

**Dusit Thani Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month and six-month periods ended
30 June 2016

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 Dusit Thani Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited, respectively, as at 30 June 2016; the consolidated and separate statements of income, comprehensive income for the three-month and six-month periods ended 30 June 2016; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2016; 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 these interim based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable 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 interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”.

(Vannaporn Jongperadechanon)
Certified Public Accountant
Registration No. 4098

KPMG Phoomchai Audit Ltd.
Bangkok
9 August 2016

Dusit Thani Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
Assets	Note	2016	2015	2016	2015
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<i>Current assets</i>					
Cash and cash equivalents		663,134	714,228	198,027	189,995
Short-term investments		381,955	380,180	-	-
Trade and other receivables	3	427,982	475,026	207,375	219,593
Inventories		71,614	79,618	19,670	22,342
Short-term loan to related parties	14	-	-	100,200	38,500
Current portion of prepaid rental of land and buildings		99,667	109,073	74,067	74,067
Other current assets	4	53,384	58,936	1,646	1,767
Total current assets		1,697,736	1,817,061	600,985	546,264
<i>Non-current assets</i>					
Restricted bank deposits	5	2,186	2,176	-	-
Available-for-sale investments	6	361,243	356,441	245,657	241,662
Other long-term investments		-	-	-	-
Investments in associates	7	1,429,415	1,404,715	1,229,203	1,229,203
Investments in subsidiaries	8	-	-	1,091,352	1,091,352
Investments in joint ventures	9	37,433	52,518	29,830	29,830
Long-term loan to related party	14	56,628	39,553	-	-
Investment properties	10	236,076	246,500	168,640	179,838
Property, plant and equipment	11	4,800,821	5,107,900	511,826	577,022
Prepaid rental of land and buildings		113,980	154,276	55,550	92,583
Other intangible assets		55,942	61,766	38,826	43,172
Deferred tax assets		98,998	100,952	32,329	32,614
Deposit for hotel management right		25,270	25,270	25,270	25,270
Other non-current assets		25,158	26,548	3,123	3,401
Total non-current assets		7,243,150	7,578,615	3,431,606	3,545,947
Total assets		8,940,886	9,395,676	4,032,591	4,092,211

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

Dusit Thani Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
Liabilities and equity	<i>Note</i>	2016	2015	2016	2015
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<i>Current liabilities</i>					
Bank overdrafts and short-term loans					
from financial institutions		573,107	538,000	360,000	390,000
Short-term loan from related party	14	4,919	5,046	-	-
Trade and other payables		744,348	962,429	213,091	245,785
Current portion of long-term loans	12	316,201	324,375	-	-
Current portion of finance lease liabilities		1,575	1,152	-	-
Current portion of deferred rental revenue		25,433	25,433	-	-
Income tax payable		3,654	2,262	-	-
Others current liabilities		52,583	61,115	19,796	22,744
Total current liabilities		1,721,820	1,919,812	592,887	658,529
<i>Non-current liabilities</i>					
Long-term loans	12	991,914	1,177,113	-	-
Finance lease liabilities		2,118	3,107	-	-
Deferred rental revenue		597,230	609,843	-	-
Deferred tax liabilities		19,538	20,054	-	-
Employee benefit obligations		227,154	205,752	123,256	112,932
Liabilities from investment in joint venture		48,912	36,109	-	-
Other non-current liabilities		18,870	19,421	18,867	19,337
Total non-current liabilities		1,905,736	2,071,399	142,123	132,269
Total liabilities		3,627,556	3,991,211	735,010	790,798

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Dusit Thani Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
Liabilities and equity (Continued)	<i>Note</i>	2016	2015	2016	2015
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Equity					
Share capital	13				
Authorised share capital		850,000	850,000	850,000	850,000
Issued and paid-up share capital		850,000	850,000	850,000	850,000
Treasury shares		(15,740)	(15,740)	-	-
Additional paid in capital					
Premium on ordinary shares		1,643,000	1,643,000	1,643,000	1,643,000
Surplus on treasury shares		18,365	18,365	16,950	16,950
Retained earnings					
Appropriated					
Legal reserve		85,000	85,000	85,000	85,000
Dusit Thani College funds	20	366,376	366,376	-	-
Treasury share reserve		15,740	15,740	-	-
Unappropriated		1,381,596	1,394,120	591,131	598,159
Other components of equity		225,852	236,341	111,500	108,304
Equity attributable to owners					
of the Company		4,570,189	4,593,202	3,297,581	3,301,413
Non-controlling interests		743,141	811,263	-	-
Total equity		5,313,330	5,404,465	3,297,581	3,301,413
Total liabilities and equity		8,940,886	9,395,676	4,032,591	4,092,211

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

Dusit Thani Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended		Three-month period ended	
		30 June		30 June	
		2016	2015	2016	2015
		<i>(in thousand Baht)</i>			
Revenue from sales and services		1,083,273	997,175	366,765	330,236
Cost of sales and services					
Cost of sales and services		(675,272)	(633,815)	(228,819)	(216,462)
Cost of services - depreciation and amortisation		(181,477)	(158,033)	(55,409)	(57,116)
Total cost of sales and services		(856,749)	(791,848)	(284,228)	(273,578)
Gross profit		226,524	205,327	82,537	56,658
Other income					
Management service income		40,431	24,522	10,529	9,577
Interest income		5,121	3,747	2,269	688
Dividend income		8,677	7,619	59,239	71,940
Realised income from deferred rental revenue		6,341	6,341	-	-
Gain on sales of equipment		126	987	5	426
Share of net profit from investments by					
the equity method		2,095	3,774	-	-
Other income		53,714	64,314	52,965	69,481
Total other income		116,505	111,304	125,007	152,112
Profit before expenses		343,029	316,631	207,544	208,770
Expenses					
Selling expenses		(98,709)	(103,338)	(45,364)	(52,584)
Administrative expenses		(278,973)	(260,170)	(126,021)	(117,170)
Depreciation and amortisation		(10,942)	(11,195)	(5,480)	(5,771)
Finance costs		(9,016)	(9,066)	(3,417)	(3,798)
Total expenses		(397,640)	(383,769)	(180,282)	(179,323)
Profit (loss) before income tax expense		(54,611)	(67,138)	27,262	29,447
Income tax income (expense)	17	5,667	(1,282)	(467)	1,030
Profit (loss) for the period		(48,944)	(68,420)	26,795	30,477
Profit (loss) attributable to:					
Owners of the Company		(41,294)	(66,331)	26,795	30,477
Non-controlling interests		(7,650)	(2,089)	-	-
Profit (loss) for the period		(48,944)	(68,420)	26,795	30,477
Earnings (loss) per share (in Baht)	18				
Basic earning (loss) per share		(0.049)	(0.078)	0.032	0.036

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

Dusit Thani Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
Revenue from sales and services		2,580,213	2,432,305	802,347	772,878
Cost of sales and services					
Cost of sales and services		(1,513,690)	(1,456,040)	(461,467)	(445,691)
Cost of services - depreciation and amortisation		(359,266)	(311,631)	(111,368)	(113,797)
Total cost of sales and services		(1,872,956)	(1,767,671)	(572,835)	(559,488)
Gross profit		707,257	664,634	229,512	213,390
Other income					
Management service income		75,650	62,018	36,229	33,401
Interest income		7,911	6,006	2,744	710
Dividend income		8,677	7,619	75,833	113,118
Realised income from deferred rental revenue		12,612	12,612	-	-
Gain on sales of equipment		727	676	52	585
Realised deferred gain on sales of asset held for sale		-	6,904	-	6,904
Share of net profit from investments by					
the equity method		39,432	36,933	-	-
Other income		109,586	128,784	121,185	135,586
Total other income		254,595	261,552	236,043	290,304
Profit before expenses		961,852	926,186	465,555	503,694
Expenses					
Selling expenses		(196,869)	(199,526)	(100,837)	(115,028)
Administrative expenses		(566,525)	(505,729)	(253,580)	(228,601)
Depreciation and amortisation		(21,897)	(22,286)	(10,882)	(11,505)
Finance costs		(30,829)	(22,079)	(5,798)	(7,545)
Total expenses		(816,120)	(749,620)	(371,097)	(362,679)
Profit before income tax expense		145,732	176,566	94,458	141,015
Income tax income (expense)	17	(9,697)	(16,780)	514	994
Profit for the period		136,035	159,786	94,972	142,009
Profit attributable to:					
Owners of the Company		112,567	131,513	94,972	142,009
Non-controlling interests		23,468	28,273	-	-
Profit for the period		136,035	159,786	94,972	142,009
Earnings per share (in Baht)	18				
Basic earnings per share		0.133	0.156	0.112	0.167

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

Dusit Thani Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 30 June		Three-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Profit (loss) for the period	(48,944)	(68,420)	26,795	30,477
Other comprehensive income				
<i>Items that are or may be reclassified to profit or loss</i>				
Foreign currency translation differences for foreign operations	(8,311)	53,382	-	-
Net change in fair value of available-for-sale investments	(11,475)	35,713	(7,433)	31,322
Income tax on other comprehensive income	2,295	(7,143)	1,486	(6,264)
Other comprehensive income for the period, net of income tax	(17,491)	81,952	(5,947)	25,058
Total comprehensive income for the period	(66,435)	13,532	20,848	55,535
Total comprehensive income attributable to:				
Owners of the Company	(56,951)	(7,449)	20,848	55,535
Non-controlling interests	(9,484)	20,981	-	-
Total comprehensive income for the period	(66,435)	13,532	20,848	55,535

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Dusit Thani Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Profit for the period	136,035	159,786	94,972	142,009
Other comprehensive income				
<i>Items that are or may be reclassified to profit or loss</i>				
Foreign currency translation differences for foreign operations	(38,149)	32,855	-	-
Net change in fair value of available-for-sale investments	4,802	21,387	3,995	18,547
Income tax on other comprehensive income	(960)	(4,277)	(799)	(3,709)
Other comprehensive income for the period, net of income tax	(34,307)	49,965	3,196	14,838
Total comprehensive income for the period	101,728	209,751	98,168	156,847
Total comprehensive income attributable to:				
Owners of the Company	102,078	166,315	98,168	156,847
Non-controlling interests	(350)	43,436	-	-
Total comprehensive income for the period	101,728	209,751	98,168	156,847

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

Dusit Thani Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Consolidated financial statements														
		Retained earnings							Other components of equity							
		Issued and paid-up share capital	Treasury shares	Premium on ordinary shares	Surplus on treasury shares	Legal reserve	Dusit Thani College funds	Treasury shares reserve	Unappropriated	Foreign currency			Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
										translation differences for foreign operations	Net change in fair value of available-for-sale investments					
Note		<i>(in thousand Baht)</i>														
For the six-month period ended 30 June 2015																
	Balance at 1 January 2015	850,000	(15,740)	1,643,000	18,365	85,000	315,887	15,740	1,342,696	(72,413)	260,751	188,338	4,443,286	768,824	5,212,110	
Transactions with owners, recorded directly in equity																
<i>Distributions to owners of the Company</i>																
	Dividends paid	19	-	-	-	-	-	-	(85,000)	-	-	-	(85,000)	(6,002)	(91,002)	
	Total distributions to owners of the Company		-	-	-	-	-	-	(85,000)	-	-	-	(85,000)	(6,002)	(91,002)	
Comprehensive income for the period																
	Profit		-	-	-	-	-	-	131,513	-	-	-	131,513	28,273	159,786	
	Other comprehensive income		-	-	-	-	-	-	108	17,884	16,810	34,694	34,802	15,163	49,965	
	Total comprehensive income for the period		-	-	-	-	-	-	131,621	17,884	16,810	34,694	166,315	43,436	209,751	
	Balance at 30 June 2015	850,000	(15,740)	1,643,000	18,365	85,000	315,887	15,740	1,389,317	(54,529)	277,561	223,032	4,524,601	806,258	5,330,859	
For the six-month period ended 30 June 2016																
	Balance at 1 January 2016	850,000	(15,740)	1,643,000	18,365	85,000	366,376	15,740	1,394,120	(9,515)	245,856	236,341	4,593,202	811,263	5,404,465	
Transactions with owners, recorded directly in equity																
<i>Distributions to owners of the Company</i>																
	Dividends paid	19	-	-	-	-	-	-	(102,000)	-	-	-	(102,000)	(3,812)	(105,812)	
	Total distributions to owners of the Company		-	-	-	-	-	-	(102,000)	-	-	-	(102,000)	(3,812)	(105,812)	
<i>Changes in ownership interests in subsidiary</i>																
	Acquisition of non-controlling interests without a change in control		-	-	-	-	-	-	(23,091)	-	-	-	(23,091)	(63,960)	(87,051)	
	Total transactions with owners, recorded directly in equity	8	-	-	-	-	-	-	(23,091)	-	-	-	(23,091)	(63,960)	(87,051)	
Comprehensive income for the period																
	Profit		-	-	-	-	-	-	112,567	-	-	-	112,567	23,468	136,035	
	Other comprehensive income		-	-	-	-	-	-	-	(14,304)	3,815	(10,489)	(10,489)	(23,818)	(34,307)	
	Total comprehensive income for the period		-	-	-	-	-	-	112,567	(14,304)	3,815	(10,489)	102,078	(350)	101,728	
	Balance at 30 June 2016	850,000	(15,740)	1,643,000	18,365	85,000	366,376	15,740	1,381,596	(23,819)	249,671	225,852	4,570,189	743,141	5,313,330	

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

Dusit Thani Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Note	Separate financial statements				Other component of equity		Total equity
		Issued and paid-up share capital	Premium on ordinary shares	Surplus on treasury shares	Retained earnings		Net change in fair value of available-for-sale investments	
					Legal reserve	Unappropriated		
<i>(in thousand Baht)</i>								
For the six-month period ended 30 June 2015								
Balance at 1 January 2015		850,000	1,643,000	16,950	85,000	470,147	157,588	3,222,685
Transactions with owners, recorded directly in equity								
<i>Distributions to owners of the Company</i>								
Dividends paid	19	-	-	-	-	(85,000)	-	(85,000)
<i>Total distributions to owners of the Company</i>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(85,000)</u>	<u>-</u>	<u>(85,000)</u>
Comprehensive income for the period								
Profit		-	-	-	-	142,009	-	142,009
Other comprehensive income		-	-	-	-	-	14,838	14,838
Total comprehensive income for the period		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>142,009</u>	<u>14,838</u>	<u>156,847</u>
Balance at 30 June 2015		850,000	1,643,000	16,950	85,000	527,156	172,426	3,294,532
For the six-month period ended 30 June 2016								
Balance at 1 January 2016		850,000	1,643,000	16,950	85,000	598,159	108,304	3,301,413
Transactions with owners, recorded directly in equity								
<i>Distributions to owners of the Company</i>								
Dividends paid	19	-	-	-	-	(102,000)	-	(102,000)
<i>Total distributions to owners of the Company</i>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(102,000)</u>	<u>-</u>	<u>(102,000)</u>
Comprehensive income for the period								
Profit		-	-	-	-	94,972	-	94,972
Other comprehensive income		-	-	-	-	-	3,196	3,196
Total comprehensive income for the period		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>94,972</u>	<u>3,196</u>	<u>98,168</u>
Balance at 30 June 2016		850,000	1,643,000	16,950	85,000	591,131	111,500	3,297,581

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

Dusit Thani Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
Cash flows from operating activities					
Profit for the period		136,035	159,786	94,972	142,009
<i>Adjustments for</i>					
Realised income from deferred rental revenue		(12,612)	(12,612)	-	-
Interest income		(7,911)	(6,006)	(2,744)	(710)
Dividend income		(8,677)	(7,619)	(75,833)	(113,118)
Bad debts and doubtful accounts (reversal)		(1,953)	5,867	(2,710)	129
Depreciation of plant and equipment	11	366,222	319,565	108,921	112,237
Depreciation of investment properties	10	6,981	6,874	7,802	7,682
Amortisation of other intangible assets		7,960	7,478	5,527	5,383
Loss on written off withholding tax		1,492	4,597	-	-
Amortisation of prepaid rental of land and buildings		54,162	52,666	37,033	37,034
Employee benefit obligations		24,483	11,964	12,241	5,866
Share of net profits from investments by the equity method		(39,432)	(36,933)	-	-
Gain on sales of equipment		(727)	(676)	(52)	(585)
Realised deferred gain on sales of assets held for sale		-	(6,904)	-	(6,904)
Loss on equipment written off	11	1,397	1,958	672	923
Loss on intangible written off		-	3	-	-
Finance costs		30,829	22,079	5,798	7,545
Income tax expense (income)		9,697	16,780	(514)	(994)
		<u>567,946</u>	<u>538,867</u>	<u>191,113</u>	<u>196,497</u>
<i>Changes in operating assets and liabilities</i>					
<i>Operating assets (increase) decrease</i>					
Trade and other receivables		53,751	(71,734)	27,018	12,055
Inventories		7,248	14,222	2,672	4,428
Other current assets		3,051	2,470	121	(838)
Other non-current assets		1,318	(6,781)	278	8
<i>Operating liabilities increase (decrease)</i>					
Trade and other payables		(209,031)	(201,832)	(44,343)	(46,906)
Liabilities under rental guarantee		-	(86,308)	-	(86,308)
Other current liabilities		(7,946)	10,836	(2,948)	(5,194)
Other non-current liabilities		(552)	(12,652)	(470)	5,148
Payment for employee benefit obligations		(2,780)	-	(1,917)	-
Cash generated from operating activities		<u>413,005</u>	<u>187,088</u>	<u>171,524</u>	<u>78,890</u>
Proceeds from refund of prepaid income tax		112	-	-	-
Income tax paid		(16,537)	(23,381)	(11,152)	(7,984)
Net cash from operating activities		<u>396,580</u>	<u>163,707</u>	<u>160,372</u>	<u>70,906</u>

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

Dusit Thani Public Company Limited and its Subsidiaries

Statements of cash flows (Unaudited)

	Consolidated		Separate		
	financial statements		financial statements		
	Six-month period ended 30 June		Six-month period ended 30 June		
Note	2016	2015	2016	2015	
<i>(in thousand Baht)</i>					
<i>Cash flows from investing activities</i>					
Interest income		8,156	2,992	1,806	626
Increase in restricted bank deposits		(10)	(11)	-	-
Payment for short-term investments		(1,775)	(142,816)	-	-
Payment for short-term loan to related parties		-	-	(61,700)	(36,700)
Payment for long-term loan to related parties		(18,427)	(36,362)	-	-
Dividend received		8,677	7,619	5,444	6,372
Dividend received from joint venture		28,000	-	28,000	-
Dividend received from associate		16,594	41,178	16,594	41,178
Dividend received from subsidiaries		-	-	25,795	36,568
Payment of share subscription to subsidiary		(87,051)	-	-	(60,000)
Purchase of investment properties		(239)	(542)	(286)	(605)
Proceeds from sales of equipment		1,105	1,332	102	620
Purchase of equipment		(123,153)	(284,683)	(29,552)	(25,977)
Purchase of other intangible assets		(1,805)	(12,198)	(743)	(8,818)
Payment for prepaid rental of land and buildings		(6,640)	(12,165)	-	-
Net cash used in investing activities		(176,568)	(435,656)	(14,540)	(46,736)
<i>Cash flows from financing activities</i>					
Proceeds from short-term loans from financial institutions		258,013	264,000	157,000	228,000
Repayment of short-term loans from financial institutions		(223,000)	(195,000)	(187,000)	(164,000)
Repayment of finance lease liabilities		(565)	(545)	-	-
Proceeds from long-term loans	12	-	171,140	-	-
Repayment of long-term loans	12	(157,697)	(94,228)	-	-
Interest paid		(31,137)	(27,755)	(5,800)	(7,633)
Dividend paid		(105,812)	(91,002)	(102,000)	(85,000)
Net cash from (used in) financing activities		(260,198)	26,610	(137,800)	(28,633)
Net increase (decrease) in cash and cash equivalents		(40,186)	(245,339)	8,032	(4,463)
Cash and cash equivalents as at 1 January		714,228	859,760	189,995	179,870
Effect of exchange rate changes on balances held in foreign currencies		(10,908)	2,415	-	-
Cash and cash equivalents as at 30 June		663,134	616,836	198,027	175,407
<i>Supplementary disclosures of cash flows information</i>					
<i>Non-cash transaction</i>					
Payables from acquisition of assets		41,793	44,496	21,467	15,205

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

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

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

The interim financial statements issued for Thai statutory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 9 August 2016.

1 General information

Dusit Thani Public Company Limited, the “Company”, is incorporated in Thailand and has its registered head office at 946 Dusit Thani Office Building, 5th floor, Rama IV Road, Silom, Bangkok, Bangkok.

The Company was listed on the Stock Exchange of Thailand in April 1975.

The Company’s major shareholders during the financial period were Thanpuying Chanut Piyaoui and related persons (49.74% shareholding).

The principal activities of the Company and its subsidiaries are to operate hotel business, hotel management service and education. Details of the Company’s subsidiaries as at 30 June 2016 and 31 December 2015 are given in note 8.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2015) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and 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 2015. They 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 its subsidiaries for the year ended 31 December 2015.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2015 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2016. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group.

(b) Functional and presentation currency

The interim financial statements are presented in Thai Baht, which is the Company’s functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

Dusit Thani Public Company Limited and its Subsidiaries
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2 Basis of preparation of the interim financial statements (Continued)

(c) Use of judgments and estimates

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's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2015.

Measurement of fair value

The Group has an established control 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.

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised 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.
- 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.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

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

Note 21 Financial instruments

Dusit Thani Public Company Limited and its Subsidiaries
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3 Trade and other receivables

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Trade accounts receivable - net	178,069	229,475	59,854	67,360
Other receivables - management fee and other services - net	28,568	53,500	26,649	46,751
Other receivables - others	47,542	46,238	34,051	47,422
<i>Less</i> allowance for doubtful accounts	<u>(7,328)</u>	<u>(9,387)</u>	<u>(7,328)</u>	<u>(9,764)</u>
	<u>40,214</u>	<u>36,851</u>	<u>26,723</u>	<u>37,658</u>
Other receivable - World Intertrade Corporation Limited	40,879	40,879	40,879	40,879
<i>Less</i> allowance for doubtful account	<u>(40,879)</u>	<u>(40,879)</u>	<u>(40,879)</u>	<u>(40,879)</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Accrued interest receivables	7,209	7,454	1,430	492
Accrued income	-	2,699	-	104
Prepaid expenses	75,351	62,274	21,969	16,089
Prepaid income tax	39,331	27,844	30,970	19,818
Advances	45,991	39,874	39,780	31,321
Deposits	12,941	14,739	-	-
Insurance claim	308	316	-	-
Total	<u>427,982</u>	<u>475,026</u>	<u>207,375</u>	<u>219,593</u>

Dusit Thani Public Company Limited and its Subsidiaries
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3 Trade and other receivables (Continued)

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Related parties				
Outstanding amount				
Less than 3 months	6,101	6,203	6,010	6,077
	<u>6,101</u>	<u>6,203</u>	<u>6,010</u>	<u>6,077</u>
<i>Less</i> allowance for doubtful accounts	-	-	-	-
Net	<u>6,101</u>	<u>6,203</u>	<u>6,010</u>	<u>6,077</u>
Other parties				
Outstanding amount				
Less than 3 months	170,275	224,555	52,902	61,184
3 - 6 months	7,935	8,130	578	1,465
6 - 12 months	1,059	191	1,067	191
Over 12 months	2,451	1,244	762	20
	<u>181,720</u>	<u>234,120</u>	<u>55,309</u>	<u>62,860</u>
<i>Less</i> allowance for doubtful accounts	(9,752)	(10,848)	(1,465)	(1,577)
Net	<u>171,968</u>	<u>223,272</u>	<u>53,844</u>	<u>61,283</u>
Trade accounts receivable - net	<u>178,069</u>	<u>229,475</u>	<u>59,854</u>	<u>67,360</u>
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 30 June (reversal)	417	1,529	(90)	189
	<u>417</u>	<u>1,529</u>	<u>(90)</u>	<u>189</u>
for the six-month period ended 30 June (reversal)	(1,096)	1,663	(112)	167
	<u>(1,096)</u>	<u>1,663</u>	<u>(112)</u>	<u>167</u>

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3 Trade and other receivables (Continued)

Aging analyses for other receivables - management fee and other services were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Related parties				
Outstanding amount				
Less than 3 months	1,038	2,460	17,801	38,459
3 - 6 months	482	403	1,106	1,701
6 - 12 months	688	762	-	38
Over 12 months	1,596	889	129	36
	<u>3,804</u>	<u>4,514</u>	<u>19,036</u>	<u>40,234</u>
Less allowance for doubtful accounts	<u>(2,820)</u>	<u>(1,700)</u>	<u>(300)</u>	<u>(128)</u>
Net	<u>984</u>	<u>2,814</u>	<u>18,736</u>	<u>40,106</u>
Other parties				
Outstanding amount				
Less than 3 months	23,298	46,857	5,437	3,662
3 - 6 months	4,354	1,293	1,486	426
6 - 12 months	1,483	586	1,484	-
Over 12 months	3,826	7,245	3,698	7,083
	<u>32,961</u>	<u>55,981</u>	<u>12,105</u>	<u>11,171</u>
Less allowance for doubtful accounts	<u>(5,377)</u>	<u>(5,295)</u>	<u>(4,192)</u>	<u>(4,526)</u>
Net	<u>27,584</u>	<u>50,686</u>	<u>7,913</u>	<u>6,645</u>
Other receivables - management fee and other services - net	<u>28,568</u>	<u>53,500</u>	<u>26,649</u>	<u>46,751</u>
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 30 June (reversal)	<u>(2,498)</u>	<u>474</u>	<u>(2,285)</u>	<u>(322)</u>
for the six-month period ended 30 June (reversal)	<u>1,202</u>	<u>779</u>	<u>(162)</u>	<u>(1,889)</u>

4 Other current assets

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Value added tax receivable	53,384	58,936	1,646	1,767
Total	<u>53,384</u>	<u>58,936</u>	<u>1,646</u>	<u>1,767</u>

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5 Restricted bank deposits

As at 30 June 2016 and 31 December 2015, cash at bank of a subsidiary amounting to Baht 2.19 million and Baht 2.18 million, respectively, were pledged as collateral to letter of guarantee issued by the bank (see note 22.4).

6 Available-for-sale investments

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Equity securities available-for-sale				
At cost	64,992	64,992	106,282	106,282
Net changes in fair value of available-for-sale investments	<u>296,251</u>	<u>291,449</u>	<u>139,375</u>	<u>135,380</u>
Total	<u>361,243</u>	<u>356,441</u>	<u>245,657</u>	<u>241,662</u>

Movements in available-for-sale investments are summarised as follows:

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Available-for-sale investments				
At 1 January	356,441	375,197	241,662	337,484
Changes in fair value of available-for-sale investments	<u>4,802</u>	<u>21,387</u>	<u>3,995</u>	<u>18,547</u>
At 30 June	<u>361,243</u>	<u>396,584</u>	<u>245,657</u>	<u>356,031</u>

Dusit Thani Public Company Limited and its Subsidiaries
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7 Investment in associates

Investment in associates as at 30 June 2016 and 31 December 2015, and dividend income for the three-month and six-month periods ended 30 June 2016 and 2015 were as follows:

	Ownership interest		Paid-up capital		Equity		Cost		Dividend income			
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	Three-month period ended	Six-month period ended		
	2016	2015	2016	2015	2016	2015	2016	2015	30 June	30 June	2016	2015
	(%)		(in thousand)				(in thousand Baht)					
Associate												
Dusit Thai												
Freehold												
and Leasehold												
Property Fund ⁽¹⁾	30.02	30.02	Baht 4,094,000	Baht 4,094,000	1,310,864	1,283,301	1,229,203	1,229,203	-	-	16,594	41,178
Philippine												
Hoteliers												
International												
Center for												
Hospitality												
Education, Inc. ⁽²⁾	35.20	35.20	PHP 430,000	PHP 430,000	118,551	121,414	-	-	-	-	-	-
Total					1,429,415	1,404,715	1,229,203	1,229,203	-	-	16,594	41,178

⁽¹⁾ Dusit Thani Freehold and Leasehold Property Fund is listed on Stock Exchange of Thailand. As at 30 June 2016, the fair value of the Company's investment in Dusit Thani Freehold and Leasehold Property Fund was Baht 1,045 million, which fair value has been categorised as Level 2 hierarchy (31 December 2015: Baht 1,100 million).

⁽²⁾ Philippine Hoteliers, Inc. (indirect subsidiary, holding 88%) holds 40% interest in Philippine Hoteliers International Center for Hospitality Education, Inc. which was incorporated in the Philippines on 15 July 2015.

Dusit Thani Public Company Limited and its Subsidiaries
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7 Investment in associates (Continued)

Movements in investment in associates are summarised as follows:

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Associate				
At 1 January	1,404,715	1,311,945	1,229,203	1,229,203
Share of net profits from investment by the equity method	41,294	45,726	-	-
Dividend income	(16,594)	(41,178)	-	-
At 30 June	<u>1,429,415</u>	<u>1,316,493</u>	<u>1,229,203</u>	<u>1,229,203</u>

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8 Investments in subsidiaries

Investments in subsidiaries as at 30 June 2016 and 31 December 2015, and dividend income for the three-month and six-month periods ended 30 June 2016 and 2015 were as follows:

	Separate financial statements								Dividend income			
	Ownership interest		Paid-up capital				Cost		For the three-month period ended		For the six-month period ended	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	30 June 2015	2016	2015	2016	2015
	(%)		<i>(in thousand)</i>						<i>(in thousand Baht)</i>			
Subsidiaries												
Dusit Thani Properties Co., Ltd.	99.99	99.99	Baht	800,000	Baht	800,000	799,999	799,999	20,000	36,000	20,000	36,000
Dusit Thai Properties Public Company Limited ⁽¹⁾	84.04	84.04	Baht	825,000	Baht	825,000	-	-	-	-	-	-
Philippine Hoteliers, Inc. ⁽¹⁾	88.00	88.00	PHP	364,870	PHP	364,870	-	-	-	-	-	-
Landmark Hotel Co., Ltd.	99.88	99.88	Baht	10,000	Baht	10,000	9,988	9,988	-	-	-	-
Devarana Spa Co., Ltd.	99.99	99.99	Baht	8,000	Baht	8,000	8,000	8,000	-	-	-	-
Dusit Thai Properties Public Company Limited	2.75	2.75	Baht	825,000	Baht	825,000	40,110	40,110	795	568	795	568
DMS Property Investment Pvt. Ltd. ⁽³⁾	56.41	52.07	USD	38,500	USD	38,500	-	-	-	-	-	-
Dusit Thani College ⁽³⁾	86.79	86.79	Baht	217,715	Baht	217,715	-	-	-	-	-	-
Dusit Worldwide Co., Ltd.	99.99	99.99	Baht	50,000	Baht	50,000	50,000	50,000	5,000	-	5,000	-
Dusit Overseas Co., Ltd. ⁽²⁾	99.99	99.99	HKD	33	HKD	33	-	-	-	-	-	-
Dusit Management Co., Ltd.	99.99	99.99	Baht	4,000	Baht	4,000	4,000	4,000	-	-	-	-
Dusit USA Management Inc.	100.00	100.00	USD	40	USD	40	1,243	1,243	-	-	-	-
Dusit China Capital Co., Ltd.	99.99	99.99	Baht	68,000	Baht	68,000	68,000	68,000	-	-	-	-
Dusit Thani Hotel Studies Co., Ltd.	99.99	99.99	Baht	120,000	Baht	120,000	120,000	120,000	-	-	-	-
Total							1,101,340	1,101,340	25,795	36,568	25,795	36,568
<i>Less allowance for impairment</i>							<i>(9,988)</i>	<i>(9,988)</i>				
Net							1,091,352	1,091,352				

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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8 Investments in subsidiaries (Continued)

- (1) Dusit Thani Properties Co., Ltd. holds 84.05% interest in Dusit Thai Properties Public Company Limited and 88.01% interest in Philippine Hoteliers, Inc.
- (2) Dusit Worldwide Company Limited holds 100.00% in Dusit Overseas Co., Ltd.
- (3) During the six-month periods ended 30 June 2016, Dusit Thai Properties Public Company Limited additionally invest in DMS Property Investment Pvt. Ltd., a subsidiary in Republic of Maldives, for another 5% by acquiring the shares from the existing shareholder totaling 1,925,000 shares of USD 2,435,000. As of 30 June 2016 and 31 December 2015, Dusit Thai Properties Public Company Limited holds 65.00% and 60.00% in DMS Property Investment Pvt. Ltd. and share certificates of such subsidiary are pledged as collateral of loan from financial institution of such subsidiary (see note 12) and holds 100.00% in Dusit Thani College.

Dusit Thani Public Company Limited and its Subsidiaries
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8 Investments in subsidiaries (Continued)

Movements in investments in subsidiaries are summarised as follows:

	Separate financial statements	
	Six-month period ended 30 June	
	2016	2015
	<i>(in thousand Baht)</i>	
Subsidiaries		
At 1 January	1,091,352	1,001,353
Increase from share subscription payment	-	60,000
At 30 June	<u>1,091,352</u>	<u>1,061,353</u>

Dusit Thani Public Company Limited and its Subsidiaries
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9 Investments in joint ventures

Investments in joint ventures as at 30 June 2016 and 31 December 2015 and dividend income for the three-month and six-month periods ended 30 June 2016 and 2015 were as follows:

	Ownership interest		Paid-up capital				Consolidated financial statements		Separate financial statements		Dividend income			
					Equity		Cost		For the three-month period ended		For the six-month period ended			
	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	2015	30 June 2016	2015		
	(%)		(in thousand)						(in thousand Baht)					
Joint ventures														
Le Cordon Bleu Dusit Co., Ltd.	49.99	49.99	Baht	40,000	Baht	40,000	37,045	52,062	19,999	19,999	28,000	29,000	28,000	29,000
Dusit Bird Hotels Private Limited ⁽²⁾	50.00	50.00	INR	28,600	INR	28,600	388	456	9,831	9,831	-	-	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd. ⁽¹⁾	44.99	44.99	CNY	30,000	CNY	30,000	-	-	-	-	-	-	-	-
Total							37,433	52,518	29,830	29,830	28,000	29,000	28,000	29,000

⁽¹⁾ Dusit Fudu Hotel Management (Shanghai) Co., Ltd. was held by Dusit China Capital Co., Ltd. which is a subsidiary at 45.00%.

⁽²⁾ See note 23.2

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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9 Investments in joint ventures (Continued)

Movements in investments in joint ventures are summarised as follows:

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Joint ventures				
At 1 January	52,518	56,720	29,830	29,830
Dividend received	(28,000)	(29,000)	-	-
Share of profit from investments by the equity method	12,936	8,965	-	-
Exchange gain (loss) on translation of foreign operations	(21)	323	-	-
At 30 June	<u>37,433</u>	<u>37,008</u>	<u>29,830</u>	<u>29,830</u>

10 Investment properties

Movements in investment properties are summarised as follows:

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Net book value				
At 1 January	246,500	259,856	179,838	194,766
Acquisitions	239	542	286	605
Depreciation	(6,981)	(6,874)	(7,802)	(7,682)
Transfer out	(3,682)	-	(3,682)	-
At 30 June	<u>236,076</u>	<u>253,524</u>	<u>168,640</u>	<u>187,689</u>

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For the three-month and six-month periods ended 30 June 2016 (Unaudited)

11 Property, plant and equipment

Movements in property, plant and equipment are summarised as follows:

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Net book value				
At 1 January	5,107,900	4,876,980	577,022	722,058
Acquisitions	127,252	299,372	41,203	30,812
Disposals - net	(378)	(656)	(50)	(35)
Write off - net	(1,397)	(1,958)	(672)	(923)
Transfer in	3,244	10	3,244	-
Exchange gain (loss) on translation of foreign operations	(69,578)	53,756	-	-
Depreciation	<u>(366,222)</u>	<u>(319,565)</u>	<u>(108,921)</u>	<u>(112,237)</u>
At 30 June	<u>4,800,821</u>	<u>4,907,939</u>	<u>511,826</u>	<u>639,675</u>

12 Long-term loans

Long-term loans consisted of the following:

	Interest rate		Consolidated financial statements	
	30 June	31 December	30 June	31 December
	2016	2015	2016	2015
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>	
Loans from financial institutions				
By Philippine Hoteliers, Inc.				
- Repayable in semi-annual installments from December 2016 through 2024	4.1250 - 4.6167	4.1250 - 4.3703	443,573	455,413
By DMS Property Investment Pvt. Ltd.				
- Repayable every 3months from September 2013 through 2018	3.8055	3.4600	748,342	929,875
By Dusit Thani Hotel Studies Co., Ltd.				
- Repayable every 3 months from October 2017 through 2022	3.7359	3.7608	<u>116,200</u>	<u>116,200</u>
			<u>1,308,115</u>	<u>1,501,488</u>
Less current portion			<u>(316,201)</u>	<u>(324,375)</u>
Total			<u>991,914</u>	<u>1,177,113</u>

Dusit Thani Public Company Limited and its Subsidiaries
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12 Long-term loans (Continued)

Movements in the long-term loans are summarised as follows:

	Consolidated financial statements	
	Six-month period ended 30 June	
	2016	2015
	<i>(in thousand Baht)</i>	
Net book value		
At 1 January	1,501,488	1,141,459
Add additions	-	171,140
Less repayments	(157,697)	(94,228)
exchange loss (gain) on translation of foreign operations	(35,676)	24,697
At 30 June	<u>1,308,115</u>	<u>1,243,068</u>

Philippines Hoteliers, Inc.

- a) On 2 February 2007, Philippine Hoteliers, Inc., a subsidiary (indirect holding), entered into loan agreement with a bank to renovate its hotel in the limit of Peso 510.00 million, guaranteed by mortgaged of its hotel building and equipment and rights on lease agreement. The agreement specified the terms and conditions as follows:

Interest rate for first 6 months refer to corresponding promissory note, thereafter interest rate refer to 6-month MART1 in Philippines plus 1.70% per annum, repayment every 6 months.

Repayment of principal in semi-annual installments through 2015 is for 13 installments. The first installment is 24 months from the first draw down date which was 9 February 2007.

The loan agreement restricts the declaration of dividends, carries certain restrictive covenants pertaining to the debt to equity ratio and current ratio of the subsidiary.

During the six month period ended 30 June 2015, the subsidiary fully repaid the long-term loan.

- b) On 3 June 2014, the subsidiary had entered into another loan agreement with another bank to finance the renovation of its hotel in the limit of Peso 991.68 million with maturity date of 10 years with a 24-month grace period from the initial borrowing (19 September 2014). The agreement specified the terms and conditions as follows:
- (1) The interest payment is on a quarterly basis with 3 interest rate options as follows:
- a) Quarterly repricing at 3-month Philippines Dealing System Treasury - Fixing plus 1.50% spread or BSP* Overnight Borrowing rate plus 0.125% spread, whichever is higher at the time of interest setting and repricing;
 - b) Semi-annual repricing at 6-month Philippines Dealing System Treasury - Fixing plus 1.50% spread or BSP* Overnight Borrowing rate plus 0.25% spread, whichever is higher at the time of interest setting and repricing;
 - c) Yearly repricing at 1-year Philippines Dealing System Treasury - Fixing plus 1.50% spread or BSP* Overnight Borrowing rate plus 0.475% spread, whichever is higher at the time of interest setting and repricing;

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12 Long-term loans (Continued)

Philippines Hoteliers, Inc. (Continued)

The subsidiary has to choose 1 option to set the interest rate.

* BSP or Bangko Sentral ng Pilipinas

- (2) Repayment of principal shall be semi-annually after a 2-year grace period from each drawdown date and subject to the following conditions:
- 10% of the principal to be repaid semi-annually in the 3rd year.
 - The remaining 90% of the principal to be repaid semi-annually within the remaining 7 years, from the date of borrowing until the maturity date, with the remaining principal to be fully repaid in last installment.

The loan agreement restricts the declaration of dividends, carries certain restrictive covenants pertaining to the debt to equity ratio and current ratio of the subsidiary.

The subsidiary selected interest rate option (1) a) quarterly repricing at 3-month Philippines Dealing System Treasury - Fixing plus 1.50% spread or BSP* Overnight Borrowing rate plus 0.125% spread, whichever is higher at the time of interest setting and repricing.

As at 30 June 2016 and 31 December 2015, the subsidiary has outstanding long-term loan in the amount of Peso 595.00 million (or Baht 443.57 million) and Peso 595.00 million (or Baht 455.41 million), respectively.

DMS Property Investment Pvt. Ltd.

DMS Property Investment Pvt. Ltd., a subsidiary (indirect holding) in Republic of Maldives, entered into a long-term loan agreement with a financial institution in Thailand totaling USD 41.50 million shares. The loan was pledged by all share certificates of the subsidiary of 38.50 shares (see note 8), and as at 30 June 2016, the loan facility of USD 41.50 million was guaranteed by the Company at 65% and another shareholder of the subsidiary at 35%, and as at 31 December 2015, the loan facility of USD 38.50 million was guaranteed by the Company at 60% and the other 2 shareholders of the subsidiary at 40%, and the loan facility of USD 3 million was guaranteed by the Company at 65% and another shareholder of the subsidiary at 35%.

The interest rate refers to the 6 months LIBOR, plus margin as agreed. The repayment of principal is every 3 months starting from September 2013 and the amount of each repayment are as follows:

1 st - 8 th installment	USD 1,250,000 each
9 th - 19 th installments	USD 2,250,000 each
Final repayment	USD 6,750,000 or the remaining balance

The loan agreement restricts the declaration of dividends and carries certain restrictive covenants pertaining to the debt to equity ratio and current ratio of the subsidiary.

As at 30 June 2016 and 31 December 2015, the subsidiary has outstanding long-term loan in the amount of USD 21.30 million (or Baht 748.34 million) and USD 25.80 million (or Baht 929.87 million), respectively.

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12 Long-term loans (Continued)

Dusit Thani Hotel Studies Co., Ltd.

On 13 July 2015, Dusit Thani Hotel Studies Co., Ltd., a subsidiary, entered into a long-term loan agreement with a bank of Baht 116.20 million for its business support, building renovation, acquiring new equipment and computer system which guaranteed by the Company. The loan has a term of 7 years after the first drawdown date (24 August 2015), bears interest rate at 1-month BIBOR* plus 2.20% per annum and repayable every 3 months. The first repayment is within the 27th month from the first drawdown date. The repayment date is the last working day of the month and the repayment amounts are as follows:

- 1 st - 4 th installment	Baht 750,000 each
- 5 th - 8 th installment	Baht 4,500,000 each
- 9 th - 19 th installments	Baht 8,250,000 each
- Final repayment	Baht 4,450,000 or the remaining balance

* BIBOR (Bangkok Interbank Offered Rate) represents the average borrowing interest rates among banks in money market in Bangkok.

The loan agreement carries certain restrictive covenants pertaining to the debt service coverage ratio (DSCR), not less than 1.1 of the subsidiary from 2017 onwards.

As at 30 June 2016 and 31 December 2015, the subsidiary has outstanding long-term loan in the amount of Baht 116.20 million.

Dusit Thani Public Company Limited and its Subsidiaries
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13 Share Capital

Six-month period ended 30 June	Par value per share (in Baht)	Consolidated financial statements			
		2016		2015	
		Number	Amount	Number	Amount
		(in thousand Baht / thousand shares)			
<i>Authorised</i>					
At 1 January					
- ordinary shares	10	<u>85,000</u>	<u>850,000</u>	<u>85,000</u>	<u>850,000</u>
At 30 June					
- ordinary shares	10			<u>85,000</u>	<u>850,000</u>
- ordinary shares	1	<u>850,000</u>	<u>850,000</u>		
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	10	<u>85,000</u>	<u>850,000</u>	<u>85,000</u>	<u>850,000</u>
At 30 June					
- ordinary shares	10			85,000	850,000
- ordinary shares	1	850,000	850,000		
Less treasury shares					
by Dusit Thani					
Properties Co., Ltd.		<u>(4,715)</u>	<u>(15,740)</u>	<u>(472)</u>	<u>(15,740)</u>
Total		<u>845,285</u>	<u>834,260</u>	<u>84,528</u>	<u>834,260</u>

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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13 Share Capital (Continued)

Six-month period ended 30 June	Par value per share (in Baht)	Separate financial statements			
		2016		2015	
		Number	Amount	Number	Amount
		(in thousand Baht / thousand shares)			
<i>Authorised</i>					
At 1 January					
- ordinary shares	10	<u>85,000</u>	<u>850,000</u>	<u>85,000</u>	<u>850,000</u>
At 30 June					
- ordinary shares	10			<u>85,000</u>	<u>850,000</u>
- ordinary shares	1	<u>850,000</u>	<u>850,000</u>		
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	10	<u>85,000</u>	<u>850,000</u>	<u>85,000</u>	<u>850,000</u>
At 30 June					
- ordinary shares	10			<u>85,000</u>	<u>850,000</u>
- ordinary shares	1	<u>850,000</u>	<u>850,000</u>		

On 28 April 2016, the general shareholders' meeting of the Company passed a resolution to approve the reduction in par value of the Company from Baht 10.00 par value each, totalling 85.00 million shares to Baht 1.00 par value each, totalling 850.00 million shares. Therefore, the Company has registered capital Baht 850.00 million, issued and paid-up capital Baht 850.00 million and called and paid-up 850.00 million ordinary shares. The Company registered such reduction in par value of the Company with the Ministry of Commerce on 16 May 2016.

Dusit Thani Public Company Limited and its Subsidiaries
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14 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group 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 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	Type of business	Nature of relationships
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 (whether executive or otherwise) of the Group.
Dusit Thani Properties Co., Ltd.	Thailand	Holding	Subsidiary
Dusit Thai Properties Public Company Limited	Thailand	Hotel and hotel management	Subsidiary (indirect holding)
Philippine Hoteliers, Inc.	Philippines	Hotel	Subsidiary (indirect holding)
Dusit Thani College	Thailand	Education	Subsidiary (indirect holding)
Dusit Thani Hotel Studies Co., Ltd.	Thailand	Education	Subsidiary
Landmark Hotel Co., Ltd.	Thailand	Hotel	Subsidiary
Devarana Spa Co., Ltd.	Thailand	Spa	Subsidiary
DMS Property Investment Pvt. Ltd.	Republic of Maldives	Hotel	Subsidiary (indirect holding)
Dusit Worldwide Co., Ltd.	Thailand	Management	Subsidiary
Dusit Overseas Co., Ltd.	Hong Kong	Management	Subsidiary (indirect holding)
Dusit Management Co., Ltd.	Thailand	Hotel	Subsidiary
Dusit USA Management Inc.	United States of America	Hotel management	Subsidiary
Dusit China Capital Co., Ltd.	Thailand	Holding	Subsidiary
Le Cordon Bleu Dusit Co., Ltd.	Thailand	Cooking school	Joint venture
Dusit Bird Hotels Pvt. Ltd.	India	Hotel management	Joint venture
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	People's Republic of China	Hotel management	Joint venture
Dusit Thani Freehold and Leasehold Property Fund ("DTCPF")	Thailand	Leasing	Associate
Philippine Hoteliers International Center for Hospitality Education, Inc.	Philippines	Education	Associate

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

Name of entities	Country of incorporation/ nationality	Type of business	Nature of relationships
Acme Printing Co., Ltd.	Thailand	Printing house	Director holds the shares
The Peninsula Travel Service Co., Ltd.	Thailand	Sale air tickets	Director holds the shares
MBK Public Company Limited	Thailand	Property development	The Company and director hold the shares
Piyasiri Co., Ltd.	Thailand	Hospital	Director holds the shares
Bangkok Bank Public Company Limited	Thailand	Bank	The Company and director hold the shares
Thai Life Insurance Public Company Limited	Thailand	Life insurance	Common director
The Navakij Insurance Public Company Limited	Thailand	Non-life insurance	Common director
New Atlantic Co., Ltd.	Thailand	Department store	Director holds the shares
Thana-jirang Co., Ltd.	Thailand	Office rental	Director holds the shares
JTB (Thailand) Co., Ltd.	Thailand	Sale tour package, hotel reservation and air ticket	Director holds the shares
Thai Asia Pacific Brewery Co., Ltd.	Thailand	Brewer and distributor of quality beer	Common director
Amata City Co., Ltd.	Thailand	Real estate development	Common director
Padaeng Industry Public Company Limited	Thailand	Mining and refining	Common director
Siam Makro Public Company Limited	Thailand	Distributor	Common director
Charoen Pokphand Foods Public Company Limited	Thailand	Food and agriculture	Common director
The Siam Cement Public Company Limited	Thailand	Cement-building materials	Common director
Thainamthip Co., Ltd.	Thailand	Brewer and distributor of beverage	Common director
Mae Sod Clean Energy Co., Ltd.	Thailand	Energy	Common director
Mitsubishi Elevator Asia (Thailand) Co., Ltd.	Thailand	Manufacturing and selling machinery	Common director
Thanachart Capital Public Company Limited	Thailand	Finance	Common director
Thanachart Public Company Limited	Thailand	Bank	Director of the ultimate parent company holds the shares
Patum Rice Mill and Granary Public Company Limited	Thailand	Agricultural business	Director holds the shares and is advisor
Deebook Company Limited	Thailand	Investments in securities	Common director
Thai Farming Co., Ltd.	Thailand	Land rental	Common director

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

Name of entities	Country of incorporation/nationality	Type of business	Nature of relationships
Siam Piwat Co., Ltd.	Thailand	Real estate development	Common director
MBK Resort Public Company Limited	Thailand	Real estate development	Common director
B.V. Holding Company Limited	Thailand	Real estate development	Common director
Plan Estate Company Limited	Thailand	Real estate	Common director
Siam Piwat Holding Company Limited	Thailand	Holding	Common director
Chinwong Food Company Limited	Thailand	Manufacturing and export food	Director holds the shares and common director
Unity Food Company Limited	Thailand	Manufacturing and export food	Director holds the shares and common director
CPEC Company Limited	Thailand	Manufacturing and distribution of food	Director holds the shares and common director
Port Authority of Thailand	Thailand	Port operations and management	Common director
T.K.S Technologies Public Company Limited	Thailand	Printing	Common director
Boutique Consulting Group Co., Ltd.	Thailand	Consulting	Director holds the shares and common director
Boutique International Group Co., Ltd.	Thailand	Consulting	Director holds the shares and common director
Boutique Property Group Co., Ltd.	Thailand	Real estate	Director holds the shares and common director
Boutique Trading Group Co., Ltd.	Thailand	Import	Director holds the shares and common director
MC Group Public Company Limited	Thailand	Manufacturing and distribution of textile	Director holds the shares and common director
Kamchad - Pranee Mongkolkhul Foundation	Thailand	Foundation	Common director
Thaicom Public Company Limited	Thailand	Information and Communication	Common director
Government Savings Bank	Thailand	Bank	Common director
FN Factory Outlet Co., Ltd.	Thailand	Manufactures and sells leather goods, clothing, bedding, furniture	Common director
Thai-Japan Gas Co., Ltd.	Thailand	Manufacture, import and distribution of gas	Common director

Dusit Thani Public Company Limited and its Subsidiaries
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For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

The pricing policies for transactions with related parties are explained further below:

Transactions	Pricing policies
The remuneration received for transferring of rights and obligations of the Hotels Management Agreement	Based on percentage of total revenue or gross operating profit, depending on the condition of each agreement which is fee or licensing fee charged from each hotel.
Hotel management fees	Based on the similar fee charged to other hotels which were managed by the Company.
Sales and purchase of equipment	Based on book value plus margin as agreed.
Other sales and purchase transaction	Based on the normal prices transacted with third parties and discount policies.
Interest income	
- Loan to related party	- Minimum loan rate of commercial banks plus 0.5% per annum - Rate of 7.50% per annum
Other income	Based on actual expenses incurred and the price according to the agreement.
Interest expense	
- Loan from related party	Based on LIBOR plus 2.925% per annum or not less than those pays to the financial institution.
Other expenses	Based on the price according to the agreement.

Dusit Thani Public Company Limited and its Subsidiaries
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14 Related parties (Continued)

Significant transactions for the three-month and six-month periods ended 30 June 2016 and 2015 with related parties were as follows:

For the three-month period ended 30 June 2016

	Consolidated financial statements						
	Revenue from sales and services	Management service income	Dividend income	Other income	Cost of sales and services	Selling expenses	Administrative expenses
	<i>(in thousand Baht)</i>						
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	4,400	-	-	68	214	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	-	-	169	-	65	66
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	-	6,473	19,708	-	-
Other related parties							
MBK Public Company Limited and Group	-	-	5,561	384	-	-	-
The Navakij Insurance Public Company Limited	-	-	-	-	-	-	126
JTB (Thailand) Co., Ltd.	7,472	-	-	-	-	-	-
Siam Makro Public Company Limited	-	-	-	-	29	-	11
Government Saving Bank	-	-	-	8	-	-	-
Key management personnel	-	1,259	-	322	-	-	-
Total	11,872	1,259	5,561	7,424	19,951	65	203

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

For the six-month period ended 30 June 2016

	Consolidated financial statements						
	Revenue from sales and services	Management service income	Dividend income	Other income	Cost of sales and services	Selling expenses	Administrative expenses
	<i>(in thousand Baht)</i>						
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	8,842	-	-	138	418	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	-	-	501	-	72	132
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	-	13,012	163,586	-	-
Other related parties							
MBK Public Company Limited and Group	-	-	5,561	736	-	-	-
The Navakij Insurance Public Company Limited	-	-	-	-	-	-	268
JTB (Thailand) Co., Ltd.	20,847	-	-	-	-	-	-
Siam Makro Public Company Limited	-	-	-	-	71	1	58
Government Saving Bank	-	-	-	17	-	-	-
Key management personnel	-	2,877	-	636	-	-	-
Total	29,689	2,877	5,561	15,040	164,075	73	458

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

For the three-month period ended 30 June 2015

	Consolidated financial statements						
	Revenue from sales and services	Management service income	Dividend income	Other income <i>(in thousand Baht)</i>	Cost of sales and services	Selling expenses	Administrative expenses
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	4,461	-	-	67	-	-	-
Dusit Bird Hotel Pvt. Ltd.	-	-	-	172	-	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	69	-	1,487	-	-	-
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	-	7,039	33,196	-	-
Other related parties							
MBK Public Company Limited and Group	-	-	6,706	1,140	-	-	-
Bangkok Bank Public Company Limited	53	-	285	-	-	-	-
The Navakij Insurance Public Company Limited	-	-	-	-	-	-	206
Thai Life Insurance Public Company Limited	44	-	-	-	-	-	-
Thainamthip Company Limited	45	-	-	-	-	-	-
New Atlantic Co., Ltd.	8	-	-	-	-	-	-
JTB (Thailand) Co., Ltd.	18,827	-	-	-	-	-	-
Total	23,438	69	6,991	9,905	33,196	-	206

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

For the six-month period ended 30 June 2015

	Consolidated financial statements						
	Revenue from sales and services	Management service income	Dividend income	Other income	Cost of sales and services	Selling expenses	Administrative expenses
	<i>(in thousand Baht)</i>						
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	8,604	-	-	135	-	-	-
Dusit Bird Hotel Pvt. Ltd.	-	-	-	172	-	6	46
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	210	-	2,400	-	-	-
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	-	13,310	174,036	-	-
Other related parties							
Acme Printing Co., Ltd.	-	-	-	-	-	-	1
MBK Public Company Limited and Group	-	-	6,706	1,521	-	38	-
Bangkok Bank Public Company Limited	375	-	285	4	-	-	1,629
The Navakij Insurance Public Company Limited	-	-	-	-	-	-	248
Thai Life Insurance Public Company Limited	44	-	-	-	-	-	-
Thainamthip Company Limited	45	-	-	-	-	-	-
New Atlantic Co., Ltd.	8	-	-	-	-	-	-
JTB (Thailand) Co., Ltd.	36,292	-	-	-	-	-	-
Total	45,368	210	6,991	17,542	174,036	44	1,924

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

Significant transactions for the three-month and six-month periods ended 30 June 2016 and 2015 with related parties were as follow:

For the three-month period ended 30 June 2016

	Revenue from sales and services	Management service income	Separate financial statements				
			Dividend income	Other income <i>(in thousand Baht)</i>	Cost of sales and services	Selling expenses	Administrative expenses
Subsidiaries							
Dusit Thai Properties Public Company Limited	188	3,213	795	5,483	9	-	4,800
Dusit Thani Properties Co., Ltd.	32	-	20,000	513	-	-	-
Philippine Hoteliers, Inc.	-	57	-	1,070	-	-	-
Devarana Spa Co., Ltd.	15	-	-	-	-	-	-
Dusit Worldwide Co., Ltd.	2,851	243	5,000	3,790	-	13,048	10
Dusit Overseas Co., Ltd.	-	36	-	2,769	-	-	-
Dusit Management Co., Ltd.	822	6,027	-	7,425	68	5	-
DMS Property Investment Pvt. Ltd.	-	-	-	2,232	-	-	-
Dusit China Capital Co., Ltd.	15	-	-	469	-	-	-
Dusit Thani College	950	-	-	70	117	55	26
Dusit Thani Hotel Studies Co., Ltd.	9	-	-	12	75	-	-
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	4,400	-	28,000	68	214	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	-	-	100	-	-	22
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	-	202	-	-	-

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

For the three-month period ended 30 June 2016

	Revenue from sales and services	Management service income	Separate financial statements				Selling expenses	Administrative expenses
			Dividend income	Other income	Cost of sales and services			
				(in thousand Baht)				
Other related parties								
JTB (Thailand) Co., Ltd.	7,368	-	-	-	-	-	-	-
The Navakij Insurance Public Company Limited	-	-	-	-	-	-	-	58
Government Saving Bank	-	-	-	8	-	-	-	-
MBK Public Company Limited and Group	-	-	4,709	10	-	-	-	-
Key management personnel	-	1,260	-	322	-	-	-	-
Total	16,650	10,836	58,504	24,543	483	13,108	4,916	

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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14 Related parties (Continued)

For the six-month period ended 30 June 2016

	Revenue from sales and services	Management service income	Separate financial statements				
			Dividend income	Other income <i>(in thousand Baht)</i>	Cost of sales and services	Selling expenses	Administrative expenses
Subsidiaries							
Dusit Thai Properties Public Company Limited	265	8,223	795	12,023	18	-	10,052
Dusit Thani Properties Co., Ltd.	32	-	20,000	874	-	-	-
Philippine Hoteliers, Inc.	-	125	-	2,021	-	-	-
Devarana Spa Co., Ltd.	15	-	-	-	-	-	-
Dusit Worldwide Co., Ltd.	2,962	754	5,000	10,666	-	32,559	68
Dusit Overseas Co., Ltd.	-	36	-	7,054	-	-	-
Dusit Management Co., Ltd.	1,178	23,638	-	16,914	128	5	32
DMS Property Investment Pvt. Ltd.	-	-	-	6,804	-	-	-
Dusit China Capital Co., Ltd.	15	-	-	878	-	-	-
Dusit Thani College	1,285	-	-	167	136	55	26
Dusit Thani Hotel Studies Co., Ltd.	64	-	-	24	158	-	692
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	8,842	-	28,000	138	418	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	-	-	100	-	-	44
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	16,594	400	-	-	-

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

For the three-month period ended 30 June 2015

	Revenue from sales and services	Management service income	Separate financial statements				
			Dividend income	Other income <i>(in thousand Baht)</i>	Cost of sales and services	Selling expenses	Administrative expenses
Subsidiaries							
Dusit Thai Properties Public Company Limited	289	2,787	568	5,930	-	-	4,440
Dusit Thani Properties Co., Ltd.	16	-	36,000	225	-	-	-
Philippine Hoteliers, Inc.	-	-	-	1,017	-	-	-
Devarana Spa Co., Ltd.	7	-	-	6	-	-	-
Dusit Worldwide Co., Ltd.	1,469	334	-	8,544	-	14,417	5
Dusit Overseas Co., Ltd.	-	34	-	2,756	-	-	-
Dusit Management Co., Ltd.	797	7,121	-	8,086	-	-	28
DMS Property Investment Pvt. Ltd.	-	-	-	2,061	-	-	-
Dusit China Capital Co., Ltd.	7	-	-	266	-	-	-
Dusit Thani College	42	-	-	157	10	-	2,954
Dusit Thani Hotel Studies Co., Ltd.	302	-	-	3,928	-	-	-
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	4,461	-	29,000	67	-	-	-
Dusit Bird Hotel Pvt. Ltd.	-	-	-	172	-	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	-	-	990	-	-	-
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	-	698	-	-	-

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

For the six-month period ended 30 June 2015

	Revenue from sales and services	Management service income	Separate financial statements				
			Dividend income	Other income <i>(in thousand Baht)</i>	Cost of sales and services	Selling expenses	Administrative expenses
Subsidiaries							
Dusit Thai Properties Public Company Limited	328	7,361	568	12,381	-	-	8,882
Dusit Thani Properties Co., Ltd.	32	-	36,000	450	-	-	-
Philippine Hoteliers, Inc.	-	-	-	1,193	-	-	-
Devarana Spa Co., Ltd.	15	-	-	6	-	-	-
Dusit Worldwide Co., Ltd.	2,933	612	-	13,194	-	35,326	5,490
Dusit Overseas Co., Ltd.	-	34	-	7,253	-	-	-
Dusit Management Co., Ltd.	1,101	24,694	-	25,980	-	-	88
DMS Property Investment Pvt. Ltd.	-	-	-	4,486	-	-	-
Dusit China Capital Co., Ltd.	15	-	-	335	-	-	-
Dusit Thani College	42	-	-	363	35	-	2,954
Dusit Thani Hotel Studies Co., Ltd.	302	-	-	3,928	32	-	-
Joint ventures							
Le Cordon Bleu Dusit Co., Ltd.	8,604	-	29,000	135	-	-	-
Dusit Bird Hotel Pvt. Ltd.	-	-	-	172	-	6	46
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	-	-	1,761	-	-	-
Associate							
Dusit Thani Freehold and Leasehold Property Fund	-	-	41,178	698	-	-	-

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 30 June		Three-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Key management personnel				
Salaries and other short-term employee benefits	38,187	26,762	22,858	12,991
Post-employment benefits	2,891	209	1,846	50
Total key management personnel compensation	41,078	26,971	24,704	13,041

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Key management personnel				
Salaries and other short-term employee benefits	68,628	53,136	44,813	31,050
Post-employment benefits	5,782	418	3,692	98
Total key management personnel compensation	74,410	53,554	48,505	31,148

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

Balances as at 30 June 2016 and 31 December 2015 with related parties were as follows:

	Consolidated financial statements							
	30 June 2016				31 December 2015			
	Trade accounts receivable	Other receivables	Accrued expenses	Other payables <i>(in thousand Baht)</i>	Trade accounts receivable	Other receivables	Accrued expenses	Other payables
Joint ventures								
Le Cordon Bleu Dusit Co., Ltd.	695	25	-	-	-	-	-	-
Dusit Bird Hotels Pvt. Ltd.	-	187	-	-	755	187	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	6,523	87	-	-	9,744	-	-
Associate								
Dusit Thani Freehold and Leasehold Property Fund	-	110	-	-	-	11,961	-	-
Other related parties								
Acme Printing Co., Ltd.	-	-	-	-	-	-	-	1,363
MBK Public Company Limited and Group	-	885	-	37	-	22	-	-
The Navakij Insurance Public Company Limited	-	-	-	-	-	-	-	12
JTB (Thailand) Co., Ltd.	4,723	-	-	-	5,355	-	-	-
Siam Makro Public Company Limited	361	-	-	-	-	-	-	-
New Atlantic Co., Ltd.	13	-	-	-	93	-	-	-
The Siam Cement Public Company Limited	309	-	-	-	-	-	-	-
Key management personnel	-	24	-	-	-	862	-	-
Total	6,101	7,754	87	37	6,203	22,776	-	1,375

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

Balances as at 30 June 2016 and 31 December 2015 with related parties were as follows:

	30 June 2016				31 December 2015			
	Trade accounts receivables	Other receivables	Accrued expenses	Other payables	Trade accounts receivables	Other receivables	Accrued expenses	Other payables
Separate financial statements								
<i>(in thousand Baht)</i>								
Subsidiaries								
Dusit Thai Properties Public Company Limited	17	5,936	-	123	46	8,076	1	298
Dusit Thani Properties Co., Ltd.	-	180	-	-	-	80	-	-
Philippine Hoteliers, Inc.	-	1,164	-	48	-	768	-	17
Devarana Spa Co., Ltd.	-	3	-	-	-	3	-	-
Dusit Worldwide Co., Ltd.	217	2,773	391	4,012	336	7,854	-	6,926
Dusit Overseas Co., Ltd.	-	675	285	68	-	4,447	338	68
Dusit Management Co., Ltd.	175	11,793	18	4,787	133	20,105	21	1,796
DMS Property Investment Pvt. Ltd.	-	2,053	-	-	-	2,936	35	40
Dusit USA Management Inc.	-	474	-	-	-	377	-	-
Dusit China Capital Co., Ltd.	-	97	-	-	-	556	-	-
Dusit Thani College	198	4,868	-	4,902	11	5,024	-	4,502
Dusit Thani Hotel Studies Co., Ltd.	1	81	-	3,751	8	794	-	7,434

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

	Separate financial statements				Separate financial statements			
	30 June 2016				31 December 2015			
	Trade accounts receivables	Other receivables	Accrued expenses	Other payables	Trade accounts receivables	Other receivables	Accrued expenses	Other payables
	<i>(in thousand Baht)</i>							
Joint ventures								
Le Cordon Bleu Dusit Co., Ltd.	696	25	-	-	755	-	-	-
Dusit Bird Hotels Pvt. Ltd.	-	188	-	-	-	187	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	-	3,322	-	-	-	7,230	-	-
Associate								
Dusit Thani Freehold and Leasehold Property Fund	-	110	-	-	-	126	-	-
Other related parties								
Acme Printing Co., Ltd.	-	-	-	-	-	-	-	1,363
JTB (Thailand) Co., Ltd.	4,700	-	-	-	4,695	-	-	-
Thainamthip Co., Ltd.	-	-	-	-	93	-	-	-
New Atlantic Co., Ltd.	6	-	-	-	-	-	-	-
MBK Public Company Limited and Group	-	877	-	37	-	-	-	-
Key management personnel	-	-	-	-	-	862	-	-
Total	6,010	34,619	694	17,728	6,077	59,425	395	22,444

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2016 (Unaudited)

14 Related parties (Continued)

	Interest rate 2016 2015 (% per annum)		Consolidated		Separate	
			financial statements		financial statements	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015
			<i>(in thousand Baht)</i>			
Short-term loans to related parties						
Dusit China Capital Co., Ltd.	2.80 - 2.90	3.14	-	-	58,200	38,500
Dusit Thani Properties Co., Ltd.	2.90	-	-	-	42,000	-
Total			-	-	100,200	38,500
Long-term loan to related party						
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	7.50	7.50	56,628	39,553	-	-

Movements in the loans to related parties are summarised as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Short-term loan from related party				
At 1 January	-	-	38,500	1,800
Addition	-	-	61,700	36,700
At 30 June	-	-	100,200	38,500
Long-term loans to related parties				
At 1 January	39,553	-	-	-
Addition	18,427	36,362	-	-
Exchange loss on translation of foreign operations	(1,352)	-	-	-
At 30 June	56,628	36,362	-	-

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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14 Related parties (Continued)

On 12 January 2015, Dusit China Capital Co., Ltd., a subsidiary, has entered to a shareholder loan agreement with Dusit Fudu Hotel Management (Shanghai) Co., Ltd., a joint venture company in People's Republic of China, in order to lend to the joint venture totaling Chinese Yuan Renminbi 13.5 million, for its working capital for a period of 5 years. Interest rate shall be floated on the benchmark lending rate (BLR) for 1 - 5 year loan of the People's Bank of China. As at 30 June 2016 and 31 December 2015, the joint venture had outstanding long-term loan in the amount of Chinese Yuan Renminbi 10.13 million (or Baht 56.63 million) and Chinese Yuan Renminbi 6.75 million (or Baht 39.55 million), respectively.

	Interest rate 2016 2015 (% per annum)		Consolidated financial statements		Separate financial statements	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015
<i>Short-term loan from related party</i>						
MBK Hotels and Resorts Co., Ltd.*	3.8055	3.4600	4,919	5,046	-	-

* MBK Hotels and Resorts Co., Ltd. is subsidiary of MBK Public Company Limited.

Movements in the short-term loan from related party are summarised as follows:

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June 2016	Six-month period ended 30 June 2015	Six-month period ended 30 June 2016	Six-month period ended 30 June 2015
<i>Short-term loan from related party</i>				
At 1 January	5,046	4,609	-	-
Exchange loss (gain) on translation of foreign operations	(127)	113	-	-
At 30 June	4,919	4,722	-	-

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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15 Seasonal operations

The main business of the Company is hotel operations. The main revenues of the Company are received seasonally within a financial year especially in the first and fourth quarters of the year. Such revenues are recognised when incurred. For supplementary information, revenue from sales and services, cost of sales and services and net profit for the twelve-month periods ended 30 June 2016 and 2015 were shown below:

	Consolidated financial statements		Separate financial statements	
	Twelve-month period ended 30 June		Twelve-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Revenue from sales and services	4,586,890	4,350,201	1,513,449	1,423,001
Cost of sales and services	3,383,462	3,567,550	1,105,646	1,150,234
Profit (loss)	225,434	112,888	136,135	(95,897)

16 Segment information

<i>Six-month period ended 30 June 2016</i>	Revenues	Net profit <i>(in thousand Baht)</i>	Assets employed
Hotels business	1,788,313	124,133	7,488,017
Hotels business under DTCPF	616,881	5,020	269,339
Education business	196,566	7,510	1,219,977
Other businesses	598,134	39,937	3,361,869
Total	3,199,894	176,600	12,339,202
Less inter-company transactions	(365,086)	(40,565)	(3,398,316)
Total	2,834,808	136,035	8,940,886
Less net profit of non-controlling interests		(23,468)	
Consolidated net profit - owners of the Company		112,567	
Consolidated assets			8,940,886
<i>Six-month period ended 30 June 2015</i>	Revenues	Net profit <i>(in thousand Baht)</i>	Assets employed
Hotels business	1,642,461	93,177	7,194,002
Hotels business under DTCPF	637,313	7,780	296,400
Education business	186,454	36,710	1,092,004
Other businesses	615,790	83,539	3,555,493
Total	3,082,018	221,206	12,137,899
Less inter-company transactions	(388,161)	(61,420)	(3,094,351)
Total	2,693,857	159,786	9,043,548
Less net profit of non-controlling interests		(28,273)	
Consolidated net profit - owners of the Company		131,513	
Consolidated assets			9,043,548

Dusit Thani Public Company Limited and its Subsidiaries
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17 Income tax expense

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The Group consolidated effective tax rate in respect of continuing operations for the six-month periods ended 30 June 2016 and 2015 were 6.65% and 9.50%, respectively.

18 Earnings (loss) per share

The calculations of basic earnings (loss) per share for the three-month and six-month periods ended 30 June 2016 and 2015 were based on the profit (loss) for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

	Consolidated financial statements			
	Three-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) for the year attributable to ordinary shareholders of the Company (basic)				
Profit (loss) excluding Dusit Thani College	(48,764)	(68,045)	79,902	95,239
Profit from Dusit Thani College	7,470	1,714	32,665	36,274
Total	<u>(41,294)</u>	<u>(66,331)</u>	<u>112,567</u>	<u>131,513</u>
Weighted average number of ordinary shares outstanding (basic)				
Number of ordinary shares outstanding				
At 1 January	850,000	850,000	850,000	850,000
At 30 June	850,000	850,000	850,000	850,000
<i>Less</i> treasury shares by Dusit Thani Properties Company Limited	(4,715)	(4,715)	(4,715)	(4,715)
Weighted average number of ordinary shares outstanding (basic)	<u>845,285</u>	<u>845,285</u>	<u>845,285</u>	<u>845,285</u>
Earnings (loss) per share (basic) (in Baht)				
Earnings (loss) per share excluding Dusit Thani College	(0.058)	(0.080)	0.094	0.113
Earnings per share Dusit Thani College	0.009	0.002	0.039	0.043
Total	<u>(0.049)</u>	<u>(0.078)</u>	<u>0.133</u>	<u>0.156</u>

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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18 Earnings (loss) per share (Continued)

	Separate financial statements			
	Three-month period ended 30 June		Six-month period ended 30 June	
	2016	2015	2016	2015
	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) for the year attributable to ordinary shareholders of the Company (basic)	<u>26,795</u>	<u>30,477</u>	<u>94,972</u>	<u>142,009</u>
Weighted average number of ordinary shares outstanding (basic)				
Number of ordinary shares outstanding				
At 1 January	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>
At 30 June	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>
Weighted average number of ordinary shares outstanding (basic)	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>
Earnings per share (basic) (in Baht)	<u>0.032</u>	<u>0.036</u>	<u>0.112</u>	<u>0.167</u>

The reduction in the par value of the Company's shares, as disclosed in note 13, resulted in the changes in weighted average number of ordinary shares and earnings per share of the interim consolidated and separate financial statements for the three-month and six-month periods ended 30 June 2015. The Company retrospectively adjusted the number of shares used in calculation of earnings per share of prior period presented as comparison as if the reduction in the par value of the shares had taken place since the beginning of the earliest period presented.

19 Dividends

On 28 April 2016, the general shareholders' meeting of the Company passed a resolution to approve and appropriate retained earnings as dividend payment for the year 2015 for 85 million ordinary shares at Baht 1.20 per share, totalling Baht 102.00 million which was paid on 12 May 2016.

On 25 April 2015, the general shareholders' meeting of the Company passed a resolution to approve and appropriate retained earnings as dividend payment for the year 2014 for 85 million ordinary shares at Baht 1.00 per share, totalling Baht 85.00 million which was paid on 12 May 2015.

20 Dusit Thani College funds

Dusit Thani College funds are cumulative fund balances of Dusit Thani College in accordance with Private Higher Education Institutions Act B.E. 2546 Amendment (No. 2) B.E. 2550.

The Private Higher Education Institutions Act B.E. 2546 Amendment (No.2) B.E. 2550 requires that a private higher education institution shall firstly allocate its annual excess revenues over expenses in general fund to compensate other negative balance funds. Then, at least 60% of the remaining excess revenues over expenses shall be allocated to other funds, not over 30% shall be allocated as benefit to the licensor and not less than 10% shall be kept as working capital in the general fund.

Dusit Thani Public Company Limited and its Subsidiaries
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21 Financial instruments (Continued)

Fair value hierarchy

The table above analyses recurring fair value measurements for financial assets. These fair value measurements are categorised into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows.

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

22 Commitments

22.1 Capital commitments

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
<i>Capital commitments</i>				
Contracted but not provided for	83,389	232,636	59,480	24,282

22.2 Service agreement commitments

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Within one year	89,780	94,347	41,546	42,023
After one year but within five years	33,916	19,587	11,751	9,418
After five years	-	727	-	-
Total	123,696	114,661	53,297	51,441

22.3 Long-term operating leases

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Within one year	107,861	108,820	48,000	48,000
After one year but within five years	445,296	445,929	205,800	202,800
After five years	2,274,750	2,374,273	370,200	397,200
Total	2,827,907	2,929,022	624,000	648,000

Dusit Thani Public Company Limited and its Subsidiaries
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22 Commitments (Continued)

22.4 Other commitments

	Consolidated financial statements		Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Bank guarantees	23,569	23,569	15,612	15,612
Total	23,569	23,569	15,612	15,612

As at 30 June 2016 and 31 December 2015, the above bank guarantees include bank guarantees of a subsidiary of Baht 2.03 million and Baht 2.03 million, respectively, which were pledged by cash at bank of the subsidiary (see note 5).

23 Events after the reporting period

On 9 August 2016, the Board of Directors of the Company approved the following:

- 23.1 To establish two new subsidiaries, namely Vimarn Suriya Company Limited and Suan Lum Property Company Limited, in order to accommodate the expansion of the Group's business. Both companies will have an authorised share capital of Baht 0.10 million. The Company will invest in these subsidiaries at 99.70% each.
- 23.2 To close the joint venture company in India, namely Dusit Bird Hotels Private Limited which was invested by the Company 50%, because of the difference in management strategies. The joint venture company will be liquidated later on according to Indian law.

24 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new and revised TFRS have been issued but are not yet effective and have not been applied in preparing these financial statements. Those new and revised TFRS that may be relevant to the Group's operations, which become effective for annual financial periods beginning on or after 1 January 2017, are set out below. The Group does not plan to adopt these TFRS early.

TFRS	Topic
FAP Announcement no. 5/2559	Accounting Guidance for derecognition of financial assets and financial liabilities

The Group has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.