

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

Interim financial statements
for the three-month and six-month periods ended
30 June 2017

and

Independent auditor's report on review of interim financial
information

Independent auditor’s report on review of interim financial information

To the Board of Directors of 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 2017; the consolidated and separate statements of income, comprehensive income for the three-month and six-month periods ended 30 June 2017; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2017; and condensed notes (“interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with 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 accompany interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”.

Emphasis of Matter

I draw attention to notes 2 and 9 to the interim financial information describing the effect of change in the estimated useful lives of plant and equipment of one of the Company's hotels from 1 May 2017 onward as a result of the resolution of the annual general shareholders' meeting of the Company held on 27 April 2017 which approved the investment to develop a mixed-use property project. Therefore, the estimated useful lives of the related assets were reviewed by management considering the expected pattern of consumption of the future economic benefits. My conclusion is not modified in respect of this matter.

(Vannaporn Jongperadechanon)
Certified Public Accountant
Registration No. 4098

KPMG Phoomchai Audit Ltd.
Bangkok
15 August 2017

Dusit Thani Public Company Limited and its Subsidiaries
Statement of financial position

	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2017 (Unaudited)	31 December 2016	30 June 2017 (Unaudited)	31 December 2016
<i>(in thousand Baht)</i>					
Assets					
Current assets					
Cash and cash equivalents		646,753	870,335	92,452	160,984
Short-term investments		449,187	357,726	-	-
Trade and other receivables	3	429,597	462,592	198,467	197,993
Inventories		69,202	77,036	16,458	20,171
Short-term loans to related parties	12	-	-	346,763	326,000
Current portion of prepaid rental of land and buildings	10	137,181	90,779	127,316	74,067
Other current assets		46,837	54,475	1,977	2,351
Total current assets		1,778,757	1,912,943	783,433	781,566
Non-current assets					
Restricted bank deposits	4	2,204	2,196	-	-
Available-for-sale investments	5	382,366	364,965	44,836	40,846
Other long-term investments		34,538	-	-	-
Investments in associates	6	1,454,692	1,370,323	1,280,650	1,229,203
Investments in subsidiaries	7	-	-	1,573,618	1,037,751
Investments in joint ventures	8	31,150	54,034	21,518	20,292
Long-term loans to related parties	12	92,890	75,416	107,160	47,110
Investment properties		225,947	232,879	156,858	164,670
Property, plant and equipment	9	4,417,784	4,689,586	386,250	461,171
Prepaid rental of land and buildings	10	929,232	75,462	875,550	18,517
Other intangible assets		54,056	60,359	40,807	45,095
Deferred tax assets		123,288	118,056	94,406	80,004
Deposit for hotel management right		100,110	25,270	100,110	25,270
Other non-current assets		122,715	18,799	82,662	3,077
Total non-current assets		7,970,972	7,087,345	4,764,425	3,173,006
Total assets		9,749,729	9,000,288	5,547,858	3,954,572

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

Dusit Thani Public Company Limited and its Subsidiaries
Statement of financial position

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2017 (Unaudited)	31 December 2016	30 June 2017 (Unaudited)	31 December 2016
<i>(in thousand Baht)</i>					
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions		634,260	461,627	503,700	287,000
Short-term loans from related party	12	4,757	5,010	-	-
Trade and other payables		722,125	972,578	182,148	235,717
Current portion of long-term loans	11	185,961	157,251	-	-
Current portion of finance lease liabilities		1,282	1,237	-	-
Current portion of deferred rental revenue		25,433	25,433	78,044	-
Current portion of deferred lease right assignment fee	12	1,504	-	1,504	-
Income tax payable		2,323	8,432	-	-
Others current liabilities		135,188	82,153	40,865	42,291
Total current liabilities		1,712,833	1,713,721	806,261	565,008
Non-current liabilities					
Long-term loans	11	1,021,604	1,052,575	-	-
Finance lease liabilities		1,218	1,871	-	-
Deferred rental revenue		571,797	584,409	1,283,608	-
Deferred lease right assignment fee	12	98,496	-	98,496	-
Deferred tax liabilities		11,815	10,069	-	-
Employee benefit obligations		235,392	221,304	128,419	121,464
Liabilities from investment in joint venture		68,017	62,250	-	-
Deposit	12	492,380	-	-	-
Other non-current liabilities		589	-	118	-
Total non-current liabilities		2,501,308	1,932,478	1,510,641	121,464
Total liabilities		4,214,141	3,646,199	2,316,902	686,472

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Dusit Thani Public Company Limited and its Subsidiaries

Statement of financial position

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2017 (Unaudited)	31 December 2016	30 June 2017 (Unaudited)	31 December 2016
<i>(in thousand Baht)</i>				
Liabilities and equity (Continued)				
Equity				
Share capital				
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	414,948	414,948	-	-
Treasury share reserve	15,740	15,740	-	-
Unappropriated	1,288,993	1,341,997	614,138	654,473
Other components of equity	203,160	235,671	21,868	18,677
Equity attributable to owners				
of the parent	4,503,466	4,588,981	3,230,956	3,268,100
Non-controlling interests	1,032,122	765,108	-	-
Total equity	5,535,588	5,354,089	3,230,956	3,268,100
Total liabilities and equity	9,749,729	9,000,288	5,547,858	3,954,572

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

Dusit Thani Public Company Limited and its Subsidiaries
Statement of income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended 30 June		Three-month period ended 30 June	
<i>Note</i>	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Revenue from sales and services	995,693	1,083,273	325,181	366,765
Cost of sales and services				
Cost of sales and services	(618,195)	(675,272)	(210,548)	(228,819)
Cost of services - depreciation and amortisation	(147,541)	(181,477)	(56,319)	(55,409)
Total cost of sales and services	(765,736)	(856,749)	(266,867)	(284,228)
Gross profit	229,957	226,524	58,314	82,537
Other income				
Management service income	27,631	40,431	10,081	10,529
Interest income	4,980	5,121	3,764	2,269
Dividend income	7,986	8,677	64,464	59,239
Realised income from deferred rental revenue	6,341	6,341	-	-
Gain on sales of equipment	-	126	92	5
Share of profits (losses) from investments by the equity method	(2,064)	2,095	-	-
Other income	43,503	53,714	57,185	52,965
Total other income	88,377	116,505	135,586	125,007
Profit before expenses	318,334	343,029	193,900	207,544
Expenses				
Selling expenses	(116,709)	(98,709)	(41,812)	(45,364)
Administrative expenses	(286,142)	(278,973)	(166,214)	(126,021)
Depreciation and amortisation	(8,986)	(10,942)	(4,066)	(5,480)
Loss on sales of equipment	(644)	-	-	-
Finance costs	(14,117)	(9,016)	(1,806)	(3,417)
Total expenses	(426,598)	(397,640)	(213,898)	(180,282)
Profit (loss) before income tax expense	(108,264)	(54,611)	(19,998)	27,262
Income tax income (expense)	15 20,126	5,667	14,899	(467)
Profit (loss) for the period	(88,138)	(48,944)	(5,099)	26,795
Profit (loss) attributable to:				
Owners of the parent	(92,314)	(41,294)	(5,099)	26,795
Non-controlling interests	4,176	(7,650)	-	-
Total	(88,138)	(48,944)	(5,099)	26,795
Earnings (loss) per share (in Baht)	16			
Basic earnings (loss) per share	(0.109)	(0.049)	(0.006)	0.032

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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	
		2017	2016	2017	2016
<i>(in thousand Baht)</i>					
Revenue from sales and services		2,379,823	2,580,213	756,374	802,347
Cost of sales and services					
Cost of sales and services		(1,402,731)	(1,513,690)	(432,498)	(461,467)
Cost of services - depreciation and amortisation		(300,626)	(359,266)	(108,571)	(111,368)
Total cost of sales and services		(1,703,357)	(1,872,956)	(541,069)	(572,835)
Gross profit		676,466	707,257	215,305	229,512
Other income					
Management service income		68,200	75,650	34,266	36,229
Interest income		8,098	7,911	6,699	2,744
Dividend income		7,986	8,677	64,464	75,833
Realised income from deferred rental revenue		12,612	12,612	-	-
Gain on sales of equipment		-	727	-	52
Share of profits from investments by the equity method		32,259	39,432	-	-
Other income		84,690	109,586	120,447	121,185
Total other income		213,845	254,595	225,876	236,043
Profit before expenses		890,311	961,852	441,181	465,555
Expenses					
Selling expenses		(202,505)	(196,869)	(84,807)	(100,837)
Administrative expenses		(593,465)	(566,525)	(314,368)	(253,580)
Depreciation and amortisation		(18,894)	(21,897)	(8,988)	(10,882)
Loss on sales of equipment		(664)	-	(97)	-
Finance costs		(29,170)	(30,829)	(3,456)	(5,798)
Total expenses		(844,698)	(816,120)	(411,716)	(371,097)
Profit before income tax expense		45,613	145,732	29,465	94,458
Income tax income (expense)	15	5,453	(9,697)	15,200	514
Profit for the period		51,066	136,035	44,665	94,972
Profit attributable to:					
Owners of the parent		31,525	112,567	44,665	94,972
Non-controlling interests		19,541	23,468	-	-
Total		51,066	136,035	44,665	94,972
Earnings per share (in Baht)	16				
Basic earnings per share		0.037	0.133	0.053	0.112

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Dusit Thani Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended 30 June		Three-month period ended 30 June	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Profit (loss) for the period	(88,138)	(48,944)	(5,099)	26,795
Other comprehensive income				
<i>Items that are or may be reclassified to profit or loss</i>				
Exchange differences on translating financial statement	(23,165)	(8,311)	-	-
Net change in fair value of available-for-sale investments	(4,514)	(11,475)	(2,278)	(7,433)
Income tax on other comprehensive income	903	2,295	455	1,486
Other comprehensive income for the period, net of income tax	(26,776)	(17,491)	(1,823)	(5,947)
Total comprehensive income for the period	(114,914)	(66,435)	(6,922)	20,848
Total comprehensive income attributable to:				
Owners of the parent	(110,874)	(56,951)	(6,922)	20,848
Non-controlling interests	(4,040)	(9,484)	-	-
Total comprehensive income for the period	(114,914)	(66,435)	(6,922)	20,848

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		Separate	
	financial statements		financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
<i>Note</i>	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Profit for the period	51,066	136,035	44,665	94,972
Other comprehensive income				
<i>Items that are or may be reclassified to profit or loss</i>				
Exchange differences on translating financial statement	(85,540)	(38,149)	-	-
Net change in fair value of available-for-sale investments	5 17,401	4,802	3,990	3,995
Income tax on other comprehensive income	(3,480)	(960)	(799)	(799)
Other comprehensive income for the period, net of income tax	(71,619)	(34,307)	3,191	3,196
Total comprehensive income for the period	(20,553)	101,728	47,856	98,168
Total comprehensive income attributable to:				
Owners of the parent	(986)	102,078	47,856	98,168
Non-controlling interests	(19,567)	(350)	-	-
Total comprehensive income for the period	(20,553)	101,728	47,856	98,168

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														
Note	Issued and paid-up share capital	Treasury shares	Premium on ordinary shares	Share premium on treasury shares	Retained earnings			Other components of shareholders' equity						
					Legal reserve	Dusit Thani College funds	Treasury shares reserve	Unappropriated (in thousand Baht)	Translation financial statement	Investments held as available for sale	Total other components of shareholders' equity	Equity attributable to owners of the parent	Non-controlling interests	Total shareholders' equity
For the six-month period ended 30 June 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
Balance at 1 January 2016														
Transactions with owners, recorded directly in equity														
<i>Distributions to owners of the Company</i>														
	-	-	-	-	-	-	-	(102,000)	-	-	-	(102,000)	(3,812)	(105,812)
17	-	-	-	-	-	-	-	(102,000)	-	-	-	(102,000)	(3,812)	(105,812)
	-	-	-	-	-	-	-	(102,000)	-	-	-	(102,000)	(3,812)	(105,812)
	-	-	-	-	-	-	-	(102,000)	-	-	-	(102,000)	(3,812)	(105,812)
<i>Changes in ownership interests in subsidiary</i>														
	-	-	-	-	-	-	-	(23,091)	-	-	-	(23,091)	(63,960)	(87,051)
7	-	-	-	-	-	-	-	(23,091)	-	-	-	(23,091)	(63,960)	(87,051)
	-	-	-	-	-	-	-	(23,091)	-	-	-	(23,091)	(63,960)	(87,051)
	-	-	-	-	-	-	-	(23,091)	-	-	-	(23,091)	(63,960)	(87,051)
Comprehensive income for the period														
	-	-	-	-	-	-	-	112,567	-	-	-	112,567	23,468	136,035
	-	-	-	-	-	-	-	-	(14,304)	3,815	(10,489)	(10,489)	(23,818)	(34,307)
	-	-	-	-	-	-	-	112,567	(14,304)	3,815	(10,489)	102,078	(350)	101,728
	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
	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
For the six-month period ended 30 June 2017														
	850,000	(15,740)	1,643,000	18,365	85,000	414,948	15,740	1,341,997	(16,922)	252,593	235,671	4,588,981	765,108	5,354,089
	850,000	(15,740)	1,643,000	18,365	85,000	414,948	15,740	1,341,997	(16,922)	252,593	235,671	4,588,981	765,108	5,354,089
Transactions with owners, recorded directly in equity														
<i>Distributions to owners of the Company</i>														
	-	-	-	-	-	-	-	(84,529)	-	-	-	(84,529)	(2,178)	(86,707)
17	-	-	-	-	-	-	-	(84,529)	-	-	-	(84,529)	(2,178)	(86,707)
	-	-	-	-	-	-	-	(84,529)	-	-	-	(84,529)	(2,178)	(86,707)
	-	-	-	-	-	-	-	(84,529)	-	-	-	(84,529)	(2,178)	(86,707)
<i>Changes in ownership interests in subsidiary</i>														
	-	-	-	-	-	-	-	-	-	-	-	-	288,759	288,759
7	-	-	-	-	-	-	-	-	-	-	-	-	288,759	288,759
	-	-	-	-	-	-	-	-	-	-	-	-	288,759	288,759
	-	-	-	-	-	-	-	-	-	-	-	-	288,759	288,759
Comprehensive income for the period														
	-	-	-	-	-	-	-	31,525	-	-	-	31,525	19,541	51,066
	-	-	-	-	-	-	-	-	(46,268)	13,757	(32,511)	(32,511)	(39,108)	(71,619)
	-	-	-	-	-	-	-	31,525	(46,268)	13,757	(32,511)	(986)	(19,567)	(20,553)
	850,000	(15,740)	1,643,000	18,365	85,000	414,948	15,740	1,288,993	(63,190)	266,350	203,160	4,503,466	1,032,122	5,535,588
	850,000	(15,740)	1,643,000	18,365	85,000	414,948	15,740	1,288,993	(63,190)	266,350	203,160	4,503,466	1,032,122	5,535,588

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 shareholders' equity Investments held as available for sale	Total shareholders' equity
		Issued and paid-up share capital	Premium on ordinary shares	Share premium on treasury shares	Retained earnings			
					Legal reserve <i>(in thousand Baht)</i>	Unappropriated		
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	17	-	-	-	-	(102,000)	-	(102,000)
Total distributions to owners of the Company		-	-	-	-	(102,000)	-	(102,000)
Comprehensive income for the period								
Profit		-	-	-	-	94,972	-	94,972
Other comprehensive income		-	-	-	-	-	3,196	3,196
Total comprehensive income for the period		-	-	-	-	94,972	3,196	98,168
Balance at 30 June 2016		850,000	1,643,000	16,950	85,000	591,131	111,500	3,297,581
For the six-month period ended 30 June 2017								
Balance at 1 January 2017		850,000	1,643,000	16,950	85,000	654,473	18,677	3,268,100
Transactions with owners, recorded directly in equity								
<i>Distributions to owners of the Company</i>								
Dividends paid	17	-	-	-	-	(85,000)	-	(85,000)
Total distributions to owners of the Company		-	-	-	-	(85,000)	-	(85,000)
Comprehensive income for the period								
Profit		-	-	-	-	44,665	-	44,665
Other comprehensive income		-	-	-	-	-	3,191	3,191
Total comprehensive income for the period		-	-	-	-	44,665	3,191	47,856
Balance at 30 June 2017		850,000	1,643,000	16,950	85,000	614,138	21,868	3,230,956

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

Dusit Thani Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2017	2016	2017	2016
		<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>					
Profit for the period		51,066	136,035	44,665	94,972
<i>Adjustments to reconcile profit to cash receipts</i>					
Realised income from deferred rental revenue		(12,612)	(12,612)	-	-
Interest income		(8,098)	(7,911)	(6,699)	(2,744)
Dividend income		(7,986)	(8,677)	(64,464)	(75,833)
Bad debts and doubtful accounts (reversal)		165	(1,953)	(234)	(2,710)
Depreciation of plant and equipment	9	309,103	366,222	107,607	108,921
Depreciation of investment properties		3,838	6,981	5,286	7,802
Amortisation of other intangible assets		6,579	7,960	4,667	5,527
Loss on written off withholding tax		20	1,492	-	-
Amortisation of prepaid rental of land and buildings	10	61,236	54,162	37,033	37,033
Employee benefit obligations		19,809	24,483	10,255	12,241
Share of profits from investments by the equity method		(32,259)	(39,432)	-	-
Loss (Gain) on sales of equipment		664	(727)	97	(52)
Loss on impairment of investment		100	-	393	-
Loss on equipment written off	9	2,456	1,397	711	672
Loss on investment properties written off		568	-	-	-
Finance costs		29,170	30,829	3,456	5,798
Income tax expense (income)		(5,453)	9,697	(15,200)	(514)
		<u>418,366</u>	<u>567,946</u>	<u>127,573</u>	<u>191,113</u>
<i>Changes in operating assets and liabilities</i>					
<i>Operating assets (increase) decrease</i>					
Trade and other receivables		57,359	53,751	32,364	27,018
Inventories		6,476	7,248	3,713	2,672
Other current assets		4,625	3,051	374	121
Other non-current assets		2,128	1,318	1,927	278
<i>Operating liabilities increase (decrease)</i>					
Trade and other payables		(241,764)	(209,031)	(53,512)	(44,343)
Other current liabilities		53,781	(7,946)	(1,426)	(2,948)
Other non-current liabilities		595	(552)	118	(470)
Payment for employee benefit obligations		(5,192)	(2,780)	(3,300)	(1,917)
Cash generated from operating activities		<u>296,374</u>	<u>413,005</u>	<u>107,831</u>	<u>171,524</u>
Proceeds from refund of prepaid income tax		2,137	112	-	-
Income tax paid		(117,987)	(16,537)	(81,521)	(11,152)
Net cash from operating activities		<u>180,524</u>	<u>396,580</u>	<u>26,310</u>	<u>160,372</u>
<i>Cash flows from investing activities</i>					
Interest income		7,731	8,156	5,103	1,806
Payment for short-term investments		(91,461)	(1,775)	-	-
Payment for short-term loans to related parties	12	-	-	(20,763)	(61,700)
Payment for long-term loans to related parties	12	(21,543)	(18,427)	(96,832)	-

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

Dusit Thani Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended 30 June		Six-month period ended 30 June	
		2017	2016	2017	2016
<i>(in thousand Baht)</i>					
<i>Cash flows from investing activities (Continued)</i>					
Repayment for long-term loans to related parties	12	-	-	36,782	-
Increase in restricted bank deposits		(8)	(10)	-	-
Dividend received		7,986	8,677	610	5,444
Dividend received from joint venture		-	28,000	-	28,000
Dividend received from associates		-	16,594	-	16,594
Dividend received from subsidiaries	7	-	-	32,855	25,795
Received deposit from building lease		492,380	-	-	-
Payment of additional other long term investment		(17,227)	-	-	-
Payment of additional associate		(63,539)	-	(63,539)	-
Payment of additional joint venture		(1,519)	-	(1,519)	-
Payment of shares subscription in subsidiaries		-	(87,051)	(536,167)	-
Proceeds from share deduction		12,292	-	12,292	-
Purchase of investment properties		-	(239)	-	(286)
Proceeds from sales of equipment		1,957	1,105	2,055	102
Purchase of equipment		(192,621)	(123,153)	(33,388)	(29,552)
Purchase of other intangible assets		(438)	(1,805)	(379)	(743)
Payment deposit for hotel management right		(74,840)	-	(74,840)	-
Proceeds from sublease rental of land		-	-	1,361,652	-
Proceed from deferred lease right assignment fee		100,000	-	100,000	-
Payment for prepaid rental of land and buildings	10	(964,502)	(6,640)	(947,316)	-
Net cash used in investing activities		(805,352)	(176,568)	(223,394)	(14,540)
<i>Cash flows from financing activities</i>					
Acquisition of non-controlling interests		288,824	-	-	-
Proceeds from short-term loans from financial institutions		752,260	258,013	735,700	157,000
Repayment of short-term loans from financial institutions		(579,042)	(223,000)	(519,000)	(187,000)
Repayment of finance lease liabilities		(608)	(565)	-	-
Proceeds from long-term loans	11	130,834	-	-	-
Repayment of long-term loans	11	(70,887)	(157,697)	-	-
Interest paid		(25,612)	(31,137)	(3,448)	(5,800)
Dividend paid		(86,407)	(105,812)	(84,700)	(102,000)
Net cash from (used in) financing activities		409,362	(260,198)	128,552	(137,800)
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates		(215,466)	(40,186)	(68,532)	8,032
Effect of exchange rate changes on cash and cash equivalents		(8,116)	(10,908)	-	-
Net increase (decrease) in cash and cash equivalents		(223,582)	(51,094)	(68,532)	8,032
Cash and cash equivalents as at 1 January		870,335	714,228	160,984	189,995
Cash and cash equivalents as at 30 June		646,753	663,134	92,452	198,027
<i>Non-cash transaction</i>					
Payables from acquisition of assets		17,048	41,793	10,310	21,467

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 2017 (Unaudited)

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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 2017 (Unaudited)

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 15 August 2017.

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, Bangrak, Bangkok.

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

The Company’s major shareholders during the financial year were Thanpuying Chanut Piyaoui and related persons (49.94% 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 2017 and 31 December 2016 are given in note 7.

2 Basis of preparation of the 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 2016) *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 2016. 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 2016.

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 2016 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2017. 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 or the Company.

(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
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2017 (Unaudited)

2 Basis of preparation of the 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 2016.

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 Chief Financial Officer.

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 these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the 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 18 Financial instruments

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 2017 (Unaudited)

2 Basis of preparation of the financial statements (Continued)

Change in accounting estimate

From 1 May 2017, the Company changes the estimated useful lives of plant and equipment of one of the Company's hotel as a result of the resolution of the annual general shareholders' meeting of the Company held on 27 April 2017 which approved the investment to develop a mixed-use property project. The operation of one of the Company's hotels is expected to be ceased in order to develop in the mid of 2018. Therefore, the estimated useful lives of the related assets were reviewed by management considering the expected pattern of consumption of the future economic benefits.

The effect of the change in estimate results in increasing in depreciation for the three-month and six-month periods ended 30 June 2017 of Baht 4.65 million. The additional depreciation of Baht 20.98 million is expected to have an effect in future periods.

3 Trade and other receivables

		Consolidated		Separate	
		financial statements		financial statements	
	<i>Note</i>	30 June	31 December	30 June	31 December
		2017	2016	2017	2016
		<i>(in thousand Baht)</i>			
Trade accounts receivable - net	3.1	164,072	200,437	46,120	56,308
Other receivables - management fee and other services – net	3.2	26,146	46,873	29,924	42,135
Other receivables - others		63,736	93,856	41,963	56,319
Less allowance for doubtful accounts		<u>(9,590)</u>	<u>(8,652)</u>	<u>(9,590)</u>	<u>(8,652)</u>
		<u>54,146</u>	<u>85,204</u>	<u>32,373</u>	<u>47,667</u>
Other receivable - World Intertrade Corporation Limited		40,879	40,879	40,879	40,879
Less 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>
Dividend receivable		31,000	-	31,000	-
Accrued interest receivables		10,446	10,079	3,554	1,957
Accrued income		3,437	3,463	-	26
Prepaid expenses		69,493	54,468	20,551	14,524
Prepaid income tax		28,301	29,773	20,443	20,436
Advances		22,909	23,535	14,502	14,940
Deposits		19,369	8,462	-	-
Insurance claim		278	298	-	-
Total		<u>429,597</u>	<u>462,592</u>	<u>198,467</u>	<u>197,993</u>

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 2017 (Unaudited)

3 Trade and other receivables (Continued)

3.1 Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Related parties				
Outstanding amount				
Not due and less than 3 months	8,860	4,305	6,874	4,985
	<u>8,860</u>	<u>4,305</u>	<u>6,874</u>	<u>4,985</u>
<i>Less</i> allowance for doubtful accounts	-	-	-	-
Net	<u>8,860</u>	<u>4,305</u>	<u>6,874</u>	<u>4,985</u>
Other parties				
Outstanding amount				
Not due and less than 3 months	146,571	192,306	38,357	48,570
3 - 6 months	11,717	4,253	1,418	886
6 - 12 months	59	1,894	-	1,893
Over 12 months	6,010	6,962	-	420
	<u>164,357</u>	<u>205,415</u>	<u>39,775</u>	<u>51,769</u>
<i>Less</i> allowance for doubtful accounts	(9,145)	(9,283)	(529)	(446)
Net	<u>155,212</u>	<u>196,132</u>	<u>39,246</u>	<u>51,323</u>
Trade accounts receivable - net	<u>164,072</u>	<u>200,437</u>	<u>46,120</u>	<u>56,308</u>
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 30 June (reversal)	<u>120</u>	<u>417</u>	<u>83</u>	<u>(90)</u>
for the six-month period ended 30 June (reversal)	<u>(138)</u>	<u>(1,096)</u>	<u>83</u>	<u>(112)</u>

The normal credit term granted by the Group due within 30 days.

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 2017 (Unaudited)

3 Trade and other receivables (Continued)

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

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Related parties				
Outstanding amount				
Not due and less than 3 months	2,606	1,944	22,261	33,497
3 - 6 months	17	353	1,097	7
6 - 12 months	570	734	35	-
Over 12 months	3,074	2,455	54	128
	<u>6,267</u>	<u>5,486</u>	<u>23,447</u>	<u>33,632</u>
Less allowance for doubtful accounts	<u>(3,733)</u>	<u>(3,731)</u>	<u>(144)</u>	<u>(300)</u>
Net	<u>2,534</u>	<u>1,755</u>	<u>23,303</u>	<u>33,332</u>
Other parties				
Outstanding amount				
Not due and less than 3 months	21,836	44,232	6,136	7,966
3 - 6 months	1,405	749	115	461
6 - 12 months	1,040	1,482	568	-
Over 12 months	5,203	5,164	3,491	5,164
	<u>29,484</u>	<u>51,627</u>	<u>10,310</u>	<u>13,591</u>
Less allowance for doubtful accounts	<u>(5,872)</u>	<u>(6,509)</u>	<u>(3,689)</u>	<u>(4,788)</u>
Net	<u>23,612</u>	<u>45,118</u>	<u>6,621</u>	<u>8,803</u>
Other receivables-management fee and other services - net	<u>26,146</u>	<u>46,873</u>	<u>29,924</u>	<u>42,135</u>
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 30 June (reversal)	<u>511</u>	<u>(2,498)</u>	<u>195</u>	<u>(2,285)</u>
for the six-month period ended 30 June (reversal)	<u>(635)</u>	<u>1,202</u>	<u>(1,255)</u>	<u>(162)</u>

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 2017 (Unaudited)

4 Restricted bank deposits

As at 30 June 2017 and 31 December 2016, cash at bank of a subsidiary amounting to Baht 2.20 million and Baht 2.20 million, respectively, were pledged as collateral to letter of guarantee issued by the bank (see note 19.3).

5 Available-for-sale-investments

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Equity securities available-for-sale				
At cost	64,992	64,992	17,501	17,501
Valuation adjustment	317,374	299,973	27,335	23,345
Total	382,366	364,965	44,836	40,846

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

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June 2017	Six-month period ended 30 June 2016	Six-month period ended 30 June 2017	Six-month period ended 30 June 2016
	<i>(in thousand Baht)</i>			
Available-for-sale investments				
At 1 January	364,965	356,441	40,846	241,662
Changes in fair value of available-for-sale investments	17,401	4,802	3,990	3,995
At 30 June	382,366	361,243	44,836	245,657

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 2017 (Unaudited)

6 Investments in associates

Investment in associates as at 30 June 2017 and 31 December 2016, and dividend income from the investment for the three-month and six-month periods ended 30 June 2017 and 2016 were as follows:

	Ownership Interest		Paid-up capital				Consolidated financial statements		Separate financial statements		Dividend income			
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	For the three-month period ended	For the six-month period ended	For the three-month period ended	For the six-month period ended
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	30 June	30 June	2017	2016
	(%)		(in thousand)				Equity		Cost		(in thousand Baht)			
Associates														
Dusit Thai Freehold and Leasehold Property Fund ⁽¹⁾	30.02	30.02	Baht	4,053,060	Baht	4,094,000	1,277,948	1,254,412	1,216,911	1,229,203	-	-	-	16,594
Philippine Hoteliers International Center for Hospitality Education, Inc.	35.20	35.20	PHP	430,000	PHP	430,000	113,005	115,911	-	-	-	-	-	-
Suanlum Property Co., Ltd. ⁽²⁾	37.00	-	Baht	172,000	Baht	-	63,639	-	63,639	-	-	-	-	-
Phraram 4 Development Co., Ltd. ⁽³⁾	10.00	-	Baht	1,000	Baht	-	100	-	100	-	-	-	-	-
Total							1,454,692	1,370,323	1,280,650	1,229,203	-	-	-	16,594

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 2017 (Unaudited)

6 Investments in associates (Continued)

- (1) Dusit Thani Freehold and Leasehold Property Fund is listed on Stock Exchange of Thailand. As at 30 June 2017, the fair value of the Company's investment in Dusit Thani Freehold and Leasehold Property Fund was Baht 774 million, which fair value has been categorised as Level 2 hierarchy (31 December 2016: Baht 1,008 million).
- (2) On 26 June 2017, the extraordinary shareholders' meeting of Suanlum Property Co., Ltd. approved the increase additional share capital of Baht 171.90 million in which the Company invested in additional shares for Baht 63.60 million. Therefore, the Company's ownership and controlling interests were changed, which affected the classification of investment from investment in subsidiary to investment in associate.
- (3) On 26 June 2017, the extraordinary shareholders' meeting of Phraram 4 Development Co., Ltd. approved the increase additional share capital of Baht 0.90 million which the Company undertook to waive all right to subscribe for newly issued ordinary shares at a portion of 90% of interest to another investor. As a result, the Company's ownership and controlling interest in this company were changed. The classification of investment in Phraram 4 Development Co., Ltd. was changed from investment in subsidiary to investment in associate since management believes that the Company has a significant influence which arisen from the directorship in the Board of Directors.

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	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Associates				
At 1 January	1,370,323	1,404,715	1,229,203	1,229,203
Capital increase	63,739	-	63,739	-
Capital decrease	(12,292)	-	(12,292)	-
Share of profits from investments by the equity method	32,922	41,294	-	-
Dividend income	-	(16,594)	-	-
At 30 June	<u>1,454,692</u>	<u>1,429,415</u>	<u>1,280,650</u>	<u>1,229,203</u>

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 2017 (Unaudited)

7 Investments in subsidiaries

Investments in subsidiaries as at 30 June 2017 and 31 December 2016, and dividend income for the three-month and six-month periods ended 30 June 2017 and 2016 were as follows:

	Separate financial statements								Dividend income			
	Ownership interest		Paid-up capital				Cost		For the three-month		For the six-month	
	30 June	31 December	30 June	31 December		30 June	31 December	period ended		period ended		
	2017	2016	2017	2016		2017	2016	30 June	30 June		2016	
(%)		<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	20,000	20,000	20,000
Dusit Thai Properties Public Company Limited	84.04	84.04	Baht	825,000	Baht	825,000	-	-	-	-	-	-
Philippine Hoteliers, Inc.	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	7,999	7,999	-	-	-	-
Dusit Thai Properties Public Company Limited	2.75	2.75	Baht	825,000	Baht	825,000	40,110	40,110	455	795	455	795
DMS Property Investment Pvt. Ltd.	56.41	56.41	USD	38,500	USD	38,500	-	-	-	-	-	-
Dusit Thani College	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	10,000	5,000	10,000	5,000
Dusit Overseas Co., Ltd.	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	2,400	-	2,400	-
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	-	-	-	-
Vimarn Suriya Co., Ltd. ⁽¹⁾	64.99	99.70	Baht	825,025	Baht	100	536,267	100	-	-	-	-
Suanlum Property Co., Ltd. ⁽²⁾	-	99.70	Baht	-	Baht	100	-	100	-	-	-	-
Phraram 4 Development Co., Ltd. ⁽²⁾	-	99.70	Baht	-	Baht	100	-	100	-	-	-	-
Saladang Property Management Co., Ltd. ⁽³⁾	-	99.70	Baht	-	Baht	100	-	100	-	-	-	-
Total							1,637,606	1,101,739	32,855	25,795	32,855	25,795
Less allowance for impairment							(63,988)	(63,988)				
Net							1,573,618	1,037,751				

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 2017 (Unaudited)

7 Investments in subsidiaries (Continued)

Movements in investments in subsidiaries are summarized as follows:

	Separate financial statements	
	Six-month period ended 30 June	
	2017	2016
	<i>(in thousand Baht)</i>	
Subsidiaries		
At 1 January	1,037,751	1,091,352
Add Addition	536,167	-
Decrease	(300)	-
At 30 June	<u>1,573,618</u>	<u>1,091,352</u>

- (1) On 26 June 2017, the extraordinary shareholders' meeting of Vimarn Suriya Co., Ltd. approved to increase its share capital of Baht 824.93 million in which the Company additionally invested in the additional shares by Baht 536.20 million.
- (2) On 26 June 2017, the Company holding interest and control in Suanlum Property Co., Ltd. and Phraram 4 Development Co., Ltd. have changed due to an increase in shares capital in both companies. Consequently, the Company reclassified the investment from investment in subsidiaries to investment in associates (see note 6).
- (3) On 26 June 2017, the extraordinary shareholders' meeting of Saladang Property Management Co., Ltd. approved to increase its share capital of Baht 0.30 million which the Company undertook to waive all right to subscribe for newly issued ordinary shares amounting to 75% of the Company's holding interest in such company. The Company reclassified the investment from investment in subsidiary to other long-term investment. Management believes that the Company does not have significant influence over Saladang Property Management Co., Ltd. due to the Company does not have any representative director in its Board of Directors.

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8 Investments in joint ventures

Investments in joint ventures as at 30 June 2017 and 31 December 2016 and dividend income for the three-month and six-month periods ended 30 June 2017 and 2016 were as follows:

	Ownership interest		Paid-up capital				Consolidated financial statements		Separate financial statements		Dividend income			
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	For the three-month period ended	For the six-month period ended	For the three-month period ended	For the six-month period ended
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	30 June	30 June	2017	2016
	(%)		(in thousand)				Equity		Cost					
Joint ventures														
Le Cordon Bleu Dusit Co., Ltd.	400	49.99	Baht	40,000	Baht	40,000	29,331	53,740	19,999	19,999	31,000	28,000	31,000	28,000
Dusit Bird Hotels Pvt. Ltd.	300	50.00	INR	28,600	INR	28,600	300	294	9,831	9,831	-	-	-	-
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	400	44.99	CNY	30,000	CNY	30,000	-	-	-	-	-	-	-	-
Dusit Colours Co., Ltd. ⁽¹⁾	400	-	JPY	10,000	-	-	1,519	-	1,519	-	-	-	-	-
Total							31,150	54,034	31,349	29,830	31,000	28,000	31,000	28,000
Less allowance for impairment									(9,831)	(9,538)				
Net									21,518	20,292				

⁽¹⁾ Dusit Colours Co., Ltd. registered in Japan on 17 April 2017.

Dusit Thani Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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8 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	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Joint ventures				
At 1 January	54,034	52,518	20,292	29,830
Addition	1,519	-	1,519	-
Dividend income	(31,000)	(28,000)	-	-
Share of profits from investments by the equity method	6,590	12,936	-	-
Exchange gain (loss) on translating financial statement	7	(21)	-	-
Allowance for impairment	-	-	(293)	-
At 30 June	<u>31,150</u>	<u>37,433</u>	<u>21,518</u>	<u>29,830</u>

Dusit Thani Public Company Limited and its Subsidiaries
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9 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	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Net book value				
At 1 January	4,689,586	5,107,900	461,171	577,022
Addition	179,876	127,252	33,023	41,203
Disposals - net	(2,621)	(378)	(2,152)	(50)
Write off - net	(2,456)	(1,397)	(711)	(672)
Transfer in	2,526	3,244	2,526	3,244
Exchange loss on translating financial statement	(140,024)	(69,578)	-	-
Depreciation	(309,103)	(366,222)	(107,607)	(108,921)
At 30 June	<u>4,417,784</u>	<u>4,800,821</u>	<u>386,250</u>	<u>511,826</u>

On 27 April 2017, the annual general shareholders' meeting of the Company passed a resolution the execution of Land Lease Agreement with The Crown Property Bureau, with a term of 30 years from 1 July 2024 to 30 June 2054 (excluding the Project's construction period of 7 years from 1 July 2017 to 30 June 2024) and at the end of the lease term, the Company will be entitled to renew the agreement for another 30 years on the same terms and conditions in order to invest in the mixed-use project. The Company paid the first lease payments as specified in the lease contract.

Therefore, the Company reviewed the expected pattern of consumption of the future economic benefits embodied in one of the Company's hotel and certain related assets, the Company has changed the estimated useful lives of building and equipment from 1 May 2017 onward (see note 2).

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10 Prepaid rental of land and building

Movements in prepaid rental of land and buildings during the six - month periods ended 30 June as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	<i>(in Baht)</i>			
Net book value				
At 1 January	166,241	263,350	92,583	166,650
Additional payments	964,502	6,640	947,316	-
Amortisation	(61,236)	(54,162)	(37,033)	(37,033)
Exchange loss on translating financial statement	(3,094)	(2,181)	-	-
At 30 June	1,066,413	213,647	1,002,866	129,617
<i>Less</i> current portion of prepaid rental of land and buildings	(137,181)	(99,667)	(127,316)	(74,067)
Prepaid rental of land and buildings	929,232	113,980	875,550	55,550

On 28 June 2017, the Company paid the first lease payment for 20% as specified in the lease contract to The Crown Property Bureau (see note 19.4). The mentioned prepaid rental will be amortized throughout the lease period.

11 Long-term loans

Long-term loans consisted of the following:

	Interest rate		Consolidated financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>	
11.1 Loans from financial institutions				
By Philippine Hoteliers, Inc.				
- Repayable in semi-annual installments from December 2016 through 2024	3.1250 - 4.7125	3.1250 - 4.6167	398,139	429,828
By DMS Property Investment Pvt. Ltd.				
- Repayable every 3 months from December 2016 through 2020	4.1565 - 4.2857	3.8055 - 4.1565	562,392	663,798
By Dusit Thani Hotel Studies Co., Ltd.				
- Repayable every 3 months from October 2017 through 2022	3.7318 - 3.7378	3.7335 - 3.7465	116,200	116,200
11.2 Loans from other company				
By Vimarn Suriya Co., Ltd.	5.2	-	130,834	-
			1,207,565	1,209,826
<i>Less</i> current portion			(185,961)	(157,251)
Total			1,021,604	1,052,575

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

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

	Consolidated	
	financial statements	
	Six-month period ended 30 June	
	2017	2016
	<i>(in thousand Baht)</i>	
Net book value		
At 1 January	1,209,826	1,501,488
Addition	130,834	-
Repayments	(70,887)	(157,697)
Exchange gain on translating financial statement	(62,208)	(35,676)
At 30 June	<u>1,207,565</u>	<u>1,308,115</u>

Dusit Thani Public Company Limited and its Subsidiaries
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12 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
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
Vimarn Suriya Co., Ltd.	Thailand	Hotel, resorts and residence	Subsidiary
Suanlum Property Co., Ltd.	Thailand	Department store, plaza and cinema	Associate
Phraram 4 development Co., Ltd.	Thailand	Office construction	Associate
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 Public Company Limited and its Subsidiaries
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12 Related parties (Continued)

Name of entities	Country of incorporation/ nationality	Type of business	Nature of relationships
Dusit Thani Freehold and Leasehold Property Fund (“DTCPF”)	Thailand	Leasing	Associate
Philippine Hoteliers International Center for Hospitality Education, Inc.	Philippines	Education	Associate
Acme Printing Co., Ltd.	Thailand	Printing house	Director holds the shares
MBK Public Company Limited	Thailand	Property development	The Group hold the shares
Piyasiri Co., Ltd.	Thailand	Hospital	Director holds the shares
The Navakij Insurance Public Company Limited	Thailand	Non-life insurance	Common director
New Atlantic Co., Ltd.	Thailand	Department store	Director holds the shares
The Siam Cement Public Company Limited	Thailand	Construction Materials	Common director
JTB (Thailand) Co., Ltd.	Thailand	Sale tour package, hotel reservation and air ticket	Director holds the shares
Siam Makro Public Company Limited	Thailand	Distributor	Common director
Thainamthip Co., Ltd.	Thailand	Brewer and distributor of beverage	Common director
Government Savings Bank	Thailand	Bank	Common director

Dusit Thani Public Company Limited and its Subsidiaries
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12 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 fees 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 transactions	Based on the normal prices transacted with third parties and discount policies.
Sales of investments	Based on market prices.
Interest income	
- Loan to related parties	- Minimum loan rate of commercial banks plus 0.5% per annum - Rate of 7.50% per annum - Rate MLR – 1% per annum - Rate MLR – 2.95% per annum
Other income	Based on actual expenses incurred and the contractually agreed prices.
Interest expense	
- Loan from related party	- Rate LIBOR plus 2.925% per annum or not less than those pays to the financial institution. - Rate MLR-1% per annum
Other expenses	Based on the contractually agreed prices.

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12 Related parties (Continued)

Significant transactions for the three-month and six-month periods ended 30 June 2017 and 2016 with related parties were as follows:

	Revenue from sales and services	Management service income	Consolidated financial statements				Selling expenses	Administrative expenses
			Dividend income	Other income	Cost of sales and services			
			<i>(in thousand Baht)</i>					
<i>For the three-month period ended 30 June 2017</i>								
Joint ventures	4,544	-	-	1,539	-	3,353	-	
Associates	-	-	-	6,767	12,453	-	-	
Other related parties	9,099	1,967	7,376	671	90	291	239	
<i>For the six-month period ended 30 June 2017</i>								
Joint ventures	9,079	-	-	2,992	-	7,023	56	
Associates	-	-	-	13,057	130,302	-	-	
Other related parties	20,479	4,533	7,376	1,095	156	583	379	

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For the three-month and six-month periods ended 30 June 2017 (Unaudited)

12 Related parties (Continued)

Significant transactions for the three-month and six-month periods ended 30 June 2017 and 2016 with related parties were as follows:

	Revenue from sales and services	Management service income	Consolidated financial statements				
			Dividend income	Other income	Cost of sales and services	Selling expenses	Administrative expenses
<i>(in thousand Baht)</i>							
<i>For the three-month period ended 30 June 2016</i>							
Joint ventures	4,400	-	-	237	214	65	66
Associates	-	-	-	12,814	2,763	-	-
Other related parties	7,472	1,259	5,561	714	29	-	137
<i>For the six-month period ended 30 June 2016</i>							
Joint ventures	8,842	-	-	639	418	72	132
Associates	-	-	-	13,012	163,586	-	-
Other related parties	20,847	2,877	5,561	1,389	71	1	326

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12 Related parties (Continued)

Significant transactions for the three-month and six-month periods ended 30 June 2017 and 2016 with related parties were as follows:

	Revenue from sales and services	Management service income	Separate financial statements				
			Dividend income	Other income	Cost of sales and services	Selling expenses	Administrative expenses
<i>(in thousand Baht)</i>							
<i>For the three-month period ended 30 June 2017</i>							
Subsidiaries	3,118	12,212	32,855	39,188	8	13,626	9,594
Joint ventures	4,543	-	31,000	71	-	-	-
Associates	-	-	-	426	-	-	-
Other related parties	8,982	1,667	-	636	-	290	160
<i>For the six-month period ended 30 June 2017</i>							
Subsidiaries	5,852	41,578	32,855	79,032	47	32,575	18,180
Joint ventures	9,078	-	31,000	163	-	-	-
Associates	-	-	-	445	-	-	-
Other related parties	20,309	3,933	-	961	-	583	220

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Notes to the interim financial statements
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12 Related parties (Continued)

Significant transactions for the three-month and six-month periods ended 30 June 2017 and 2016 with related parties were as follows:

	Revenue from sales and services	Management service income	Separate financial statements				Selling expenses	Administrative expenses
			Dividend income	Other income	Cost of sales and services			
<i>(in thousand Baht)</i>								
<i>For the three-month period ended 30 June 2016</i>								
Subsidiaries	4,882	9,576	25,795	23,833	269	7,858	10,086	
Joint ventures	4,400	-	28,000	168	214	-	22	
Associates	-	-	-	202	-	-	-	
Other related parties	7,368	1,260	4,709	340	-	-	58	
<i>For the six-month period ended 30 June 2016</i>								
Subsidiaries	5,816	32,776	25,795	57,425	440	32,619	10,870	
Joint ventures	8,842	-	28,000	238	418	-	44	
Associates	-	-	16,594	400	-	-	-	
Other related parties	20,693	2,878	4,709	663	-	-	117	

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

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 30 June		Three-month period ended 30 June	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Key management personnel				
Salaries and other short-term employee benefits	33,053	38,187	24,872	22,858
Post-employment benefits	1,822	2,891	1,496	1,846
Total key management personnel compensation	34,875	41,078	26,368	24,704

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Key management personnel				
Salaries and other short-term employee benefits	70,245	68,628	53,400	44,813
Post-employment benefits	3,644	5,782	2,991	3,692
Total key management personnel compensation	73,889	74,410	56,391	48,505

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12 Related parties (Continued)

Balances as at 30 June 2017 and 31 December 2016 with related parties were as follows:

	30 June 2017							31 December 2016			
	Trade accounts receivable	Other receivables	Trade payables	Other payables	Accrued expenses	Deferred revenue	Refundable deposit	Trade accounts receivable	Other receivables	Other payables	Deferred revenue
	<i>(in thousand Baht)</i>										
Joint ventures	670	17,496	-	-	-	-	-	325	13,603	-	-
Associate	-	4	-	-	-	697,230	492,380	-	-	-	609,842
Other related parties	8,190	3,146	99	608	591	-	-	3,980	2,356	1,426	-

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12 Related parties (Continued)

Balances as at 30 June 2017 and 31 December 2016 with related parties were as follows:

	Separate financial statements							
	30 June 2017					31 December 2016		
	Trade accounts receivable	Other receivables	Other payables	Accrued expense	Deferred revenue	Trade accounts receivable	Other receivables	Other payables
	<i>(in thousand Baht)</i>							
Subsidiaries	537	40,056	19,608	69	1,361,652	747	48,226	10,502
Joint ventures	670	3,868	-	-	-	325	3,461	-
Associate	-	4	-	-	100,000	-	70	-
Other related parties	5,667	3,125	383	-	-	3,913	2,323	1,426

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

	Interest rate 2017 2016 (% per annum)		Consolidated financial statements		Separate financial statements	
			30 June 2017	31 December 2016	30 June 2017	31 December 2016
			(in thousand Baht)			
Short-term loans to related parties						
Dusit China Capital Co., Ltd.	2.80	2.80 - 3.14	-	-	84,200	76,000
Dusit Thani Properties Co., Ltd.	2.80 - 2.90	2.90	-	-	250,000	250,000
Dusit Thani Hotel Studies Co., Ltd.	2.80	-	-	-	12,563	-
			<u>-</u>	<u>-</u>	<u>346,763</u>	<u>326,000</u>
Long-term loans to related parties						
Vimarn Suriya Co., Ltd.	5.26	5.26	-	-	93,122	47,110
Dusit Fudu Hotel Management (Shanghai) Co., Ltd.	7.50	7.50	78,852	75,416	-	-
Suanlum Property Co., Ltd.	3.25	-	14,038	-	14,038	-
Total			<u>92,890</u>	<u>75,416</u>	<u>107,160</u>	<u>47,110</u>

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

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2017	2016	2017	2016
(in thousand Baht)				
Short-term loans to related parties				
At 1 January	-	-	326,000	38,500
Addition	-	-	20,763	61,700
At 30 June	<u>-</u>	<u>-</u>	<u>346,763</u>	<u>100,200</u>
Long-term loans to related parties				
At 1 January	75,416	39,553	47,110	-
Addition	21,543	18,427	96,832	-
Repayment	-	-	(36,782)	-
Exchange loss on translating financial statement	(4,069)	(1,352)	-	-
At 30 June	<u>92,890</u>	<u>56,628</u>	<u>107,160</u>	<u>-</u>

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

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 in People's Republic of China in order to lend to the joint venture totaling Chinese Yuan Renminbi 24 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 2017 and 31 December 2016, the joint venture had outstanding long-term loan in the amount of Chinese Yuan Renminbi 15 million (or Baht 78.85 million) and Chinese Yuan Renminbi 13.50 million (or Baht 75.42 million), respectively.

The Company had entered into loan agreement with Vimarn Suriya Co., Ltd., a subsidiary for the purpose of various investments. This borrowing amount is not exceeding Baht 506 million. The interest rate is determined based on the average interest rates that banks charge to good customers minus 1% p.a., or MLR minus 1% p.a. and payable quarterly. As at 30 June 2017, this subsidiary had outstanding long-term loan totaling Baht 93.12 million.

The Company had entered into loan agreement with Suanlum Property Co., Ltd., an associate for the purpose of various investments. This borrowing amount is not exceeding Baht 100 million. The interest rate is determined based on the average interest rates that banks charge to good customers minus 2.95% p.a., or MLR minus 2.95% p.a. and payable quarterly. As at 30 June 2017, this associate had outstanding long-term loan totaling Baht 14.03 million.

	Interest rate 2017 2016 (% per annum)		Consolidated		Separate	
			financial statements		financial statements	
			30 June 2017	31 December 2016	30 June 2017	31 December 2016
<i>Short-term loan from related party</i>						
MBK Hotels and Resorts Co., Ltd.*	4.1565 – 4.2857	3.4600 - 4.1565	<u>4,757</u>	<u>5,010</u>	<u>-</u>	<u>-</u>

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

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

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2017	2016	2017	2016
<i>Short-term loan from related party</i>				
At 1 January	5,010	5,046	-	-
Exchange gain on translating financial statement	<u>(253)</u>	<u>(127)</u>	<u>-</u>	<u>-</u>
At 30 June	<u>4,757</u>	<u>4,919</u>	<u>-</u>	<u>-</u>

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

Land sub-lease agreement

The Company entered into a land sub-lease agreement with Vimarn Suriya Co.,Ltd., a subsidiary (“the sub-lessee”). The sub-lessee has the right to construct building and structure on the land. The sub-lease term is for 30 years from 1 July 2024 with the right to renew the lease for another 30 years until 30 June 2081. The 7-year period from 1 July 2017 is for dismantling and new constructions. The sub-lessee prepaid the rent amounting Baht 1,362 million. The rent will be paid annually for 60 years.

Building lease arrangement agreement

The Company entered into a building lease arrangement agreement with Suanlum Property Co., Ltd., an associate. The associate paid the first deposit to Vimarn Suriya Co., Ltd., a subsidiary, in June 2017 and in January 2018 of Baht 492.4 million and upon entering the agreement with a subsidiary.

Lease right assignment agreement

The Company entered into lease right assignment agreement to transfer the rights and obligations on a portion of lease land under the lease land agreement to Phraram 4 Development Co., Ltd. for period a 30 years from 1 July 2024 with the right to renew the lease agreement for another 29 years and 6 months. The 7-year period from 1 July 2017 is for the dismantling and new constructions. Pursuant to the lease right assignment, the Company has already received the lease right assignment fee totalling Baht 100.00 million which was presented under deferred lease right assignment fee.

13 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 2017 and 2016 were shown below:

	Consolidated financial statements		Separate financial statements	
	Twelve-month period ended		Twelve-month period ended	
	30 June		30 June	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Revenue from sales and services	3,633,240	4,586,890	1,436,596	1,513,449
Cost of sales and services	2,639,684	3,383,462	1,056,365	1,105,646
Profit	140,799	225,434	135,748	136,135

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14 Segment information

<i>Six-month period ended 30 June 2017</i>	Revenues	Net profit <i>(in thousand Baht)</i>	Assets employed
Hotel business	1,665,157	117,864	5,600,989
Hotel business under DTCPPF	562,602	3,477	263,380
Education business	195,295	338	1,281,418
Other businesses	564,702	(49,361)	4,563,293
Total	2,987,756	72,318	11,709,080
Less inter - company transactions	(394,088)	(21,252)	(1,959,351)
Total	2,593,668	51,066	9,749,729
Less net profit of non - controlling interests		(19,541)	
Consolidated net profit - owners of parent		31,525	
Consolidated assets			9,749,729

<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 DTCPPF	616,881	5,020	269,339
Education business	196,096	(5,040)	1,219,977
Other businesses	598,604	52,487	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 parent		112,567	
Consolidated assets			8,940,886

15 Income tax

Income tax 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 2017 and 2016 were 11.95% and 6.65%, respectively.

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16 Earnings (loss) per share

The calculations of basic earnings (loss) per share for the three-month and six-month periods ended 30 June 2017 and 2016 were based on the profit 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		Six-month period ended 30	
	30 June		June	
	2017	2016	2017	2016
	<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	(102,529)	(48,764)	(7,789)	79,902
Profit from Dusit Thani College	10,215	7,470	39,314	32,665
Total	<u>(92,314)</u>	<u>(41,294)</u>	<u>31,525</u>	<u>112,567</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	(0.121)	(0.058)	(0.009)	0.094
Earnings per share Dusit Thani College	0.012	0.009	0.046	0.039
Total	<u>(0.109)</u>	<u>(0.049)</u>	<u>0.037</u>	<u>0.133</u>

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16 Earnings (loss) per share (Continued)

	Separate financial statements			
	Three-month period ended 30 June		Six-month period ended 30 June	
	2017	2016	2017	2016
	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) for the year attributable to ordinary shareholders of the Company (basic)	<u>(5,099)</u>	<u>26,795</u>	<u>44,665</u>	<u>94,972</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 (loss) per share (basic) (in Baht)	<u>(0.006)</u>	<u>0.032</u>	<u>0.053</u>	<u>0.112</u>

On 16 May 2016, the Company registered the reduction in par value of the Company's shares from Baht 10.00 par value each, totaling 85.00 million shares to Baht 1.00 par value each, totaling 850.00 million shares, 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 2016. 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.

17 Dividend

On 27 April 2017, the annual general shareholders' meeting of the Company passed a resolution to approve and appropriate retained earnings as dividend payment for the year 2016 for 850.00 million ordinary shares at Baht 0.10 per share, totalling Baht 85.00 million which was paid on 12 May 2017.

On 28 April 2016, the annual general shareholders' meeting of the Company passed a resolution to approve and appropriate retained earnings as dividend payment for the year 2015 for 85.00 million ordinary shares at Baht 1.20 per share, totalling Baht 102.00 million which was paid on 12 May 2016.

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18 Financial instruments

Carrying amount and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount	Consolidated financial statements		
		Fair value		Total
		Level 1	Level 2	
30 June 2017				
<i>Financial assets/financial liabilities measured at fair value</i>		<i>(in thousand Baht)</i>		
Available-for-sale investments	382,366	11,710	370,656	382,366
Long-term loans from financial institutions	1,076,731	-	1,076,731	1,076,731
		Separate financial statements		
	Carrying amount	Fair value		Total
		Level 1	Level 2	
30 June 2017		<i>(in thousand Baht)</i>		
<i>Financial assets measured at fair value</i>				
Available-for-sale investments	44,836	11,710	33,126	44,836

19 Commitments

19.1 Capital commitments

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
<i>Capital commitments</i>				
Contracted but not provided for	64,197	70,429	37,975	20,556

19.2 Service agreement commitments

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
Within one year	74,224	61,481	29,936	29,145
After one year but within five years	24,138	21,443	13,302	7,749
Total	98,362	82,924	43,238	36,894

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19 Commitments (Continued)

19.3 Other commitments

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Bank guarantee	23,568	23,568	15,612	15,612
Total	<u>23,568</u>	<u>23,568</u>	<u>15,612</u>	<u>15,612</u>

As at 30 June 2017 and 31 December 2016, the above bank guarantee include bank guarantee of a subsidiary of Baht 2.03 million, respectively, which were pledged by cash at bank of the subsidiary (see note 4).

19.4 Long-term operating leases

	Consolidated financial statements		Separate financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Within one year	108,509	108,512	49,800	48,000
After one year but within five years	444,888	450,899	210,000	208,800
After five years	5,906,783	2,244,815	4,105,467	343,200
Total	<u>6,460,180</u>	<u>2,804,226</u>	<u>4,365,267</u>	<u>600,000</u>

On 27 April 2017, the annual general shareholders' meeting of the Company passed a resolution the execution of Land Lease Agreement with The Crown Property Bureau, with a term of 30 years (excluding the Project's construction period of 7 years) and at the end of the term, the Company will be entitled to extend the term for another 30 years on the same terms and conditions in order to invest in the mixed-use project. On 28 June 2017, the Company paid the first lease payment, 20% as specified in the lease contract to The Crown Property Bureau (see note 10).

20 Others

20.1 Investment in overseas

On 24 March 2015, the Board of Directors of the Company approved the establishment of a joint venture in Saudi Arabia, namely Dusit Saudi LLC, which invested by Dusit Overseas Co., Ltd., an indirect subsidiary in order to provide hotel management and technical consultancy services with an authorised share capital of USD 0.13 million (approximately Baht 4.38 million). The subsidiary will invest at 51%. On 2 April 2015, Dusit Overseas Co., Ltd. has signed the joint venture agreement.

As of 30 June 2017, the subsidiary has not called its share subscription.

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20 Others (Continued)

20.2 Investment in Thailand

On 20 June 2017, the Board of Directors of the Company approved the establishment of a new subsidiary and on 1 August 2017 is named, Dusit Thani Properties REIT Company Limited, in order to be REIT Manager for Real Estate Investment Trust, with an authorised share capital of Baht 10.00 million. The Company will invest at 99.99 %.

Such subsidiary is in the process of setting up the company and will process according to its objectives.

21 Events after the reporting period

On 15 August 2017, the Board of Directors of the Company approved the re-positioning of Dusit Thani Hotel Studies Co., Ltd., a subsidiary to align with the new vision and strategy of the education business, by transforming from a vocational school to a part of Dusit Thani College, an indirect subsidiary. Dusit Thani Hotel Studies Co., Ltd. will change name and objectives in the future.

22 Reclassification of accounts

Certain accounts in the 2016 consolidated financial statements have been reclassified to conform with the presentation in the 2017 financial statements as follows:

	2016		
	Before reclassification	Reclassification <i>(in thousand Baht)</i>	After reclassification
<i>Statement of financial position</i>			
Deferred tax assets	150,745	(32,689)	118,056
Deferred tax liabilities	(42,758)	32,689	(10,069)
Total		-	

The reclassifications have been made because, in the opinion of management, the new classification is more appropriate to the Company's business.