b>	<b>1 - 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Held-to maturity investments	50,356,186	-	-	50,356,186
Total held-to maturity investments	<u>50,356,186</u>	<u>-</u>	<u>-</u>	<u>50,356,186</u>

8.3 Unrealized gains (losses) on changes in equity recognized in equity

	<b>CONSOLIDATED</b>		<b>SEPARATE</b>	
	<b>FINANCIAL STATEMENTS</b>	<b>FINANCIAL STATEMENTS</b>	<b>FINANCIAL STATEMENTS</b>	<b>FINANCIAL STATEMENTS</b>
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>March 31,</b>	<b>December 31,</b>	<b>March 31,</b>	<b>December 31,</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Beginning balance of the period	175,028,622	(6,347,606)	175,028,622	(6,347,606)
Changes during the period				
- from deferred tax adjustment	42,680,111	(45,344,056)	42,680,111	(45,344,056)
- from re-measuring of investments	(213,400,557)	226,720,284	(213,400,557)	226,720,284
Ending balance of the period	<u>4,308,176</u>	<u>175,028,622</u>	<u>4,308,176</u>	<u>175,028,622</u>

8.4 The Company has general investments in companies that have financial position and performance problems as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS					
	As at March 31, 2017			As at December 31, 2016		
	Cost/ Book value	Fair value	Allowance for loss on impairment	Cost/ Book value	Fair value	Allowance for loss on impairment
	Baht	Baht	Baht	Baht	Baht	Baht
Ordinary shares	7,808	879	6,929	7,808	845	6,963
	<u>7,808</u>	<u>879</u>	<u>6,929</u>	<u>7,808</u>	<u>845</u>	<u>6,963</u>

## 9. INVESTMENTS IN SUBSIDIARY AND ASSOCIATED COMPANIES

The Company's investments in its subsidiary and associated companies, which are companies registered under Thai laws and operating in Thailand, are summarized below:

Company name	Type of business	Type of shares invested	Paid-up capital		% of voting right		Cost method		Equity method	
			As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016
			Million Baht	Million Baht	%	%	Million Baht	Million Baht	Million Baht	Million Baht
<b>Associate</b>										
KT ZMICO										
Securities Co., Ltd.	Securities business	Ordinary share	2,137.8	2,137.8	49.71	49.71	1,244.1	1,244.1	1,386.0	1,377.2
Scentimental (Thailand) Co., Ltd	Import Export Retail and whole sale perfume and cosmetics	Ordinary share	30.0	-	46.00	-	13.8	-	13.8	-
Absolute Yoga Co., Ltd	Yoga Studio, Food and hotel business	Ordinary share	60.0	-	30.00	-	217.8	-	217.7	-
Total							<u>1,475.7</u>	<u>1,244.1</u>	<u>1,617.5</u>	<u>1,377.2</u>

SEPARATE FINANCIAL STATEMENTS										
Company name	Type of business	Type of shares	Paid-up capital		% of voting right		Cost method		Equity method	
			As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016
		invested	Million Baht	Million Baht	%	%	Million Baht	Million Baht	Million Baht	Million Baht
<b>Subsidiary</b>										
Solaris Asset Management Co., Ltd.	Mutual, private and provident fund management	Ordinary share	125.4	125.4	100.00	100.00	173.1	173.1	104.7	98.8
Lumpini Asset Management Co., Ltd.	Purchasing or taking transfer of non-performing asset of financial institution	Ordinary share	25.0	25.0	100.00	100.00	25.0	25.0	24.6	24.5
<u>Less</u> Allowance for impairment							(68.4)	(74.3)	-	-
							<u>129.7</u>	<u>123.8</u>	<u>129.3</u>	<u>123.3</u>
<b>Associate</b>										
KT ZMICO Securities Co., Ltd.	Securities business	Ordinary share	2,137.8	2,137.8	49.71	49.71	1,244.1	1,244.1	1,386.0	1,377.2
Scentimental (Thailand) Co.,Ltd	Import Export Retail and whole sale perfume and cosmetics	Ordinary share	30.0	-	46.00	-	13.8	-	13.8	-
Absolute Yoga Co., Ltd.	Yoga Studio, Food and hotel business	Ordinary share	60.00	-	30.00	-	217.8	-	217.7	-
							<u>1,475.7</u>	<u>1,244.1</u>	<u>1,617.5</u>	<u>1,377.2</u>
<b>Total</b>							<u><u>1,605.4</u></u>	<u><u>1,367.9</u></u>	<u><u>1,746.8</u></u>	<u><u>1,500.5</u></u>

Summarized financial information in respect of an associated company is set out below:

	<b>As at March 31, 2017 Million Baht</b>	<b>As at December 31, 2016 Million Baht</b>
Total assets	9,232.1	10,707.7
Total liabilities	<u>(6,476.3)</u>	<u>(8,272.5)</u>
Net assets	<u>2,755.8</u>	<u>2,435.2</u>

	<b>For the three-month periods ended March 31,</b>	
	<b>2017 Million Baht</b>	<b>2016 Million Baht</b>
Total revenue	457.7	433.4
Net income for the period	14.2	13.1
Net other comprehensive income (loss) for the period	(4.3)	(3.4)
Dividends received from associates	-	21.9

On January 17, 2017 the Board of Investment Committee's meeting passed the resolution to invest in ordinary shares of Scentimental (Thailand) Co., Ltd. which is the Company's associated company. The investment value of Baht 13.80 million consists of 138,000 ordinary shares with a par value of Baht 100 per share, accounting for 46% of the shareholding of the Company in the associated company.

On February 22, 2017 the Board of Investment Committee's meeting passed the resolution to invest in ordinary shares of Absolute Yoga Co., Ltd. which is the Company's associated company. The investment value of Baht 217.80 million consists of 1,800,000 ordinary shares with a par value of Baht 10 per share, accounting for 30% of the shareholding of the Company in the associated company.

On February 27, 2015, the Board of Investment Committee's meeting passed the resolution to invest in ordinary shares of Lumpini Asset Management Co., Ltd which is the Company's subsidiary. The subsidiary has issued and paid-up share capital of Baht 25 million for 2,500,000 ordinary shares with the par value of Baht 10 per share. As at March 31, 2017 and December 31, 2016, the shareholding of the Company in subsidiary is 100%.

As at March 31, 2017 and December 31, 2016, the paid-up share capital of Solaris Asset Management Co., Ltd. which is the Company's subsidiary is Baht 125.4 million, consisting of 22,800,000 ordinary shares of Baht 5.5 per share. As at March 31, 2017 and December 31, 2016, the subsidiary's shares are held by the Company 100%.

## 10. OTHER ASSETS

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2017	2016	2017	2016
	Baht	Baht	Baht	Baht
Accrued interest income	3,469,457	504,843	3,437,497	503,425
Accrued dividend income	6,049,411	-	6,049,411	-
Prepaid insurance	989,765	182,381	148,169	182,381
Prepaid repair and maintenance	1,028,435	98,005	-	-
Prepaid SET fee	281,661	109,389	281,661	109,389
Prepaid membership	2,058,389	-	207,104	-
Prepaid other	231,369	313,332	101,013	89,131
Other deposits	1,287,758	1,130,628	941,008	783,878
Corporate income tax claim receivable	11,278,077	10,559,626	2,387,208	2,361,201
Advance payment for investment in Myanmar	51,428,550	53,488,200	51,428,550	53,488,200
Others	2,646,615	702,397	313,422	311,513
Total	80,749,487	67,088,801	65,295,043	57,829,118

## 11. OTHER BORROWINGS

As at March 31, 2017 and December 31, 2016, the Company has other borrowings as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at March 31, 2017				
Residual maturities				
Interest rate	Within 1 year	1 - 5 years	Over 5 years	Total
per annum	Baht	Baht	Baht	Baht
(%)				
<b>Other borrowings</b>				
Bill of exchange	3.60 - 3.75	774,797,196	-	774,797,196
Total other borrowings		774,797,196	-	774,797,196

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at December 31, 2016				
Residual maturities				
Interest rate	Within 1 year	1 - 5 years	Over 5 years	Total
per annum	Baht	Baht	Baht	Baht
(%)				
<b>Other borrowings</b>				
Bill of exchange	3.45 - 3.60	467,778,822	-	467,778,822
Total other borrowings		467,778,822	-	467,778,822

## 12. FEE AND SERVICE INCOME

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2017 Baht	2016 Baht	2017 Baht	2016 Baht
Private fund management mutual fund management and provident fund management	18,805,939	28,366,038	-	-
Total	<u>18,805,939</u>	<u>28,366,038</u>	<u>-</u>	<u>-</u>

## 13. GAIN AND RETURN ON FINANCIAL INSTRUMENTS

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2017 Baht	2016 Baht	2017 Baht	2016 Baht
Gain on investment	213,574,789	20,725,257	212,779,747	20,323,353
Interest and dividend income	9,395,615	9,170,872	9,198,698	30,838,577
Total	<u>222,970,404</u>	<u>29,896,129</u>	<u>221,978,445</u>	<u>51,161,930</u>

## 14. FEE AND SERVICE EXPENSES

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2017 Baht	2016 Baht	2017 Baht	2016 Baht
Fees for private fund, mutual fund and derivative licenses	332,027	369,357	-	-
Fund management fee	185,778	10,222,492	-	-
Others	2,580,650	1,325,887	80,337	78,247
Total	<u>3,098,455</u>	<u>11,917,736</u>	<u>80,337</u>	<u>78,247</u>

## 15. DIRECTORS' REMUNERATION

Directors represent the benefits paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act, exclusive of salaries and related benefits payable to directors who hold executive position. Directors' remuneration for the year 2017 was approved by the ordinary shareholders' meeting of the Company and its subsidiary which were held on April 27, 2017 and on April 17, 2017, respectively. Directors' remuneration for the year 2016 was approved by the ordinary shareholders' meetings of the Company and its subsidiary which were held on April 29, 2016 and on April 20, 2016, respectively.

## 16. IMPAIRMENT LOSS FROM SECURITIES (REVERSAL)

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month periods ended		For the three-month periods ended	
	March 31,		March 31,	
	2017	2016	2017	2016
	Baht	Baht	Baht	Baht
Impairment loss from equity securities (reversal)	8,969,825	(1,042,752)	8,969,825	(1,042,752)
Impairment loss from investment in subsidiary (reversal)	-	-	(5,844,071)	(5,667,780)
Total	<u>8,969,825</u>	<u>(1,042,752)</u>	<u>3,125,754</u>	<u>(6,710,532)</u>

## 17. CORPORATE INCOME TAX

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month periods ended		For the three-month periods ended	
	March 31,		March 31,	
	2017	2016	2017	2016
	Baht	Baht	Baht	Baht
Income tax - expenses	(37,865,738)	(5,916,018)	(36,467,128)	(4,503,508)
Total	<u>(37,865,738)</u>	<u>(5,916,018)</u>	<u>(36,467,128)</u>	<u>(4,503,508)</u>

Reconciliation of income tax and the results of the accounting profit (loss) multiplied by the income tax rate are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month periods ended		For the three-month periods ended	
	March 31,		March 31,	
	2017	2016	2017	2016
	Baht	Baht	Baht	Baht
Income before tax	199,262,018	26,288,437	186,984,595	38,317,767
Tax rate	20%	20%	20%	20%
The result of the account profit multiplied by the income tax rate - expenses	(39,852,404)	(5,257,687)	(37,396,919)	(7,663,553)
Tax effect of the non-deductible income and expense	2,133,644	2,420,712	1,076,769	6,239,088
Effect of the temporary difference not recognized as deferred tax assets	(56,884)	(73,817)	(56,884)	(73,817)
Effect of loss carried forward not recognized as deferred tax assets	(90,094)	(3,005,226)	(90,094)	(3,005,226)
Deferred income tax relates to the temporary differences that occur.	(1,395,804)	(1,409,673)	-	-
Accumulated tax losses	1,395,804	1,409,673	-	-
Income tax - expenses	<u>(37,865,738)</u>	<u>(5,916,018)</u>	<u>(36,467,128)</u>	<u>(4,503,508)</u>

## 18. RELATED PARTY TRANSACTIONS

The Company and its subsidiary have significant business transactions with related persons and companies that related by way of common shareholders and/or common directors. The Company's management believes that the pricing policy the Company charged to related parties were the arm's length price applied in the normal course of business. These transactions can be summarized as follows:

Balances with related parties as at March 31, 2017 and December 31, 2016 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at March 31, 2017 Baht	As at December 31, 2016 Baht	As at March 31, 2017 Baht	As at December 31, 2016 Baht
<b>Subsidiary</b>				
Solaris Asset Management Co., Ltd.				
Investment in subsidiary (see Note 9)	-	-	104,676,356	98,832,285
Investment in private fund managed by				
Subsidiary	58,282,184	57,258,259	58,282,184	57,258,259
Investments in Debt Securities	-	-	125,136,986	-
Accrued private fund management fee expenses	-	-	26,448	25,805
Lumpini Asset Management Co., Ltd.				
Investment in subsidiary (see Note 9)	-	-	25,000,000	25,000,000
<b>Associate</b>				
KT ZMICO Securities Co., Ltd.				
Investment in associate (see Note 9)	1,386,012,485	1,377,157,471	1,244,095,520	1,244,095,520
Cash balance for securities trading	2,033,139	9,790,951	2,033,139	9,790,951
Other receivables	4,408	2,500	4,408	2,500
Other payable	571,243	611,823	571,243	611,823
Scentimental (Thailand) Co., Ltd.				
Investment in associate (see Note 9)	13,800,000	-	13,800,000	-
Investments in Debt Securities	29,103,775	-	29,103,775	-
Absolute Yoga Co., Ltd.				
Investment in associate (see Note 9)	217,667,873	-	217,800,000	-
<b>Related company</b>				
<b>Under common directors</b>				
Thanh Cong Securities Joint Stock Company				
Investment in ordinary shares - net	96,380,815	104,796,263	96,380,815	104,796,263
KTZ Ruby Hill Securities Co.,Ltd.				
Advance payment for investment in Myanmar	51,428,550	53,488,200	51,428,550	53,488,200
Thai Foods Group Plc.				
Investment in ordinary shares	245,855,880	281,818,320	245,855,880	281,818,320



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

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS		Pricing policy
	For the three-month periods ended March 31,		For the three-month periods ended March 31,		
	2017	2016	2017	2016	
	Baht	Baht	Baht	Baht	
<b>Subsidiary</b>					
Solaris Asset Management Co., Ltd.					
Investment in private fund managed by subsidiary	-	-	77,127	75,037	At the agreed rate of 0.2% per annum of the net asset value of the fund (see Note 19.2)
Lumpini Asset Management Co., Ltd.					
Rental income	-	-	66,150	-	At the rate determined under the contract
<b>Associate</b>					
KT ZMICO Securities Co., Ltd.					
Dividend receivable	-	-	-	21,896,272	2016:128,801,600 shares at Baht 0.17 per share
Research fee	750,000	750,000	750,000	750,000	At the agreed rate of Baht 250,000 per month (see Note 19.3)
Service expenses	1,222,500	592,500	1,222,500	592,500	At the rate determined under the contract (see Note 19.1)
Other fee expenses	654,679	-	654,679	-	At the rate determined under the contract
Beacon Offshore Ltd.					
Interest income from Bill of exchange	-	414,548	-	414,548	At the rate determined under the contract
<b>Related companies</b>					
<b>Under joint control</b>					
Phra kanong Land Co., Ltd					
Interest income from Bill of Exchange	-	9,549,795	-	9,549,795	At the rate determined under the contract
<b>Related with subsidiary and associate</b>					
Interest income from cash balance for securities trading	-	16,507	-	16,507	At cash balance rate, which is retinal rate changed to other customers
Selling agent fee expense	300	459,296	300	459,296	At the rate determined under the contract
Service fee expenses	199,800	199,800	199,800	199,800	At the rate determined under the contract of Baht 66,600 per month
Commission expense for securities trading	8,207	2,566	8,207	2,566	At the rate determined under the contract

For the three-month periods ended March 31, 2017 and 2016, compensations paid to key management personnel under TAS 24 (Revised 2016) “Related Party Disclosures” are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month periods		For the three-month periods	
	ended March 31,		ended March 31,	
	2017	2016	2017	2016
	Baht	Baht	Baht	Baht
Short-term employee benefits	1,848,759	1,780,943	976,211	941,865
Post-employment benefits	208,823	182,253	171,858	152,729
Total	<u>2,057,582</u>	<u>1,963,196</u>	<u>1,148,069</u>	<u>1,094,594</u>

## 19. COMMITMENTS

### Transactions with related parties

19.1 On May 28, 2009, the Company entered into the agreement with KT ZMICO Securities Co., Ltd. for management service of accounting, operating, information technology including information system development and technical support, compliance, human resource management, general support and general management. The term of agreement is one year and will be automatically extended one year by payment in amount of Baht 150,000 per month unless either party notifies another party for the cancellation in written at least 30 days before the expiry date of the agreement in each time. Subsequently, on June 1, 2014, the Company made the agreement to change the fee to Baht 197,500 per month from June 1, 2014 to May 31, 2015. The agreement is automatically extended on an annual basis.

On June 30, 2016, the Company entered into agreement with KT ZMICO Securities Company Limited for providing management service of operating. The term of agreement is one year. The term of agreement is from July 1, 2016 to June 30, 2017 of which the Company pays monthly fee and the rate of Baht 210,000.

19.2 On October 17, 2012, the Company entered into an agreement with Solaris Asset Management Co., Ltd. which is subsidiary company. The subsidiary will manage the Company’s fund for one year. Contract, which will be expired on October 17, 2013, is automatically renewed for another year. Under the agreement, the Company agreed to pay a management fee at rated of 0.2 percent per annum of the net asset value of the fund.

19.3 On May 1, 2013, the Company entered into agreement with KT ZMICO Securities Company Limited for providing various research papers of offshore. The term of agreement is 2-year and will be expired on April 30, 2015. The agreement is automatically extended for one year each, unless by earlier mutual termination. The Company receives a monthly fee of Baht 250,000.

- 19.4 On January 12, 2016, the Company entered into an agreement with KTZ Ruby Hill Securities Company Limited. Such company shall act as the investment advisory, Brokerage and Dealing to the Company for the purpose of the securities trade in both Yangon Stock Exchange or YSX and OTC market. The term of agreement is 2 years and can be extended if it is agreed by both parties. The Company agreed to pay fees at rated determined under the agreement.

Transactions with other business parties

- 19.5 As at March 31, 2017 and December 31, 2016, the Company and the subsidiary have the following outstanding rental and service commitments under long-term lease agreements for its office building, equipment and vehicle.

(Unit: Million Baht)

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at March 31, 2017	As at December 31, 2016	As at March 31, 2017	As at December 31, 2016
Within 1 year	3.4	3.4	2.3	2.3
Over 1 year to 5 years	2.8	3.7	1.9	2.5
Total	6.2	7.1	4.2	4.8

**20. BUSINESS/GEOGRAPHICAL SEGMENT INFORMATION**

Business segment information of the Company and its subsidiary for the three-month periods ended March 31, 2017 and 2016 are as follows:

(Unit: Thousand Baht)

	For the three-month period ended March 31, 2017				Consolidated Financial Statement
	Securities segment	Assets Management Segment	Investment And others Segment	Elimination of inter-segment revenues	
Revenue from external customers	10,985	18,806	213,868	-	243,659
Inter - segment revenues	-	-	-	-	-
Total revenues	10,985	18,806	213,868	-	243,659
Segment income	10,985	5,683	213,868	-	230,536
Unallocated income and expenses :					
Gain on transfer of business to the associated company					14
Other income					803
Servicing and administrative expenses					(32,091)
Income tax - expenses					(37,866)
Net profit					161,396

(Unit: Thousand Baht)

**For the three-month period ended March 31, 2016**

	<b>Securities segment</b>	<b>Assets Management Segment</b>	<b>Investment And others Segment</b>	<b>Elimination of inter-segment revenues</b>	<b>Consolidated Financial Statement</b>
Revenue from external customers	8,599	28,366	30,939	-	67,904
Inter - segment revenues	-	-	-	-	-
Total revenues	8,599	28,366	30,939	-	67,904
Segment income	8,599	6,377	30,939	-	45,915
Unallocated income and expenses :					
Gain on transfer of business to the associated company					14
Other income					835
Servicing and administrative expenses					(20,476)
Income tax - expenses					(5,916)
Net profit					<u>20,372</u>

Assets classified by segment of the Company as at March 31, 2017 and December 31, 2016 were presented as follows:

(Unit: Thousand Baht)

	<b>Securities segment</b>	<b>Assets Management segment</b>	<b>Investment and others segment</b>	<b>Non-Performing Assets Management segment</b>	<b>Unallocated assets</b>	<b>Consolidated Financial statement</b>
<b>Assets by segment</b>						
As at March 31, 2017	1,397,785	235,040	1,508,711	24,666	456,010	3,622,212
As at December 31, 2016	1,381,979	109,191	1,408,622	24,613	414,674	3,339,079

## 21. RISK MANAGEMENT

### Liquidity risk

#### The Company

Under the Notification of the Office of the Securities and Exchange Commission No. Kor Thor. 18/2549 regarding “Net Liquid Capital Ratio - NCR”, securities company is required to maintain its net liquid capital at the end of working day not less than Baht 15 million and not less than 7% of general liabilities.

The Company was granted securities business licenses of derivatives agent under the Derivative Act. The Company has to maintain its net liquid capital at the end of working day at least Baht 25 million and at least 7% of general liabilities and assets held as collateral except in case the Company discontinued its derivatives agent business and notified to the Office of the Securities and Exchange Commission, the Company has to maintain its net liquid capital as mentioned in the above paragraph.

Additionally, in accordance with the regulation of Thailand Clearing House Co., Ltd. (“TCH”) chapter 300 “Ordinary Members” regarding the “Qualification of Membership”, the Ordinary Membership is required to have owners’ equity at least Baht 100 million for membership operating especially in derivatives business.

However, as at March 31, 2017 and December 31, 2016, the Company is not required to maintain its net liquid capital and equity per those requirements as it was granted by the Office of the Securities and Exchange Commission to temporarily cease its operation on securities and derivative businesses (see Note 1).

Also, according to the Notification of the Securities and Exchange Commission No. KorKhor. 7/2551, Re: Determination of Paid-Up Registered Capital of Securities Company, the securities company licensed to undertake securities business in the category of securities brokerage, excluding the securities company licensed to undertake securities brokerage of debt securities or investment units, shall have paid-up registered capital of not less than Baht 500 million, effective from January 1, 2012 onwards. The Company has already proceeded accordingly.

Since May 2, 2013, the Company was approved to reactivate its investment advisory service, the Company is required to maintain collateral or net liquid according to the Notification of Securities and Exchange Commission No. Kor Thor. 4/2557 regarding “Ongoing capital adequacy of some specific intermediaries”.

However, as at March 31, 2017, the Company is able to maintain its net liquid capital more than the condition.

#### Subsidiary

Under the Notification of the Office of the Securities and Exchange Commission No. KorNor. 20/2552, regarding “The Capital Adequacy of Management Company”, the asset management company has to maintain owners’ equity at least Baht 20 million for mutual fund management business, at least Baht 20 million for private fund management business with provident fund and at least Baht 10 million for private fund management business without provident fund management. Under the Notification of the Office of the Securities and Exchange Commission No. Thor Nor. 42/2552, regarding “The Responsibility Insurance of Management Company and the Notification for Capital Adequacy of Management Company”, the warning level at Baht 30 million for mutual fund management business, the warning level at Baht 30 million for private fund management business with provident fund and the warning level at Baht 15 million for private fund management business without provident fund management. In case the subsidiary cannot maintain the capital adequacy over the warning level, the subsidiary has to report to the Office of the Securities and Exchange Commission including the plan to recover its owners’ equity to the warning level.

As at March 31, 2017, the subsidiary’s financial statements showed owners’ equity amounting of Baht 104.68 million, which is in accordance with the SEC’s regulations.

## 22. TRANSFER OF BUSINESS

On May 1, 2009, the Company transferred its business and margin loan accounts to KT ZMICO Securities Co., Ltd., an associated company, in accordance with a partnership plan to develop securities business with Krung Thai Bank Plc. The Company received returns from the transfer of business in the total amount of Baht 500 million. At the end of year 2011, the Company recognized the entire amount of consideration from the transfer of business of Baht 500 million as the associated company was able to generate 3-year cumulative EBITDA from 2009 - 2011 according to the criteria specified in the agreement.

The Company recognized such gain on transfer of business to an associated company as income in the consolidated financial statements according to the shareholding percentage of the third parties in the associated company. The remaining amount was presented as “unrealized gain on transfer of business to an associated company”. The Company will realize such “unrealized gain on transfer of business to an associated company” as income when the Company has lower percentage of shareholding in the associated company and when the associated company calculates depreciation or sells such transferred assets to the third parties.

For the three-month periods ended March 31, 2017 and 2016, the Company recognized additional gain on transfer of business to the associated company of Baht 0.01 million.

As at March 31, 2017 and December 31, 2016 the remaining amount unrealized gain on transfer of business to an associated company were Baht 148.32 million and Baht 148.34 million, respectively.

## 23. FAIR VALUE MEASUREMENT

Certain financial assets and financial liabilities of the Company and its subsidiaries are measured at fair value at the end of reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined.

Financial assets/ Financial liabilities	CONSOLIDATED FINANCIAL STATEMENTS		Fair value hierarchy	Valuation techniques and key inputs
	March 31, 2017	December 31, 2016		
<b>Unit : Baht</b>				
<b>Financial Assets</b>				
Investments				
Trading securities				
Equity securities - Listed securities	315,656,974	90,274,004	1	Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand and foreign stock exchange
Debt securities - Bill of exchange	798,073,054	702,906,321	2	Discount cash flow by future cash flows are estimated based on forward interest rate at the end of the reporting period
Debt securities - Corporate bond	26,868,538	26,824,556	2	Yield rates of the last working day of the reporting period as quoted by the Thai Bond Market Association
Available-for-sale securities				
Equity securities - Listed securities	5,385,220	288,327,412	1	Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand and foreign stock exchange

Unit : Baht

Financial assets/ Financial liabilities	SEPARATE FINANCIAL STATEMENTS Fair value		Fair value hierarchy	Valuation techniques and key inputs
	March 31, 2017	December 31, 2016		
<u>Financial Assets</u>				
Investments				
Trading securities				
Equity securities - Listed securities	307,050,824	82,339,254	1	Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand and foreign stock exchange
Debt securities - Bill of exchange	748,266,614	653,130,918	2	Discount cash flow by future cash flows are estimated based on forward interest rate at the end of the reporting period
Debt securities - Corporate bond	26,868,538	26,824,556	2	Yield rates of the last working day of the reporting period as quoted by the Thai Bond Market Association
Available-for-sale securities				
Equity securities - Listed securities	5,385,220	288,327,412	1	Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand and foreign stock exchange

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

These interim financial statements have been approved for issuing by the audit committee and authorized director of the Company on May 4, 2017.