

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

TO THE BOARD OF DIRECTORS

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of T Engineering Corporation Public Company Limited and its subsidiary and the separate statement of financial position of T Engineering Corporation Public Company Limited as at March 31, 2018, and the related consolidated and separate statements of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period ended March 31, 2018, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Thai Standard on Review Engagements No. 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Emphasis of Matter

Without modifying our conclusion on the aforementioned interim financial information, we draw attention to Note 29 to the interim financial statements, the Company has many litigations which are currently under the process of the courts.

BANGKOK
May 14, 2018

Nantawat Sumraunhant
Certified Public Accountant (Thailand)
Registration No. 7731
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2018

Unit : Baht

	Notes	Consolidated financial statements		Separate financial statements	
		As at March 31, 2018 “Unaudited”	As at December 31, 2017	As at March 31, 2018 “Unaudited”	As at December 31, 2017
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.2	15,222,078	21,633,197	14,227,662	20,638,581
Current investments	5	6,623,100	8,486,554	6,623,100	8,486,554
Trade and other current receivables	6	137,285,404	109,406,227	137,285,404	109,406,227
Inventories	7	6,152,881	16,504,736	6,152,881	16,504,736
Current tax assets		5,014,866	16,160,978	5,014,866	16,160,969
Deposit for business acquisition	8	-	-	-	-
Other current assets		4,557,049	4,940,615	4,557,049	4,940,615
Total Current Assets		174,855,378	177,132,307	173,860,962	176,137,682
NON-CURRENT ASSETS					
Deposits at financial institution					
with restriction of use	9	69,762,009	84,881,872	69,762,009	84,881,872
Investments held as available for sale	10	49,013,386	53,325,002	49,013,386	53,325,002
Investment in subsidiary	11	-	-	999,970	999,970
Investment in joint arrangement	12	-	-	-	-
Trade and other non-current receivables	13	11,382,898	11,111,115	11,382,898	11,111,115
Property, plant and equipment	14	461,815,749	463,936,433	461,815,749	463,936,433
Retention receivables	15	58,992,484	45,722,060	58,992,484	45,722,060
Intangible assets		3,793,464	4,003,289	3,793,464	4,003,289
Other non-current assets	16	82,200,424	66,022,445	82,200,415	66,022,445
Total Non-current Assets		736,960,414	729,002,216	737,960,375	730,002,186
TOTAL ASSETS		911,815,792	906,134,523	911,821,337	906,139,868

See the condensed notes to the financial statements

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2018

Unit : Baht

	Notes	Consolidated financial statements		Separate financial statements	
		As at March 31, 2018 “Unaudited”	As at December 31, 2017	As at March 31, 2018 “Unaudited”	As at December 31, 2017
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdraft	17	21,882,778	21,926,033	21,882,778	21,926,033
Trade and other current payables	18	219,931,048	216,019,268	219,837,298	215,944,268
Current portion of long-term borrowing from a financial institution	19	40,165,063	40,171,401	40,165,063	40,171,401
Current portion of long-term liabilities under finance lease agreements	20	340,324	420,278	340,324	420,278
Other short-term borrowing	21	12,235,690	12,235,690	12,235,690	12,235,690
Current retention payables		10,780,263	8,024,605	10,780,263	8,024,605
Unearned construction revenues	25	14,404,063	9,113,376	14,404,063	9,113,376
Short-term provisions		228,993	361,281	228,993	361,281
Current provisions for employee benefits		851,267	851,267	851,267	851,267
Other current liabilities		17,693,290	14,638,292	17,693,290	14,638,292
Total Current Liabilities		338,512,779	323,761,491	338,419,029	323,686,491
NON-CURRENT LIABILITIES					
Non-current retention payables		26,870,046	31,776,056	26,870,046	31,776,056
Long-term liabilities under finance lease agreements	20	525,788	593,833	525,788	593,833
Deferred tax liabilities		1,167,661	-	1,167,661	-
Provisions for loss on litigations	29	97,064,000	97,064,000	97,064,000	97,064,000
Non-current provisions for employee benefits		5,201,386	4,701,468	5,201,386	4,701,468
Total Non-current Liabilities		130,828,881	134,135,357	130,828,881	134,135,357
TOTAL LIABILITIES		469,341,660	457,896,848	469,247,910	457,821,848

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2018

Unit : Baht

	Notes	Consolidated financial statements		Separate financial statements	
		As at March 31, 2018 “Unaudited”	As at December 31, 2017	As at March 31, 2018 “Unaudited”	As at December 31, 2017
LIABILITIES AND SHAREHOLDERS' EQUITY					
(CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
	22				
Authorized share capital					
13,035,049,764 ordinary shares of					
Baht 1 each		13,035,049,764	13,035,049,764	13,035,049,764	13,035,049,764
Issued and paid share capital					
10,114,930,520 ordinary shares of					
Baht 1 each, fully paid		10,114,930,520	10,114,930,520	10,114,930,520	10,114,930,520
Discount on ordinary shares		(8,500,747,796)	(8,500,747,796)	(8,500,747,796)	(8,500,747,796)
Capital reserve for share-based payment	23	7,859,252	7,594,702	7,859,252	7,594,702
Retained earnings (deficit)					
Appropriated					
Legal reserve		5,526,839	5,526,839	5,526,839	5,526,839
Unappropriated		(1,430,982,249)	(1,420,283,513)	(1,430,882,924)	(1,420,203,138)
Other components of shareholders' equity		245,887,536	241,216,893	245,887,536	241,216,893
Total shareholders' equity attributable					
to owner of the Company		442,474,102	448,237,645	442,573,427	448,318,020
Non-controlling interests		30	30	-	-
TOTAL SHAREHOLDERS' EQUITY		442,474,132	448,237,675	442,573,427	448,318,020
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		911,815,792	906,134,523	911,821,337	906,139,868

See the condensed notes to the financial statements

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018
“Unaudited”

Unit : Baht

	Notes	Consolidated financial statement 2018	Separate financial statements 2018	2017
Revenues from construction contracts	25	186,989,967	186,989,967	131,105,789
Cost of construction contracts	25	-172,197,538	-172,197,538	-99,719,874
Gross profit		14,792,429	14,792,429	31,385,915
Other income		6,357,693	6,357,693	4,263,666
Administrative expenses		-29,889,467	-29,870,517	-26,797,670
Finance costs		-1,959,391	-1,959,391	-5,696,900
Profit (loss) before income tax expense		-10,698,736	-10,679,786	3,155,011
Income tax income		-	-	-
Profit (loss) for the period		-10,698,736	-10,679,786	3,155,011
Other comprehensive income (loss)				
Components of other comprehensive income that will be subsequently reclassified to profit or loss				
Gains (losses) on remeasuring investments held as available for sale				
	10	5,838,304	5,838,304	-8,398,799
Income tax related to items that will be subsequently reclassified to profit or loss				
		-1,167,661	-1,167,661	-
Other comprehensive income (loss) for the year - net of tax		4,670,643	4,670,643	-8,398,799
Total comprehensive loss		-6,028,093	-6,009,143	-5,243,788
Profit (loss) for the periods attributable to				
Owner of the Company		-10,698,736	-10,679,786	3,155,011
Non-controlling interests		-	-	-
		(10,698,736)	(10,679,786)	3,155,011
Total comprehensive loss for the periods attributable to				
Owner of the Company		-6,028,093	-6,009,143	-5,243,788
Non-controlling interests		-	-	-
		(6,028,093)	(6,009,143)	(5,243,788)
Basic earnings (losses) per share				
Basic earnings (losses) per share (Baht)	24	(0.0011)	(0.0011)	0.0003
Weighted average number of ordinary shares (shares)	24	10,114,930,520	10,114,930,520	10,114,930,520
Diluted earnings (losses) per share				
Diluted earnings (losses) per share (Baht)	24	(0.0011)	(0.0011)	0.0003
Diluted weighted average number of ordinary shares (shares)	24	10,114,930,520	10,114,930,520	10,114,930,520

See the condensed notes to the financial statements

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018
“UNAUDITED”

Unit : Baht

Note	Consolidated financial statement										
	Issued and paid-up share capital	Discount on ordinary shares	Capital reserve for share-based payment	Retained earnings (deficit)		Other components of shareholders' equity				Non-controlling interests	Total Shareholders' equity
				Appropriated Legal reserve	Unappropriated	Other comprehensive income (loss) Gain on revaluation of assets	Gains (losses) on remeasuring investments held as available-for-sale	Total other components of shareholders' equity			
Balances as at January 1, 2018	10,114,930,520	(8,500,747,796)	7,594,702	5,526,839	(1,420,283,513)	262,702,283	(21,485,390)	241,216,893	30	448,237,675	
Changes in shareholders' equity											
Capital reserve for share-based payment	23.1	-	264,550	-	-	-	-	-	-	264,550	
Total comprehensive loss for the year		-	-	-	(10,698,736)	-	4,670,643	4,670,643	-	(6,028,093)	
Balances as at March 31, 2018		10,114,930,520	-8,500,747,796	7,859,252	5,526,839	-1,430,982,249	262,702,283	-16,814,747	245,887,536	30	442,474,132

See the condensed notes to the financial statements

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018
“UNAUDITED”

Unit : Baht

	Notes	Separate financial statements							Total Shareholders' equity	
		Issued and paid share capital	Discount on ordinary shares	Capital reserve for share-based payment	Retained earnings (deficit)		Other components of shareholders' equity			
					Appropriated legal reserve	Unappropriated	Other comprehensive income (loss)			Total other components of shareholders' equity
							Gain on revaluation of assets	Gains (losses) on remeasuring investments held as available-for-sale		
Balances as at January 1, 2017		10,114,930,520	(8,500,747,796)	6,756,156	5,526,839	(1,302,253,624)	262,702,283	(2,615,866)	260,086,417	584,298,512
Changes in shareholders' equity										
Capital reserve for share-based payment	23.1	-	-	141,447	-	-	-	-	-	141,447
Total comprehensive loss for the year		-	-	-	-	3,155,011	-	(8,398,799)	(8,398,799)	(5,243,788)
Balances as at March 31, 2017		<u>10,114,930,520</u>	<u>(8,500,747,796)</u>	<u>6,897,603</u>	<u>5,526,839</u>	<u>(1,299,098,613)</u>	<u>262,702,283</u>	<u>(11,014,665)</u>	<u>251,687,618</u>	<u>579,196,171</u>
Balances as at January 1, 2018		10,114,930,520	(8,500,747,796)	7,594,702	5,526,839	(1,420,203,138)	262,702,283	(21,485,390)	241,216,893	448,318,020
Changes in shareholders' equity										
Capital reserve for share-based payment	23.1	-	-	264,550	-	-	-	-	-	264,550
Total comprehensive loss for the year		-	-	-	-	(10,679,786)	-	4,670,643	4,670,643	(6,009,143)
Balances as at March 31, 2018		<u>10,114,930,520</u>	<u>(8,500,747,796)</u>	<u>7,859,252</u>	<u>5,526,839</u>	<u>(1,430,882,924)</u>	<u>262,702,283</u>	<u>(16,814,747)</u>	<u>245,887,536</u>	<u>442,573,427</u>

See the condensed notes to the financial statements

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENT OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018

“UNAUDITED”

Unit : Baht

	Consolidated financial statement	Separate financial statements	
	2018	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit (loss) before income tax expense	(10,698,736)	(10,679,786)	3,155,011
Adjustments :			
Depreciation and amortization	2,761,553	2,761,553	3,538,447
Employee benefit expenses	499,918	499,918	484,806
Reversal of doubtful accounts	-	-	(9,745)
Reversal of retention payables	-	-	(2,757,068)
Capital reserve for share-based payment	264,550	264,550	141,447
Reversal of short-term provisions	(132,288)	(132,288)	-
Reversal of trade payables	(2,326,238)	(2,326,238)	-
Gain on sales of equipment	(6,678)	(6,678)	-
Loss on write-off of equipment	4,030	4,030	85,694
Unrealized loss on revaluation of current investment	923,167	923,167	-
Loss (gain) on sales of investments held as available for sale	2,808,499	2,808,499	(580,270)
Loss on sales of investments held for trading	460,424	460,424	-
Interest income	(134,154)	(134,154)	(231,328)
Interest expenses	1,055,457	1,055,457	2,248,254
	<u>(4,520,496)</u>	<u>(4,501,546)</u>	<u>6,075,248</u>
Operating assets (increase) decrease			
Current investments	479,863	479,863	-
Trade and other current receivables	(27,501,409)	(27,501,409)	(42,167,374)
Inventories	10,351,855	10,351,855	5,402,663
Other current assets	383,566	383,566	139,611
Deposits at financial institution with restriction of use	15,119,863	15,119,863	20,415,177
Trade and other non-current receivables	(271,783)	(271,783)	(246,528)
Retention receivables	(13,270,424)	(13,270,424)	2,915,824
Other non-current assets	(17,001)	(17,001)	(8,958,818)

T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018
“UNAUDITED”

Unit : Baht

	Consolidated financial statement 2018	Separate financial statements 2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)			
Operating liabilities increase (decrease)			
Trade and other current payables	6,231,140	6,212,390	(30,044,448)
Current retention payables	2,755,658	2,755,658	1,269,857
Unearned construction revenues	5,290,687	5,290,687	4,407,702
Short-term provisions	-	-	(176,903)
Other current liabilities	3,054,998	3,054,998	1,679,613
Non-current retention payables	(4,906,010)	(4,906,010)	(1,284,157)
Cash paid from operations	(6,819,493)	(6,819,293)	(40,572,533)
Cash received from interest	191,654	191,654	311,949
Cash paid for income tax	(5,014,866)	(5,014,866)	(2,944,190)
Net cash used in operating activities	<u>(11,642,705)</u>	<u>(11,642,505)</u>	<u>(43,204,774)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for purchases of investments			
held as available for sale	-	-	(30,802,187)
Cash received from sales of investments			
held as available for sale	6,906,153	6,906,153	19,129,497
Payment for purchase of equipment	(436,807)	(436,807)	(335,104)
Cash received from sales of equipment	8,411	8,411	-
Net cash received (used) in investing activities	<u>6,477,757</u>	<u>6,477,757</u>	<u>(12,007,794)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Bank overdraft decrease	(43,255)	(43,255)	(4,124)
Repayments for long-term borrowing from			
a financial institution	(6,338)	(6,338)	(17,250,000)
Repayments for liabilities under financial lease agreements	(147,999)	(147,999)	(236,338)
Cash paid for interest expenses	(1,048,579)	(1,048,579)	(2,059,690)
Net cash used in financing activities	<u>(1,246,171)</u>	<u>(1,246,171)</u>	<u>(19,550,152)</u>
Net decrease in cash and cash equivalents	(6,411,119)	(6,410,919)	(74,762,720)
Cash and cash equivalents as at January 1,	21,633,197	20,638,581	184,843,962
Cash and cash equivalents as at March 31,	<u><u>15,222,078</u></u>	<u><u>14,227,662</u></u>	<u><u>110,081,242</u></u>

See the condensed notes to the financial statements

**T ENGINEERING CORPORATION PUBLIC COMPANY LIMITED AND SUBSIDIARY
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018
“UNAUDITED”**

1. OPERATION AND GENERAL INFORMATION OF THE COMPANY

T Engineering Corporation Public Company Limited (the “Company”) was incorporated in Thailand under the Civil and Commercial Code on April 10, 1981 and engages as a plant and building construction and other related services.

On July 14, 2005, the Company was registered under the Public Limited Company Act. On September 28, 2006, the Company was listed in the Market for Alternative Investment (“MAI”) on the Stock Exchange of Thailand.

The registered office of the Company is located at 15th floor, Rajanakarn Building, 3 South Sathorn Road, Yannawa, Sathorn District, Bangkok.

2. BASIS OF PREPARATION AND PRESENTATION OF INTERIM FINANCIAL STATEMENTS

- 2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2017) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.
- 2.2 The consolidated and separate statements of financial position as at December 31, 2017, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.
- 2.3 The unaudited results of operations presented in the three-month period ended March 31, 2018 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended March 31, 2018 should be read in conjunction with the audited financial statements for the year ended December 31, 2017.
- 2.5 The preparation of consolidated and separate interim financial statement in conformity with Thai Accounting Standard No. 34 (Revised 2017) “Interim Financial Reporting” also require the Company and subsidiary managements to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the end of the reporting period and the reported amounts of revenue and expense during the reporting period. Although these estimates are based on managements’ reasonable consideration of current events, actual results may differ from these estimates.

- 2.6 The Company prepared and presented the consolidated interim financial statements which did not recognize its interest in a joint operation in Joint Venture between Thai Industrial & Engineering Service Plc. and Reungnarong Co., Ltd. according to Thai Financial Reporting Standard No. 11 (Revised 2017) “Joint Arrangements” because such joint arrangement ceased its operation since 2014 and such investment in a joint operation has no material impact to the financial statements (see Note 12).
- 2.7 The interim consolidated financial statements for the three-month period ended March 31, 2018 included the accounts of the Company and its subsidiary. This subsidiary is detailed as follows:

Subsidiary	Incorporation country	Type of Business	Percentage of Investments (%)
			March 31, 2018
T Asset Management Company Limited	Thailand	Property development and asset management	99.99%

Material intercompany transactions between the Company and its subsidiary have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month period ended March 31, 2018 have included the subsidiary’s interim financial statements for the three-month period ended March 31, 2018 which were reviewed.

- 2.8 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2018, for the preparation of the consolidated and separate financial statements. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company’s interim financial statements, except the following financial reporting standard.

Thai Accounting Standard No. 7 (Revised 2017) “Statement of Cash Flows”

This revised accounting standard requires the disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. This accounting standard requires prospective method for such amendment.

- 2.9 Thai Financial Reporting Standard announced in the Royal Gazette but not yet effective.

The Federation of Accounting Professions has issued the Notification regarding Thai Financial Reporting Standard No. 15 “Revenue from Contracts with Customers” which has been announced in the Royal Gazette on March 14, 2018 and will be effective for the financial statements for the period beginning on or after January 1, 2019 onwards.

The Company and subsidiary's management will adopt such TFRS in the preparation of the Company and subsidiary's financial statements when it becomes effective. The Company and subsidiary's management is in the process to assess the impact of this TFRS on the financial statements of the Company and subsidiary in the period of initial application.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2017.

4. SUPPLEMENTARY DISCLOSURES OF CASH FLOWS INFORMATION

4.1 Non-cash item for the three-month periods ended March 31, 2018 and 2017 are as follows:

	Consolidated		Separate	
	financial statement		financial statements	
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Unrealized gains (losses) on remeasuring investments held as available for sale	5,838,304	5,838,304	5,838,304	(8,398,799)
Unrealized loss on revaluation of current investment	923,167	923,167	923,167	-

4.2 Cash and cash equivalents as at March 31, 2018 and December 31, 2017 consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Cash on hand	744,098	733,726	744,098	733,726
Cash at banks				
- Savings accounts	7,352,074	5,361,113	6,357,658	4,366,497
- Current accounts	6,788,283	15,332,376	6,788,283	15,332,376
- Fixed accounts (maturity less than 3 months)	337,623	205,982	337,623	205,982
Total	<u>15,222,078</u>	<u>21,633,197</u>	<u>14,227,662</u>	<u>20,638,581</u>

As at March 31, 2018 and December 31, 2017, savings accounts carrying interest rate at 0.38% - 0.40% per annum.

As at March 31, 2018 and December 31, 2017, fixed deposits at banks (maturity less than 3 months) carrying interest rate at 0.75% - 1.38% per annum and 0.73% - 1.38% per annum, respectively.

5. CURRENT INVESTMENTS

Current investments as at March 31, 2018 and December 31, 2017 consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Current investments				
Held-for-trading securities - equity securities	15,216,072	16,156,359	15,216,072	16,156,359
Unrealized loss	(8,592,972)	(7,669,805)	(8,592,972)	(7,669,805)
Total	<u>6,623,100</u>	<u>8,486,554</u>	<u>6,623,100</u>	<u>8,486,554</u>

Unrealized loss on revaluation of current investments in held-for-trading securities

As at March 31, 2018, the Company has unrealized loss on revaluation of current investments in held-for-trading securities of Baht 8.59 million which unrealized loss on revaluation of current investments in held-for-trading securities is recognized as expense in the consolidated and separate statements of profit or loss and other comprehensive income for the three-month period ended March 31, 2018 of Baht 0.92 million (for the three-month period ended March 31, 2017: Nil).

Trading of held-for-trading securities

For the three-month period ended March 31, 2018, the Company did not purchase held-for-trading securities and sold held-for-trading securities of Baht 0.94 million (for the three-month period ended March 31, 2017: Nil).

6. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables as at March 31, 2018 and December 31, 2017 consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Trade receivables				
- Other parties	47,042,201	37,336,463	47,042,201	37,336,463
Trade receivables	<u>47,042,201</u>	<u>37,336,463</u>	<u>47,042,201</u>	<u>37,336,463</u>
Unbilled construction revenues (see Note 25)	79,339,874	62,980,320	79,339,874	62,980,320

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Other current receivables				
Other current receivables				
- Other parties	1,179,847	559,696	1,179,847	559,696
Advance payments for construction	5,049,815	5,782,894	5,049,815	5,782,894
Advance payments	621,326	308,401	621,326	308,401
Prepaid expenses	4,052,341	2,438,453	4,052,341	2,438,453
Other receivables	10,903,329	9,089,444	10,903,329	9,089,444
Total	137,285,404	109,406,227	137,285,404	109,406,227

The aging of trade receivables as at March 31, 2018 and December 31, 2017, are as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Within credit term	47,042,201	37,336,463	47,042,201	37,336,463
Total	47,042,201	37,336,463	47,042,201	37,336,463

7. INVENTORIES

Inventories as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Construction materials	2,181,792	2,181,792	2,181,792	2,181,792
Work in progress	3,971,089	14,322,944	3,971,089	14,322,944
Total	6,152,881	16,504,736	6,152,881	16,504,736

8. DEPOSIT FOR BUSINESS ACQUISITION

On April 9, 2015, the Company paid deposit of Baht 10 million to a counterparty in order to inspect the business status of a local hotel. However, on September 7, 2015, the Company's Board of Directors' meeting approved not to invest in this hotel. Later, the Company sued the counterparty for refunding the deposit. On October 11, 2016, the Civil Court already rendered its judgement to dismiss the case and gave the right for the counterparty to seize such deposit. However, the Company appealed the case on January 9, 2017 and the Court appointed hearing judgment on October 24, 2017. Subsequently, the Court postponed the ordering judgment to December 27, 2017. On December 27, 2017, the Appeal Court reaffirmed the Civil Court for the cases. Subsequently, the Company processed to the Supreme Court on April 9, 2018. The Company recorded the allowance for doubtful debt as at March 31, 2018 and December 31, 2017 amounting to Baht 10 million.

9. DEPOSITS AT FINANCIAL INSTITUTION WITH RESTRICTION OF USE

As at March 31, 2018 and December 31, 2017, deposits at financial institution with restriction of use amounting to Baht 69.76 million and Baht 84.88 million, respectively, were fixed deposits with maturity term of 3 months, carrying interest rate at 0.75% - 1.38% per annum which the Company used as collateral for facility of letters of guarantee issued by financial institutions (see Note 27.1).

10. INVESTMENTS HELD AS AVAILABLE FOR SALE

Investments held as available for sale as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Investments held as available for sale				
Equity securities	70,031,819	80,181,739	70,031,819	80,181,739
Unrealized loss	(21,018,433)	(26,856,737)	(21,018,433)	(26,856,737)
Total	<u>49,013,386</u>	<u>53,325,002</u>	<u>49,013,386</u>	<u>53,325,002</u>

Unrealized loss on change in fair value of investments held as available for sale

As at March 31, 2018 and 2017, the Company has unrealized loss on change in fair value of investments held as available for sale of Baht 21.02 million and Baht 11.67 million, respectively, which unrealized gains (losses) on change in fair value of investment held as available for sale are recognized as other comprehensive income in the consolidated and separate statements of profit or loss and other comprehensive income for the three-month period ended March 31, 2018 of Baht 5.84 million and other comprehensive loss in the separate statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2017 of Baht 8.40 million, respectively.

Trading of Investments held as available for sale

For the three-month period ended March 31, 2018, the Company did not purchase investments held as available for sale and sold investments held as available for sale of Baht 10.15 million.

For the three-month period ended March 31, 2017, the Company purchased investments held as available for sale of Baht 30.80 million and sold investments held as available for sale of Baht 19.13 million.

11. INVESTMENT IN A SUBSIDIARY

Investment in a subsidiary stated by the cost method, as at March 31, 2018 and December 31, 2017 consisted of the following:

Subsidiary	Type of business	Separate financial statements					
		Shareholding %		Paid-up share capital		Cost (Baht)	
		As at March 31, 2018	As at December 31, 2017	As at March 31, 2018	As at December 31, 2017	As at March 31, 2018	As at December 31, 2017
T Asset Management Company Limited	Property development and asset management	99.99	99.99	1,000,000	1,000,000	999,970	999,970
						<u>999,970</u>	<u>999,970</u>

T Asset Management Company Limited was registered on August 29, 2017. The Company purchased 99,997 ordinary shares which is 99.99% of the authorized share capital of T Asset Management Company Limited at Baht 10 per share, totalling Baht 999,970 and already made a payment for the share subscription. The Company considered that T Asset Management Company Limited is a subsidiary since August 29, 2017.

12. INVESTMENT IN JOINT ARRANGEMENT

Investment in joint arrangement as at March 31, 2018 and December 31, 2017, is as follows:

Name of joint arrangement	Type of business	Consolidated and Separate financial statements			
		Ownership interest (%)		Cost (Baht)	
		As at March 31, 2018	As at December 31, 2017	As at March 31, 2018	As at December 31, 2017
Joint Venture between Thai Industrial & Engineering Service Plc. and Reaungnarong Co., Ltd.	Construction business	51	51	510,000	510,000
<u>Less</u> Allowance for impairment				<u>(510,000)</u>	<u>(510,000)</u>
Total investment in joint arrangement				<u>-</u>	<u>-</u>

The Company prepared and presented the consolidated financial statements, which did not include the interest in a joint arrangement in Joint Venture between Thai Industrial & Engineering Service Plc. and Reaungnarong Co., Ltd. since it is not material to the interim financial statements (see Note 2.6).

13. TRADE AND OTHER NON-CURRENT RECEIVABLES

Trade and other non-current receivables as at March 31, 2018 and December 31, 2017, consisted of the followings:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Trade receivables				
- Other parties	148,731,916	148,731,916	148,731,916	148,731,916
<u>Less</u> Allowance for doubtful accounts	<u>(148,731,916)</u>	<u>(148,731,916)</u>	<u>(148,731,916)</u>	<u>(148,731,916)</u>
Trade receivables	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unbilled construction revenues (see Note 25)	39,619,782	39,619,782	39,619,782	39,619,782
<u>Less</u> Allowance for doubtful accounts	<u>(39,619,782)</u>	<u>(39,619,782)</u>	<u>(39,619,782)</u>	<u>(39,619,782)</u>
Unbilled construction revenues (see Note 25)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other non-current receivables				
Other receivables				
- Related party (see Note 26)	428,689	428,689	428,689	428,689
- Other parties	7,803,226	7,803,226	7,803,226	7,803,226
- Other receivables - bank (see Note 29.1)	5,334,318	5,334,318	5,334,318	5,334,318
<u>Less</u> Allowance for doubtful accounts	<u>(6,632,619)</u>	<u>(6,632,619)</u>	<u>(6,632,619)</u>	<u>(6,632,619)</u>
Other receivables	<u>6,933,614</u>	<u>6,933,614</u>	<u>6,933,614</u>	<u>6,933,614</u>
Advance payments	7,842,027	7,842,027	7,842,027	7,842,027
<u>Less</u> Allowance for doubtful accounts	<u>(7,840,537)</u>	<u>(7,840,537)</u>	<u>(7,840,537)</u>	<u>(7,840,537)</u>
Advance payments	<u>1,490</u>	<u>1,490</u>	<u>1,490</u>	<u>1,490</u>
Advance payments for construction	3,526,334	3,064,733	3,526,334	3,064,733
Prepaid expenses	921,460	1,111,278	921,460	1,111,278
Other non-current receivables	<u>11,382,898</u>	<u>11,111,115</u>	<u>11,382,898</u>	<u>11,111,115</u>
Total	<u>11,382,898</u>	<u>11,111,115</u>	<u>11,382,898</u>	<u>11,111,115</u>

The aging of trade receivables as at March 31, 2018 and December 31, 2017, are as follows:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Overdue				
Over 12 months	148,731,916	148,731,916	148,731,916	148,731,916
Total	<u>148,731,916</u>	<u>148,731,916</u>	<u>148,731,916</u>	<u>148,731,916</u>

For the three-month periods ended March 31, 2018 and 2017, the movements of allowance for doubtful accounts are as follows:

	Consolidated financial statement	Separate financial statements	
	2018 Baht	2018 Baht	2017 Baht
Beginning balances	202,824,854	202,824,854	202,465,649
<u>Less</u> Reversal of doubtful accounts during the periods	-	-	(9,745)
Ending balances	<u>202,824,854</u>	<u>202,824,854</u>	<u>202,455,904</u>

14. PROPERTY, PLANT AND EQUIPMENT

As at March 31, 2018, property, plant and equipment in the financial statements decreased approximately Baht 2.12 million mainly due to increase in accumulated depreciation.

As at March 31, 2018 and December 31, 2017, land and building having net carrying amount of Baht 373.43 million and Baht 359.02 million, respectively, are pledged as a collateral for bank overdraft from a financial institution (see Note 17), long-term borrowing from a financial institution (see Note 19) and letters of guarantee issued by financial institutions (see Note 27.1).

15. RETENTION RECEIVABLES

Retention receivables as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Retention receivables	116,973,241	103,702,817	116,973,241	103,702,817
Retention receivable used as collateral to creditor	703,719	703,719	703,719	703,719
Total	<u>117,676,960</u>	<u>104,406,536</u>	<u>117,676,960</u>	<u>104,406,536</u>
<u>Less</u> Allowance for doubtful accounts	<u>(58,684,476)</u>	<u>(58,684,476)</u>	<u>(58,684,476)</u>	<u>(58,684,476)</u>
Total	<u>58,992,484</u>	<u>45,722,060</u>	<u>58,992,484</u>	<u>45,722,060</u>

For the three-month periods ended March 31, 2018 and 2017, the movements of allowance for doubtful accounts are as follows:

	Consolidated financial statement		Separate financial statements	
	2018 Baht		2018 Baht	2017 Baht
Beginning balances	58,684,476		58,684,476	58,684,476
<u>Add</u> Doubtful accounts recorded during the periods	-		-	-
Ending balances	<u>58,684,476</u>		<u>58,684,476</u>	<u>58,684,476</u>

As at March 31, 2018 and December 31, 2017, the Company transferred the rights to claim on collectability from retention receivables with respect to certain construction projects amounting to Baht 0.70 million to the financial institutions in order to use as collateral for facility of letters of guarantee issued by financial institutions (see Note 27.1).

16. OTHER NON-CURRENT ASSETS

Other non-current assets as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Guarantees and deposits	4,799,911	4,782,911	4,799,911	4,782,911
Withholding tax	81,899,351	65,738,372	81,899,342	65,738,372
Total	86,699,262	70,521,283	86,699,253	70,521,283
<u>Less</u> Allowance for doubtful accounts	<u>(4,498,838)</u>	<u>(4,498,838)</u>	<u>(4,498,838)</u>	<u>(4,498,838)</u>
Total	<u>82,200,424</u>	<u>66,022,445</u>	<u>82,200,415</u>	<u>66,022,445</u>

17. BANK OVERDRAFT

Bank overdraft from a financial institution as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Bank overdraft	21,882,778	21,926,033	21,882,778	21,926,033
Total	<u>21,882,778</u>	<u>21,926,033</u>	<u>21,882,778</u>	<u>21,926,033</u>

As at March 31, 2018 and December 31, 2017, the Company and subsidiary have bank overdraft facility with a domestic bank totaling Baht 22 million, carrying interest rate at 7% to 9% per annum, which has certain land and buildings (see Note 14) as collateral. In addition, such bank overdraft from a financial institution is guaranteed by 2 individual persons.

Movements of bank overdraft arising from financing activities for the three-month periods ended March 31, are as follows:

	Consolidated		Separate	
	financial statement		financial statements	
	2018		2018	2017
	Baht		Baht	Baht
Bank overdraft as at January 1,	21,926,033		21,926,033	21,815,231
Additions	1,256,075		1,256,075	19,360,861
Repayments	(1,299,330)		(1,299,330)	(19,364,985)
Total Cash flows items	<u>(43,255)</u>		<u>(43,255)</u>	<u>(4,124)</u>
Bank overdraft as at March 31,	<u>21,882,778</u>		<u>21,882,778</u>	<u>21,811,107</u>

18. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Trade payables				
- Other parties	123,040,397	119,028,643	123,040,397	119,028,643
Trade payables	<u>123,040,397</u>	<u>119,028,643</u>	<u>123,040,397</u>	<u>119,028,643</u>
Other current payables				
Other current payables				
- Related parties (see Note 26)	1,200,000	1,200,000	1,200,000	1,200,000
- Other parties	77,792,306	74,746,830	77,792,306	74,746,830
Accrued expenses	17,898,345	21,043,795	17,804,595	20,968,795
Other current payables	<u>96,890,651</u>	<u>96,990,625</u>	<u>96,796,901</u>	<u>96,915,625</u>
Total	<u>219,931,048</u>	<u>216,019,268</u>	<u>219,837,298</u>	<u>215,944,268</u>

19. LONG-TERM BORROWING FROM A FINANCIAL INSTITUTION

Long-term borrowing from a financial institution as at March 31, 2018 and December 31, 2017, consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Long-term borrowing	40,165,063	40,171,401	40,165,063	40,171,401
<u>Less</u> Current portion	<u>(40,165,063)</u>	<u>(40,171,401)</u>	<u>(40,165,063)</u>	<u>(40,171,401)</u>
Long-term borrowing from a financial institution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Long-term borrowing from a financial institution stated above is long-term borrowing from entering into the debt restructuring agreement with a domestic bank amounting to Baht 207 million on August 17, 2015, in which the repayment conditions is on a monthly basis of Baht 5.75 million starting from July 2015 to July 2018, with interest rate at MLR per annum. This borrowing is secured by the Company's land and building (see Note 14). Subsequently, on March 30, 2018, the Company entered into agreement to agree for all principle repayment to such bank amounting Baht 40.17 million within July 2018.

Movements of long-term borrowing from a financial institution arising from financing activities for the three-month periods ended March 31, are as follows:

	Consolidated		Separate	
	financial statement		financial statements	
	2018		2018	2017
	Baht		Baht	Baht
Long-term borrowing from a financial institution as at January 1,	40,171,401		40,171,401	109,171,401
Additions	-		-	-
Repayments	(6,338)		(6,338)	(17,250,000)
Total Cash flows items	<u>(6,338)</u>		<u>(6,338)</u>	<u>(17,250,000)</u>
Long-term borrowing from a financial institution as at March 31,	<u>40,165,063</u>		<u>40,165,063</u>	<u>91,921,401</u>

20. LIABILITIES UNDER FINANCE LEASE AGREEMENTS

Liabilities under finance lease agreements as at March 31, 2018 and December 31, 2017 consisted of the following:

Payment periods	The minimum amount to be paid in the future			
	Consolidated		Separate	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Within 1 year	407,092	495,510	407,092	495,510
1 - 5 years	574,287	656,328	574,287	656,328
	<u>981,379</u>	<u>1,151,838</u>	<u>981,379</u>	<u>1,151,838</u>
<u>Less</u> Deferred interest under finance lease agreements	(115,267)	(137,727)	(115,267)	(137,727)
Total	<u>866,112</u>	<u>1,014,111</u>	<u>866,112</u>	<u>1,014,111</u>

Payment periods	Present value of the minimum amount to be paid in the future			
	Consolidated		Separate	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Within 1 year	340,324	420,278	340,324	420,278
1 - 5 years	525,788	593,833	525,788	593,833
Total	<u>866,112</u>	<u>1,014,111</u>	<u>866,112</u>	<u>1,014,111</u>

Movements of liabilities under finance lease agreements arising from financing activities for the three-month periods ended March 31, are as follows:

	Consolidated financial statement 2018 Baht	Separate financial statements 2018 2017 Baht Baht	
Liabilities under finance lease agreements as at January 1,	1,014,111	1,014,111	1,909,412
Additions	-	-	-
Repayments	(147,999)	(147,999)	(236,338)
Total Cash flows items	<u>(147,999)</u>	<u>(147,999)</u>	<u>(236,338)</u>
Liabilities under finance lease agreements as at March 31,	<u>866,112</u>	<u>866,112</u>	<u>1,673,074</u>

21. OTHER SHORT-TERM BORROWING

As at March 31, 2018 and December 31, 2017, other short-term borrowing is a borrowing due at call from the Company's former director amounting to Baht 12.24 million without a written borrowing agreement with the interest rate at MLR which is approximately 6.25% per annum. However, according to the debt restructuring agreement with a financial institution, the Company must completely repay the borrowing within 2018 (see Note 19). Therefore, as at March 31, 2018 and December 31, 2017 the Company classifies such borrowing from Company's former director as other short-term borrowing.

For the three-month periods ended March 31, 2018 and 2017, the Company has no movement of other short-term borrowing.

22. SHARE CAPITAL

On April 27, 2017, the Annual General Shareholders' Meeting passed the resolution to decrease the Company's authorized share capital from the amount of Baht 41,294,049,764 to Baht 13,035,049,764 by cancelling the unissued ordinary shares capital of 28,259,000,000 shares at par value of Baht 1 each which were issued to reserve for Private Placement. The Company registered the decrease in registered share capital with the Ministry of Commerce on May 18, 2017.

23. WARRANTS

23.1 The Annual General Meeting of Shareholders held on April 25, 2013, passed the resolution to approve the issuance of Warrants No. 1 (TIES-WA) in the number of 22,000,000 units to the management and employees and the Extraordinary General Meeting of Shareholders held on November 17, 2014 passed a resolution to approve the allotment and offering of new issued ordinary shares of the Company to the existing shareholders of the Company in proportion to their respective shareholdings (Right Offering) and adjustment of right which specified that the Company is obliged to adjust the exercise price and exercise ratio. The preliminary details of the warrants are described below:

Type of Warrants : Warrants purchasing ordinary shares of Thai Industrial & Engineering Service Public Company Limited allocated to the management and employees

- Type : Specified warrant's holder and non-transferable
- Term of Warrants : 5 years from the issuing date of warrants
- Number of issued and offered warrants : 22,000,000 units
- Offering Price : Baht 0 per unit
- Allocation method : 17,000,000 units directly allocated to management and employees 5,000,000 units allocated by the appointed person from the Board of Directors and/or Managing Director in order to allocate to new management and employees who will work for the Company within 1 year from the date of the shareholders' meeting approve this offering
- Exercise Ratio : 1 warrant to 11.971 ordinary shares (Formerly: 1 warrant to 1 ordinary share)
- Exercise Price : Baht 1 (Formerly: Baht 2.50)
- Exercise Period : The first: 1 year after the Company issued warrants, and not exceed 25% of the allocated warrants
- The second: 2 years after the Company issued warrants, and not exceed 50% of the allocated warrants
- The third: 3 years after the Company issued warrants, and not exceed 75% of the allocated warrants
- The forth: 4 years after the Company issued warrants, and not exceed 100% of the allocated warrants

Holder of warrants are able to exercise the warrants to ordinary shares on the last business day of March, June, September and December throughout the term of the warrants. As at March 31, 2018, the outstanding warrants which have not yet exercised are in the number of 8,140,000 units.

- 23.2 The Extraordinary General Meeting of Shareholders held on June 5, 2015, passed the resolution to approve the issuance of Warrants No. 3 (T-W3) in the number of not exceeding 1,451,232,630 units to the existing shareholders at the ratio of 4 existing ordinary shares to 1 warrant. The preliminary details of the warrants are described below:

- Type of Warrants : Warrants purchasing ordinary shares of Thai Industrial & Engineering Service Public Company Limited No. 3 (T-W3)
- Type : Specified warrant's holder and transferable
- Term of Warrants : 3 years from the issuing date of warrants

Number of issued and offered warrants	: 1,451,232,630 units
Offering Price	: Baht 0 per unit
Exercise Ratio	: 1 warrant to 1.594 ordinary share (except in case of the adjustment exercise ratio to the terms and conditions)
Exercise Price	: Baht 1 per share (except in case of the adjustment exercise price to the terms and conditions)

23.3 The Extraordinary General Meeting of Shareholders held on June 5, 2015, passed the resolution to approve the issuance of Warrants No. 4 (T-W4) in the amount of not exceeding 3,000,000,000 units to whom subscribe and pay for the new ordinary shares issued and offered via Private Placement at the ratio of 10 new shares to 1 warrant. The preliminary details of the warrants are described below:

Type of Warrants	: Warrants purchasing ordinary shares of Thai Industrial & Engineering Service Public Company Limited No. 4 (T-W4)
Type	: Specified warrant's holder and transferable
Term of Warrants	: 3 years from the issuing date of warrants
Number of issued and offered warrants	: 3,000,000,000 units
Offering Price	: Baht 0 per unit
Exercise Ratio	: 1 warrant to 1 ordinary share (except in case of the adjustment exercise ratio to the terms and conditions)
Exercise Price	: Baht 1 per share (except in case of the adjustment exercise price to the terms and conditions)

24. BASIC EARNINGS (LOSSES) PER SHARE AND DILUTED EARNINGS (LOSSES) PER SHARE

Basic earnings (losses) per share for the three-month periods ended March 31, 2018 and 2017 are calculated by dividing profit (loss) for the periods by weighted average number of ordinary shares issued during the periods.

For the three-month periods ended March 31, 2018 and 2017

	Consolidated financial statement		Separate financial statements	
	2018 Baht	2018 Baht	2018 Baht	2017 Baht
Profit (loss) for the years (Baht)	(10,698,736)	(10,679,786)		3,155,011
Weighted average number of ordinary shares (shares)	10,114,930,520	10,114,930,520	10,114,930,520	10,114,930,520
Basic earnings (losses) per share (Baht)	<u>(0.0011)</u>	<u>(0.0011)</u>	<u>(0.0011)</u>	<u>0.0003</u>

DILUTED EARNINGS (LOSSES) PER SHARE

Diluted earnings (losses) per share for the three-month periods ended March 31, 2018 and 2017 are calculated by dividing the profit (loss) for the periods of ordinary shareholders by the sum of the weighted average number of ordinary shares outstanding during the periods and the weighted average number of shares to be issued for the exercise of all dilutive potential ordinary shares into ordinary shares, without any consideration. The calculation assumes that the holders will exercise dilutive potential ordinary share into ordinary shares when the exercise price is lower than fair value of ordinary shares. However, fair value of the Company's ordinary shares for the three-month periods ended March 31, 2018 and 2017 were lower than the exercise price causing the Company to exclude the effect of dilutive potential ordinary share from the calculation of diluted earnings (losses) per share.

25. SIGNIFICANT INFORMATION OF CONSTRUCTION CONTRACTS

Significant information of construction contracts as at March 31, 2018 and December 31, 2017, are as follows:

	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Contract revenues	1,703,261,739	2,429,073,956	1,703,261,739	2,429,073,956
Cost incurred to date	933,399,503	1,443,875,921	933,399,503	1,443,875,921
Profit (loss) recognized to date	36,096,173	(19,816,821)	36,096,173	(19,816,821)
Cost and profit or loss recognized to date	969,495,676	1,424,059,100	969,495,676	1,424,059,100
<u>Less</u> Progress billings to date	(904,559,865)	(1,370,192,156)	(904,559,865)	(1,370,192,156)
Unbilled construction revenues	(79,339,874)	(62,980,320)	(79,339,874)	(62,980,320)
Unearned construction revenues	(14,404,063)	(9,113,376)	(14,404,063)	(9,113,376)
Cost of construction contracts incurred during the period/year	176,168,627	519,823,026	176,168,627	519,823,026
Expected loss on construction contracts	(423,253)	(28,289,750)	(423,253)	(28,289,750)
Cost of construction contracts incurred recognized as expense during the period/year	(171,774,285)	(477,210,332)	(171,774,285)	(477,210,332)
Cost of construction contracts related to activities in the future which recognized as asset	3,971,089	14,322,944	3,971,089	14,322,944
Unbilled construction revenues at the beginning of the period/year	62,980,320	72,176,743	62,980,320	72,176,743
Unearned construction revenues at the beginning of the period/year	(9,113,376)	(7,269,498)	(9,113,376)	(7,269,498)
Revenues from construction contracts recognized as revenues during the period/year	186,989,967	519,389,160	186,989,967	519,389,160
Progress billings during the period/year	(175,921,100)	(530,429,461)	(175,921,100)	(530,429,461)
Unearned construction revenues at the ending of period/year	14,404,063	9,113,376	14,404,063	9,113,376
Unbilled construction revenues	79,339,874	62,980,320	79,339,874	62,980,320

	For the three-month periods ended March 31,		
	Consolidated	Separate	
	financial statement	financial statements	
	2018	2018	2017
	Baht	Baht	Baht
Revenues from construction contracts recognized as revenues during the periods	186,989,967	186,989,967	131,105,789
Expected loss on construction contracts	(423,253)	(423,253)	-
Cost of construction contracts incurred recognized as expense during the periods	(171,774,285)	(171,774,285)	(99,719,874)
Profit recognized during the periods	<u>14,792,429</u>	<u>14,792,429</u>	<u>31,385,915</u>

26. RELATED PARTY TRANSACTIONS AND BALANCES

The Company has certain transactions with related parties. These related parties are related through common shareholdings and/or directorships. Significant related party transactions included in the financial statements are determined at the normal business prices based on the general market prices or prices agreed by the agreement in case no market reference.

Balances with related parties as at March 31, 2018 and December 31, 2017, are as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2018	2017	2018	2017
	Baht	Baht	Baht	Baht
Other non-current receivables (see Note 13)				
Joint Venture between Thai Industrial & Engineering Service Plc. and Reaungnarong Co., Ltd.	428,689	428,689	428,689	428,689
Other current payables (see Note 18)				
Joint Venture between Thai Industrial & Engineering Service Plc. and Reaungnarong Co., Ltd.	1,200,000	1,200,000	1,200,000	1,200,000

Directors and key management's compensation

Directors and key management's compensation for the three-month periods ended March 31, 2018 and 2017, consisted of the following:

	Consolidated	Separate	
	financial statement	financial statements	
	2018	2018	2017
	Baht	Baht	Baht
Short-term benefits	3,755,600	3,755,600	3,012,800
Post-employee benefits	1,304,195	1,304,195	944,386
Directors remuneration	681,000	681,000	1,013,000
Total directors and key management's compensation	<u>5,740,795</u>	<u>5,740,795</u>	<u>4,970,186</u>

Relationships

Company	Country	Relationship	Type of relationship
Joint Venture between Thai Industrial & Engineering Service Plc. and Reaungnarong Co., Ltd.	Thailand	Joint arrangement	Jointly controlled operations
T Asset Management Company Limited.	Thailand	Subsidiary	Direct shareholding

Intercompany pricing policy

Pricing policies

Interest expense Refer to commercial bank's interest rate

27. COMMITMENTS AND CONTINGENT LIABILITIES

As at March 31, 2018 and December 31, 2017, the Company has commitments and contingent liabilities as follows:

27.1 Letters of guarantee issued by the banks of Baht 243.17 million and Baht 258.29 million, respectively. The Company has credit facilities for letters of guarantee issued by the banks of Baht 621.07 million which are guaranteed by the Company's deposits at banks (see Note 9), paid of retention receivables (see Note 15) including land and building as collateral (see Note 14).

Under the terms of such letter of guarantee, the Company has to transfer the right to receive payment from construction contract receivables to the bank in case of borrowing or issuance of letter of guarantee for such construction contracts.

27.2 Commitments to pay rental under the lease agreements for buildings and services in the future as at March 31, 2018 and December 31, 2017, consisted of the following:

Payment period	Consolidated financial statements		Separate financial statements	
	As at March 31, 2018 Baht	As at December 31, 2017 Baht	As at March 31, 2018 Baht	As at December 31, 2017 Baht
Within 1 year	7,880,262	10,179,168	7,880,262	10,179,168
Later than 1 year and not later than 5 years	1,269,453	1,589,957	1,269,453	1,589,957

Rental under the lease agreements recognized as expenses in the consolidated statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2018 are Baht 2.73 million.

Rental under the lease agreements recognized as expenses in the separate statements of profit or loss and other comprehensive income for the three-month periods ended March 31, 2018 and 2017 are Baht 2.73 million and Baht 2.44 million, respectively.

28. OPERATING SEGMENT INFORMATION

Operating segment information is reported to comply with the internal report that is prepared for decision in the resource allocation to the segment and assess its segment performance. The Company's chief operating decision maker is the directors of the Company.

Business segment

The Company operates in only one segment which is construction business. Therefore, the Company has only one business segment.

Geographical segment

The Company operates in only domestic. Therefore, the Company has only one geographic segment.

Information about transactions with major customers

The Company has revenues from construction contracts with external customers over 10% of total revenue from construction contract.

For the three-month periods ended March 31, 2018 and 2017, the Company has revenue from construction contract from 5 major customers in total amount of Baht 174.93 million and 4 customers in total amount of Baht 125.92 million, respectively.

29. LITIGATIONS

29.1 On July 24, 2012, the Company sued another company (the "Contractor") for breach of the construction contract in the amount of Baht 100.23 million and such company sued counterclaim the Company in the same lawsuit in amount of Baht 281.02 million. On April 28, 2016, the Civil Court already rendered its judgment ordered the Company to pay such another company (the "Contractor") in amount of Baht 105.31 million.

However, the Company's management disagreed with several matters in the judgment as the Company was a construction provider and the Company has not been paid by the contractor. Currently, the case is in the Appeal Court. The Appeal Court appointed to consider the case on May 25, 2018. The Company recorded provision for loss from litigations as at March 31, 2018 and December 31, 2017 amounting to Baht 52.65 million. The Company's management believes that the resultant losses will not significantly differ from recorded provision.

In year 2017, the bank which issued letter of guarantee to such contractor on behalf of the Company deducted the Company's deposit at bank of Baht 5.33 million to repay the obligations for such letters of guarantee. The Company recognized such transaction as other receivable - bank and presented as part of trade and other non-current receivables (see Note 13). The Company's management believes that the bank had no right to deduct the Company's bank deposit because the case has not been resolved.

29.2 The Company had been requested to be co-defendant in litigation cases in which the contractor under the construction contract (the “Contractor”) had sued a company which issued the agreement for performance guarantee and the agreement for advance receipt guarantee on behalf of the Company (the “Guarantor”) with the claim amount of Baht 159.76 million to the Civil Court. The Civil Court rendered the order to allow the Company to be co-defendant and the Company had sued for counterclaim to the Contractor with the claim amount of Baht 198.29 million.

On March 9, 2015, the Civil Court had ordered to strike the cases on the agreement for performance guarantee and the agreement for advance receipt guarantee out of the case-list in order to let the Company and the Contractor being into Arbitrator’s process. The Contractor appealed to the Appeal Court.

On January 26, 2016, the Appeal Court reaffirmed the Civil Court for the cases on the agreement for performance guarantee and the agreement for advance receipt guarantee. The Contractor filed the petition to the Supreme Court. Later on November 2, 2016 and March 1, 2017, the Supreme Court had ordered to reverse the judgement for allowing the Company being the co-defendant and dismissed the Appeal Court’s order and the Civil Court’s order that struck the case out of the case-list and had ordered the Civil Court to retry the consideration of the cases on the agreement for performance guarantee and the agreement for advance receipt guarantee between the Contractor and the Guarantor, respectively.

On June 26, 2017, the Company had submitted a dispute between the Company and the Contractor to the Arbitration process.

The Company assessed that they may incur loss from such cases. Therefore, the Company recorded long-term provisions as at March 31, 2018 and December 31, 2017 amounting to Baht 44.41 million, respectively. The Company’s management believes that the resultant losses will not significantly differ from recorded provision.

29.3 On July 27, 2017, the Company was sued by 2 sub-contractors for breach of the construction agreements and the guarantee agreements due to termination made by the Company on July 13, 2017 with the claim amount of Baht 14.10 million. Later on October 11, 2017, the Company had sued counterclaim 2 sub-contractors in amount of Baht 11.39 million. The Civil Court had ordered to accept testimony and sued for counterclaim. Later, the Court appointed the mediation of the case on March 8, 2018. The appointment was postponed from March 8, 2018 to March 29, 2018.

Later on March 29, 2018, the parties could not agree together and accept to return the case to the court consideration process. The Civil Court had ordered to take evidence on October 16 - 18, 2018.

The Company believes that there would be no resultant losses from such case to the Company because the termination of the agreements with these sub-contractors was in compliance with the conditions specified in the agreements between the Company and such sub-contractors. Therefore, as at March 31, 2018, the Company did not record provision for resultant losses that may incur in the Company’s consolidated and separate financial statements.

29.4 The Company has been sued by other companies as defendants for breach of contracts relating to construction, hire-of-work, rental, purchase of goods, services, infringement and others as follows:

29.4.1 The cases that are in the consideration of the Courts of 2 cases with the claimed amount of Baht 2.59 million. The Company's management believes that the Company has complied with the conditions of the agreement therefore the final outcome of such claim has no significant impact to the Company's financial statements. Therefore, as at March 31, 2018, the Company does not record provision which may arise from this legal case in the Company's consolidated and separate financial statements.

29.4.2 The cases that the Civil Courts have rendered the judge compulsions for 5 cases to order the Company to make compensation in amount of Baht 3.65 million. As at March 31, 2018, the Company has outstanding claim amount to be paid of Baht 2.59 million that was recorded as liabilities in the related account.

The Company and subsidiary recorded provisions for losses from litigations (see Notes 29.1 and 29.2) as at March 31, 2018 and December 31, 2017, totaling Baht 97.06 million.

30. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Some financial assets of the Company that were measured at fair value in the statement of financial position as at the reporting period as follows:

As at March 31, 2018, the Company has financial assets which are available-for-sale investment - equity securities and held-for-trading investments - equity securities with fair value equally to its carrying amount which is measured using fair value hierarchy level 1. The fair value is determined based on last bidding price of the Stock Exchange of Thailand at the last working date of accounting period.

31. EVENTS AFTER THE REPORTING PERIOD

On April 10, 2018, the Company made an agreement to sell land and buildings, which were formerly headquarter. However, the assets were pledged with a financial institution. The Company is redeeming the collateral at the mortgage value on the date to transfer the title. The Company expects to sell and transfer the title of such land and buildings in May 2018.

32. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements have been approved for issuing by the Company's Board of Directors on May 14, 2018.