

**Central Plaza Hotel Public Company Limited  
and its Subsidiaries**

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

and

Independent auditor's report on review of interim financial  
information

## **Independent auditor's report on review of interim financial information**

### **To the Board of Directors of Central Plaza Hotel Public Company Limited**

I have reviewed the accompanying consolidated and separate statements of financial position of Central Plaza Hotel Public Company Limited and its subsidiaries, and of Central Plaza Hotel Public Company Limited, respectively, as at 30 June 2016; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2016; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2016; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on 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 accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

*Emphasis of Matter*

Without qualifying my conclusion, I draw attention to note 3 a) 2) to the interim financial information describes the uncertainties over the rental rate consequent to the extension of a sublease agreement between a subsidiary and an associate which expired in September 2014. The subsidiary has continued to process and operate the hotel since the expiry of the agreement.

(Vipavan Pattavanvivek)  
Certified Public Accountant  
Registration No. 4795

KPMG Phoomchai Audit Ltd.  
Bangkok  
8 August 2016

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of financial position

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2016 (Unaudited)	31 December 2015	30 June 2016 (Unaudited)	31 December 2015
<i>(in thousand Baht)</i>					
<b><i>Current assets</i></b>					
Cash and cash equivalents		1,135,223	448,314	7,285	39,946
Trade and other receivables	4	840,951	923,112	308,859	310,246
Short-term loans to other parties		107,415	109,685	-	-
Short-term loans to related parties	3	-	-	835,900	597,200
Inventories		642,152	675,074	24,589	25,421
Other current assets		186,910	179,218	36,844	44,404
<b>Total current assets</b>		<b>2,912,651</b>	<b>2,335,403</b>	<b>1,213,477</b>	<b>1,017,217</b>
<b><i>Non-current assets</i></b>					
Investment in an associate	5	658,447	626,109	619,767	626,109
Investments in subsidiaries	6	-	-	5,182,582	5,132,582
Other long-term investments		1,092	1,030	-	-
Long-term loans to related parties	3	-	-	2,164,470	2,820,690
Investment properties		433,034	441,014	270,416	276,823
Property, plant and equipment		18,547,956	18,915,481	4,215,569	4,275,989
Goodwill		314,602	314,602	-	-
Leasehold rights		607,666	730,138	49,280	101,092
Other intangible assets		363,620	384,909	18,356	22,975
Deferred tax assets		125,212	166,569	57,823	74,257
Other non-current assets		525,418	528,244	6,761	12,739
<b>Total non-current assets</b>		<b>21,577,047</b>	<b>22,108,096</b>	<b>12,585,024</b>	<b>13,343,256</b>
<b>Total assets</b>		<b>24,489,698</b>	<b>24,443,499</b>	<b>13,798,501</b>	<b>14,360,473</b>

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

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of financial position

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2016 (Unaudited)	31 December 2015	30 June 2016 (Unaudited)	31 December 2015
<i>(in thousand Baht)</i>					
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans					
from financial institutions		798,486	465,543	560,411	257,479
Trade and other payables	8	2,186,945	2,469,030	320,846	348,039
Current portion of long-term loans					
from financial institutions		750,577	756,786	210,000	288,000
Current portion of debentures		3,500,000	3,300,000	3,500,000	3,300,000
Short-term loans from other parties		-	1,804	-	-
Short-term loans from related parties	3	64,747	66,860	394,100	661,900
Current portion of finance lease liabilities		490	5,861	491	4,974
Current portion of deferred income		176,071	177,183	90,413	91,836
Income tax payable		215,421	159,103	36,143	13,572
Other current liabilities		174,257	207,973	29,992	51,643
<b>Total current liabilities</b>		<b>7,866,994</b>	<b>7,610,143</b>	<b>5,142,396</b>	<b>5,017,443</b>
<b>Non-current liabilities</b>					
Long-term loans from financial institutions		1,976,724	2,402,707	-	66,000
Debentures		1,499,020	1,698,670	1,499,020	1,698,670
Finance lease liabilities		-	318	-	-
Deferred income		2,272,312	2,328,176	1,068,997	1,093,957
Deferred tax liabilities		140,888	131,742	-	-
Employee benefit obligations		210,191	199,539	66,203	63,896
Provision for decommissioning		93,915	91,354	-	-
Other non-current liabilities		21,028	26,587	15,828	12,642
<b>Total non-current liabilities</b>		<b>6,214,078</b>	<b>6,879,093</b>	<b>2,650,048</b>	<b>2,935,165</b>
<b>Total liabilities</b>		<b>14,081,072</b>	<b>14,489,236</b>	<b>7,792,444</b>	<b>7,952,608</b>

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

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of financial position

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2016 (Unaudited)	31 December 2015	30 June 2016 (Unaudited)	31 December 2015
<i>(in thousand Baht)</i>					
<b>Equity</b>					
Share capital					
Authorised share capital		1,350,000	1,350,000	1,350,000	1,350,000
Issued and paid-up share capital		1,350,000	1,350,000	1,350,000	1,350,000
Premium on ordinary shares		970,000	970,000	970,000	970,000
Retained earnings					
Appropriated					
Legal reserve		158,080	158,080	158,080	158,080
Unappropriated		6,989,789	6,552,984	3,527,977	3,929,785
Other components of equity		206,914	226,741	-	-
<b>Equity attributable to owners</b>					
<b>of the Company</b>					
		<b>9,674,783</b>	<b>9,257,805</b>	<b>6,006,057</b>	<b>6,407,865</b>
Non-controlling interests		733,843	696,458	-	-
<b>Total equity</b>		<b>10,408,626</b>	<b>9,954,263</b>	<b>6,006,057</b>	<b>6,407,865</b>
<b>Total liabilities and equity</b>		<b>24,489,698</b>	<b>24,443,499</b>	<b>13,798,501</b>	<b>14,360,473</b>

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

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of comprehensive income (Unaudited)

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		Three-month period ended 30 June		Three-month period ended 30 June	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
<b><i>Income</i></b>					
Revenues from hotel operations					
and related services		1,930,887	1,832,336	505,311	507,611
Revenues from food and beverage		2,840,349	2,619,826	-	-
Rental income		28,551	28,584	12,549	12,549
Dividend income	3	-	-	60,137	60,299
Other income		68,601	57,511	139,997	151,449
<b>Total income</b>		<b>4,868,388</b>	<b>4,538,257</b>	<b>717,994</b>	<b>731,908</b>
<b><i>Expenses</i></b>					
Cost of sales - hotel operations					
and related services		1,363,971	1,356,575	346,127	335,147
Cost of sales - food and beverage		1,498,358	1,382,861	-	-
Selling expenses		222,484	217,486	65,394	63,415
Administrative expenses		1,289,219	1,129,145	123,764	120,947
Finance costs		78,782	97,405	45,522	60,008
<b>Total expenses</b>		<b>4,452,814</b>	<b>4,183,472</b>	<b>580,807</b>	<b>579,517</b>
Share of profit of investment in an associate		37,301	8,455	-	-
<b>Profit before income tax expense</b>		<b>452,875</b>	<b>363,240</b>	<b>137,187</b>	<b>152,391</b>
Income tax expense	11	(91,756)	(129,373)	(17,303)	(31,008)
<b>Profit for the period</b>		<b>361,119</b>	<b>233,867</b>	<b>119,884</b>	<b>121,383</b>

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

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended 30 June		Three-month period ended 30 June	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
<b>Other comprehensive income</b>					
<i>Items that are or may be reclassified to profit or loss</i>					
Gain on foreign currency translation					
for foreign operations		507	65,814	-	-
Net change in fair value of					
available-for-sale investments		42	(14)	-	-
<b>Other comprehensive income</b>					
<b>for the period, net of income tax</b>		<b>549</b>	<b>65,800</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income</b>					
<b>for the period</b>		<b>361,668</b>	<b>299,667</b>	<b>119,884</b>	<b>121,383</b>
<b>Profit attributable to:</b>					
Owners of the Company		354,020	246,242	119,884	121,383
Non-controlling interests		7,099	(12,375)	-	-
<b>Profit for the period</b>		<b>361,119</b>	<b>233,867</b>	<b>119,884</b>	<b>121,383</b>
<b>Total comprehensive income</b>					
<b>attributable to:</b>					
Owners of the Company		354,480	295,195	119,884	121,383
Non-controlling interests		7,188	4,472	-	-
<b>Total comprehensive income</b>					
<b>for the period</b>		<b>361,668</b>	<b>299,667</b>	<b>119,884</b>	<b>121,383</b>
<b>Basic earnings per share (in Baht)</b>	<i>12</i>	<b>0.26</b>	<b>0.18</b>	<b>0.09</b>	<b>0.09</b>

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



# Central Plaza Hotel 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	
	Note	2016	2015	2016	2015
		<i>(in thousand Baht)</i>			
<b>Income</b>					
Revenues from hotel operations					
and related services		4,633,540	4,426,083	1,111,950	1,107,308
Revenues from food and beverage		5,329,689	5,032,715	-	-
Rental income		56,963	56,894	24,960	24,960
Dividend income	3, 5, 6	-	-	60,137	80,299
Other income		178,860	191,302	325,118	342,245
<b>Total income</b>		<b>10,199,052</b>	<b>9,706,994</b>	<b>1,522,165</b>	<b>1,554,812</b>
<b>Expenses</b>					
Cost of sales - hotel operations					
and related services		2,851,441	2,789,317	708,913	689,384
Cost of sales - food and beverage		2,850,278	2,711,951	-	-
Selling expenses		444,933	405,360	139,149	120,302
Administrative expenses		2,495,848	2,250,817	250,961	238,158
Finance costs		160,889	196,834	97,558	121,458
<b>Total expenses</b>		<b>8,803,389</b>	<b>8,354,279</b>	<b>1,196,581</b>	<b>1,169,302</b>
Share of profit of investment in an associate	5	51,493	28,109	-	-
<b>Profit before income tax expense</b>		<b>1,447,156</b>	<b>1,380,824</b>	<b>325,584</b>	<b>385,510</b>
Income tax expense	11	(264,720)	(244,212)	(52,518)	(54,800)
<b>Profit for the period</b>		<b>1,182,436</b>	<b>1,136,612</b>	<b>273,066</b>	<b>330,710</b>

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

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

		<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
	<i>Note</i>	2016	2015	2016	2015
		<i>(in thousand Baht)</i>			
<b>Other comprehensive income</b>					
<i>Items that are or may be reclassified to profit or loss</i>					
Gain (loss) on foreign currency translation for foreign operations		(26,572)	32,438	-	-
Net change in fair value of available-for-sale investments		49	30	-	-
<b>Other comprehensive income for the period, net of income tax</b>		<b>(26,523)</b>	<b>32,468</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>1,155,913</b>	<b>1,169,080</b>	<b>273,066</b>	<b>330,710</b>
<b>Profit attributable to:</b>					
Owners of the Company		1,111,679	1,080,076	273,066	330,710
Non-controlling interests		70,757	56,536	-	-
<b>Profit for the period</b>		<b>1,182,436</b>	<b>1,136,612</b>	<b>273,066</b>	<b>330,710</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		1,091,852	1,104,268	273,066	330,710
Non-controlling interests		64,061	64,812	-	-
<b>Total comprehensive income for the period</b>		<b>1,155,913</b>	<b>1,169,080</b>	<b>273,066</b>	<b>330,710</b>
<b>Basic earnings per share (in Baht)</b>	<i>12</i>	<b>0.82</b>	<b>0.80</b>	<b>0.20</b>	<b>0.25</b>

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

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**

	<b>Consolidated financial statements</b>											
	Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other components of equity				Equity attributable to owners of the Company	Non- controlling interests	Total equity
				Legal reserve	Unappropriated	Currency translation differences	Net change in fair value of available-for-sale investments	Change in ownership interests in a subsidiary	Total other components of equity			
<b>Six-month period ended 30 June 2015</b>												
<b>Balance at 1 January 2015</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>5,467,921</b>	<b>3,612</b>	<b>604</b>	<b>143,422</b>	<b>147,638</b>	<b>8,093,639</b>	<b>637,844</b>	<b>8,731,483</b>
<b>Transactions with owners, recorded directly in equity</b>												
<i>Distributions to owners of the Company</i>												
Dividends to owners of the Company	13	-	-	-	(540,000)	-	-	-	-	(540,000)	-	(540,000)
Dividends paid from a subsidiary		-	-	-	-	-	-	-	-	-	(26,676)	(26,676)
<b>Total distributions to owners of the Company</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(540,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(540,000)</b>	<b>(26,676)</b>	<b>(566,676)</b>
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(540,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(540,000)</b>	<b>(26,676)</b>	<b>(566,676)</b>
<b>Comprehensive income for the period</b>												
Profit or loss		-	-	-	1,080,076	-	-	-	-	1,080,076	56,536	1,136,612
Other comprehensive income		-	-	-	-	24,162	30	-	24,192	24,192	8,276	32,468
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>1,080,076</b>	<b>24,162</b>	<b>30</b>	<b>-</b>	<b>24,192</b>	<b>1,104,268</b>	<b>64,812</b>	<b>1,169,080</b>
<b>Balance at 30 June 2015</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>6,007,997</b>	<b>27,774</b>	<b>634</b>	<b>143,422</b>	<b>171,830</b>	<b>8,657,907</b>	<b>675,980</b>	<b>9,333,887</b>

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

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**

	<b>Consolidated financial statements</b>											
	Note	Retained earnings				Other components of equity				Equity		Total equity
		Issued and paid-up share capital	Premium on ordinary shares	Legal reserve	Unappropriated	Currency translation differences	Net change in		Total other components of equity	attributable to owners of the Company	Non-controlling interests	
							fair value of available-for-sale investments	Change in ownership interests in a subsidiary				
<i>(in thousand Baht)</i>												
<b>Six-month period ended 30 June 2016</b>												
<b>Balance at 1 January 2016</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>6,552,984</b>	<b>82,566</b>	<b>753</b>	<b>143,422</b>	<b>226,741</b>	<b>9,257,805</b>	<b>696,458</b>	<b>9,954,263</b>
<b>Transactions with owners, recorded directly in equity</b>												
<i>Distributions to owners of the Company</i>												
Dividends to owners of the Company	13	-	-	-	(674,874)	-	-	-	-	(674,874)	-	(674,874)
Dividends paid from a subsidiary		-	-	-	-	-	-	-	-	-	(26,676)	(26,676)
<b>Total distributions to owners of the Company</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(674,874)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(674,874)</b>	<b>(26,676)</b>	<b>(701,550)</b>
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(674,874)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(674,874)</b>	<b>(26,676)</b>	<b>(701,550)</b>
<b>Comprehensive income for the period</b>												
Profit or loss		-	-	-	1,111,679	-	-	-	-	1,111,679	70,757	1,182,436
Other comprehensive income		-	-	-	-	(19,876)	49	-	(19,827)	(19,827)	(6,696)	(26,523)
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>1,111,679</b>	<b>(19,876)</b>	<b>49</b>	<b>-</b>	<b>(19,827)</b>	<b>1,091,852</b>	<b>64,061</b>	<b>1,155,913</b>
<b>Balance at 30 June 2016</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>6,989,789</b>	<b>62,690</b>	<b>802</b>	<b>143,422</b>	<b>206,914</b>	<b>9,674,783</b>	<b>733,843</b>	<b>10,408,626</b>

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

## Central Plaza Hotel Public Company Limited and its Subsidiaries

### Statement of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Premium on ordinary shares	Separate financial statements		Total equity
				Retained earnings		
				Legal reserve	Unappropriated	
				<i>(in thousand Baht)</i>		
<b>Six-month period ended 30 June 2015</b>						
<b>Balance at 1 January 2015</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>3,382,021</b>	<b>5,860,101</b>
<b>Transaction with owners, recorded directly in equity</b>						
<i>Distribution to owners of the Company</i>						
Dividends to owners of the Company	13	-	-	-	(540,000)	(540,000)
<b>Total distribution to owners of the Company</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(540,000)</b>	<b>(540,000)</b>
<b>Total transaction with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(540,000)</b>	<b>(540,000)</b>
<b>Comprehensive income for the period</b>						
Profit or loss		-	-	-	330,710	330,710
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>330,710</b>	<b>330,710</b>
<b>Balance at 30 June 2015</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>3,172,731</b>	<b>5,650,811</b>

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

## Central Plaza Hotel Public Company Limited and its Subsidiaries

### Statement of changes in equity (Unaudited)

	Note	Separate financial statements			Total equity	
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Legal reserve		Unappropriated
<i>(in thousand Baht)</i>						
<b>Six-month period ended 30 June 2016</b>						
<b>Balance at 1 January 2016</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>3,929,785</b>	<b>6,407,865</b>
<b>Transaction with owners, recorded directly in equity</b>						
<i>Distribution to owners of the Company</i>						
Dividends to owners of the Company	13	-	-	-	(674,874)	(674,874)
<b>Total distribution to owners of the Company</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(674,874)</b>	<b>(674,874)</b>
<b>Total transaction with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(674,874)</b>	<b>(674,874)</b>
<b>Comprehensive income for the period</b>						
Profit or loss		-	-	-	273,066	273,066
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>273,066</b>	<b>273,066</b>
<b>Balance at 30 June 2016</b>		<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>3,527,977</b>	<b>6,006,057</b>

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

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of cash flows (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended 30 June		Six-month period ended 30 June	
		2016	2015	2016	2015
<i>(in thousand Baht)</i>					
<b><i>Cash flows from operating activities</i></b>					
Profit for the period		1,182,436	1,136,612	273,066	330,710
<i>Adjustments for</i>					
Doubtful debts expense (reversal of)	4	(159)	2,806	-	(479)
Reversal of loss on inventory obsolescence		(1,801)	(60)	-	-
Depreciation and amortisation		984,905	937,666	157,555	184,053
Reversal of impairment losses on assets		(28,380)	(15,167)	-	-
Loss on disposal of plant and equipment		61,828	7,007	296	3,487
Share of profit of investment in an associate		(51,493)	(28,109)	-	-
Finance costs		160,889	196,834	97,558	121,458
Realisation of deferred income		(110,944)	(95,530)	(68,594)	(72,284)
Reversal of losses from discontinued branches		(23,132)	(8,144)	-	-
Dividend income		-	-	(60,137)	(80,299)
Income tax expense		264,720	244,212	52,518	54,800
		<u>2,438,869</u>	<u>2,378,127</u>	<u>452,262</u>	<u>541,446</u>
<i>Changes in operating assets and liabilities</i>					
Trade and other receivables		82,320	97,718	1,387	83,974
Inventories		34,723	48,127	832	2,408
Other current assets		(7,692)	(24,608)	7,560	(11,121)
Other non-current assets		(5,376)	(4,849)	1,743	(3,933)
Trade and other payables		(185,725)	(353,611)	(21,402)	(22,621)
Other current liabilities		(33,716)	(84,674)	(21,651)	(14,534)
Deferred income		53,968	35,872	42,210	43,746
Employee benefit obligations		10,652	2,678	2,307	(1,862)
Decommissioning paid		(2,148)	(1,720)	-	-
Other non-current liabilities		50,854	36,003	3,186	114
Cash generated from operating activities		<u>2,436,729</u>	<u>2,129,063</u>	<u>468,434</u>	<u>617,617</u>
Income tax paid		(158,072)	(85,797)	(13,521)	-
<b>Net cash flows from operating activities</b>		<b><u>2,278,657</u></b>	<b><u>2,043,266</u></b>	<b><u>454,913</u></b>	<b><u>617,617</u></b>

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

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Statement of cash flows (Unaudited)

		Consolidated financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
	Note	2016	2015	2016	2015
		<i>(in thousand Baht)</i>			
<b><i>Cash flows from investing activities</i></b>					
Proceeds from loans to related parties	3	-	-	2,931,390	1,239,182
Loans to related parties	3	-	-	(2,513,870)	(818,882)
Decrease in loans to other parties		2,270	5,000	-	-
Purchase of property, plant and equipment		(659,310)	(493,388)	(42,667)	(78,133)
Purchase of software licences		(18,369)	(16,490)	-	(121)
Purchase of leasehold rights		(22,316)	(25,876)	-	-
Paid for investment in a subsidiary	6	-	-	(50,000)	(15,000)
Proceeds from redemption of investment in property fund		6,342	-	6,342	-
Decrease (increase) in prepayment for construction		6,004	5,027	4,235	(235)
Dividend received from subsidiaries		-	-	47,324	67,324
Dividend received from an associate		12,813	12,975	12,813	12,975
Proceeds from disposal of plant and equipment		12,943	29,254	5,819	1,902
<b>Net cash from (used in) investing activities</b>		<b>(659,623)</b>	<b>(483,498)</b>	<b>401,386</b>	<b>409,012</b>
<b><i>Cash flows from financing activities</i></b>					
Increase (decrease) in short-term loans from financial institutions, net		270,993	(598,850)	250,000	(750,000)
Interest paid		(167,550)	(201,168)	(100,734)	(121,900)
Dividends paid to owners of the Company		(674,874)	(540,000)	(674,874)	(540,000)
Dividends paid from a subsidiary to non-controlling interests		(26,676)	(26,676)	-	-
Increase in loans from related parties	3	-	-	258,450	1,873,490
Repayments of loans from related parties	3	-	-	(526,250)	(1,346,800)
Repayments of short-term loans from other parties		(1,804)	-	-	-
Proceeds from issue of debentures	9	800,000	-	800,000	-
Repayments of debentures		(800,000)	-	(800,000)	-
Finance lease payments		(5,689)	(11,388)	(4,483)	(6,746)
Repayments of long-term loans from financial institutions		(388,475)	(516,713)	(144,000)	(144,000)
<b>Net cash used in financing activities</b>		<b>(994,075)</b>	<b>(1,894,795)</b>	<b>(941,891)</b>	<b>(1,035,956)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>624,959</b>	<b>(335,027)</b>	<b>(85,592)</b>	<b>(9,327)</b>
Cash and cash equivalents at 1 January		377,125	632,866	32,466	25,035
<b>Cash and cash equivalents as at 30 June</b>		<b>1,002,084</b>	<b>297,839</b>	<b>(53,126)</b>	<b>15,708</b>
Cash and cash equivalents		1,135,223	340,735	7,285	18,783
Bank overdrafts		(133,139)	(42,896)	(60,411)	(3,075)
		<b>1,002,084</b>	<b>297,839</b>	<b>(53,126)</b>	<b>15,708</b>
<b><i>Non-cash transaction</i></b>					
Acquisition of buildings and equipment by payable		100,012	75,214	6,149	4,969

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



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

<b>Note</b>	<b>Contents</b>
1	General information
2	Basis of preparation of the interim financial statements
3	Related parties
4	Trade and other receivables
5	Investment in an associate
6	Investments in subsidiaries
7	Property, plant and equipment, leasehold rights and other intangible assets
8	Trade and other payables
9	Debentures
10	Segment information
11	Income tax expense
12	Basic earnings per share
13	Dividends
14	Financial instruments
15	Commitments with non-related parties
16	Events after the reporting period
17	Thai Financial Reporting Standards (TFRS) not yet adopted
18	Reclassification of accounts

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

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

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements, and were approved and authorised for issue by the Board of Directors on 8 August 2016.

**1 General information**

Central Plaza Hotel Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 1695 Phaholyothin Road, Chatuchak, Bangkok, Thailand.

The Company was listed on the Stock Exchange of Thailand on 10 January 1990.

The Company’s major shareholders during the financial period were Chirathivat group (64.3% shareholding).

The principal businesses of the Company and its subsidiaries are to operate hotel business, hotel management and food and beverage business.

**2 Basis of preparation of the interim financial statements**

*(a) Statement of compliance*

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2015) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2015. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2015.

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

*(c) Use of judgements and estimates*

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, 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.

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

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2015.

*(d) Measurement of fair values*

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

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

Significant valuation issues are reported to the Group Audit Committee.

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 (i.e. derived from prices).
- 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.

### **3 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.

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

Relationships with subsidiaries and an associate are described in notes 5 and 6. Relationship with key management and other related parties were as follows:

<b>Name of entities</b>	<b>Country of incorporation / nationality</b>	<b>Nature of relationships</b>
Key management personnel		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.
Thai Business Fund 4	Thailand	Related parties
Central Department Store Co., Ltd.	Thailand	Common shareholders and directors
Harnng Central Department Store Co., Ltd.	Thailand	Common shareholders and directors
Central International Development Co., Ltd.	Thailand	Common shareholders and directors
Central Pattana Public Company Limited	Thailand	Common shareholders and directors
Power Buy Co., Ltd.	Thailand	Common shareholders and directors
Central World Co., Ltd.	Thailand	Common directors
Tieng Chirathivat Co., Ltd.	Thailand	Common directors
AAPC (Thailand) Co., Ltd.	Thailand	Shareholder of a subsidiary

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

<b>Transactions</b>	<b>Pricing policies</b>
Interest income and interest expense	Bank interest rate
Management fee income	Contractually agreed prices
Income from loan guarantee	Contractually agreed prices
Dividend income	Dividend announcement
Management fee expense	Contractually agreed prices
Rental income and rental expense	Contractually agreed prices
Electricity expense	Contractually agreed prices
Other income and other expenses	Agreed prices
Other service fees	Agreed prices

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

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

<i>Three-month period ended 30 June</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
Rental income	-	-	1,035	2,242
Interest income	-	-	27,178	33,049
Management fee income	-	-	93,857	102,883
Income from loan guarantee	-	-	5,878	4,638
Dividend income	-	-	47,324	47,324
Interest expense	-	-	2,557	8,503
Other expenses	-	-	661	661
Rental expense	-	-	2,237	2,536
<b>Associate</b>				
Rental income	24,980	24,663	12,549	12,591
Dividend income	12,813	12,975	12,813	12,975
Rental expense	32,680	32,008	-	-
<b>Other related parties</b>				
Rental income	3,570	3,570	-	-
Management fee income	1,112	1,858	-	-
Other income	4,568	6,700	-	-
Rental expense	39,965	36,570	30,045	25,973
Electricity expense	9,372	10,670	9,372	10,670
Management fee expense	7,675	7,431	3,307	1,500
Other service fees	3,552	3,627	-	-
<b>Six-month period ended 30 June</b>				
<b>Subsidiaries</b>				
Rental income	-	-	2,704	4,605
Interest income	-	-	62,051	67,414
Management fee income	-	-	224,236	242,289
Income from loan guarantee	-	-	11,558	9,191
Dividend income	-	-	47,324	67,324
Interest expense	-	-	6,571	16,471
Other expenses	-	-	1,323	1,323
Rental expense	-	-	4,474	5,073

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

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Six-month period ended 30 June</i>	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Associate</b>				
Rental income	49,823	49,754	24,960	25,183
Dividend income	12,813	12,975	12,813	12,975
Rental expense	94,053	85,605	-	-
<b>Other related parties</b>				
Rental income	7,140	7,140	-	-
Management fee income	4,270	6,431	-	-
Other income	10,073	12,311	-	-
Rental expense	78,522	72,023	58,682	53,028
Electricity expense	18,981	20,843	18,981	20,843
Management fee expense	15,350	14,861	6,615	3,000
Other service fees	8,073	7,353	-	-

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Three-month period ended 30 June</i>	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	19,386	16,505	19,386	16,505
Post-employment benefits	713	290	713	290
<b>Total key management personnel compensation</b>	<b>20,099</b>	<b>16,795</b>	<b>20,099</b>	<b>16,795</b>

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Six-month period ended 30 June</i>	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	39,454	33,435	39,454	33,435
Post-employment benefits	1,426	579	1,426	579
<b>Total key management personnel compensation</b>	<b>40,880</b>	<b>34,014</b>	<b>40,880</b>	<b>34,014</b>

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

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Receivables - related parties</i>	30	31	30	31
	June	December	June	December
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	74,821	68,049
Other related parties	86,389	64,183	1,323	8,240
<b>Total</b>	<b>86,389</b>	<b>64,183</b>	<b>76,144</b>	<b>76,289</b>

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

<i>Loans to related parties</i>	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015
	2016	2015	<i>(in thousand Baht)</i>			
	<i>(% per annum)</i>					
<b>Short-term loans</b>						
Subsidiaries	3.50 - 4.15	4.15	-	-	<b>835,900</b>	<b>597,200</b>
<b>Long-term loans</b>						
Subsidiaries	3.00 - 4.15	3.00 - 4.15	-	-	<b>2,164,470</b>	<b>2,820,690</b>
<b>Total</b>			<b>-</b>	<b>-</b>	<b>3,000,370</b>	<b>3,417,890</b>

Movements during the six-month periods ended 30 June 2016 and 2015 of loans to related parties were as follows:

<i>Loans to related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
At 1 January	-	-	3,417,890	3,513,700
Increase	-	-	2,513,870	818,882
Decrease	-	-	(2,931,390)	(1,239,182)
<b>At 30 June</b>	<b>-</b>	<b>-</b>	<b>3,000,370</b>	<b>3,093,400</b>

<i>Payables - related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	3,147	2,706
Other related parties	37,844	50,458	4,131	3,438
<b>Total</b>	<b>37,844</b>	<b>50,458</b>	<b>7,278</b>	<b>6,144</b>

<i>Loans from related parties</i>	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015
	2016	2015	<i>(in thousand Baht)</i>			
	<i>(% per annum)</i>					
<b>Short-term loans</b>						
Subsidiaries	2.00 - 4.15	3.00 - 4.15	-	-	394,100	661,900
Other related parties	3.00	3.00	64,747	66,860	-	-
<b>Total</b>			<b>64,747</b>	<b>66,860</b>	<b>394,100</b>	<b>661,900</b>

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

Movements during the six-month periods ended 30 June 2016 and 2015 of loans from related parties were as follows:

<i>Loans from related parties</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Short-term loans</b>				
<b>Subsidiaries</b>				
At 1 January	-	-	661,900	716,300
Increase	-	-	258,450	1,873,490
Decrease	-	-	(526,250)	(1,346,800)
<b>At 30 June</b>	<b>-</b>	<b>-</b>	<b>394,100</b>	<b>1,242,990</b>
<b>Other related parties</b>				
At 1 January	66,860	61,069	-	-
Effect on exchange rate	(2,113)	4,739	-	-
<b>At 30 June</b>	<b>64,747</b>	<b>65,808</b>	<b>-</b>	<b>-</b>
<b>Total loans from related parties</b>				
At 1 January	66,860	61,069	661,900	716,300
Increase	-	-	258,450	1,873,490
Decrease	-	-	(526,250)	(1,346,800)
Effect on exchange rate	(2,113)	4,739	-	-
<b>At 30 June</b>	<b>64,747</b>	<b>65,808</b>	<b>394,100</b>	<b>1,242,990</b>

**Significant agreements with related parties**

**a) Long-term lease agreements**

**The Company**

**1) Sofitel Centara Grand Bangkok Project**

Under the terms of a reciprocal agreement entered into with Central International Development Co., Ltd. (“CID”) who entered into long-term land lease agreement with State Railway of Thailand (“SRT”), the Company was granted the right to construct a hotel building on the sublease property from CID and to operate the hotel for the Company's benefits up to 18 December 2008. This agreement is renewable for period of 10 years each.

As at 18 December 2008 which was the expiration date of the said reciprocal agreement, the Company was required to transfer the construction on sublease land, fixtures and improvements, including part of equipment to SRT. The net book value at the expiration date of agreement was Baht 23.9 million, which resulted in the Company incurring a loss from disposal of the assets of the same amount.

On 9 December 2008, CID entered into a new land and building lease agreement of 20 years lease term with SRT. The Company then signed the memorandum of agreement with CID in order to preserve and affirm of undertaking the right to enter into the new sublease agreement with CID. The Company has to pay the guarantee deposit on land and building lease agreement of Central Plaza Hotel at Ladprao, in the amount of Baht 95 million on the day which CID entered into the lease agreement with SRT.



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

In 2009, the Company entered into a sublease agreement with CID (“sublessor”) for the subleasing of Sofitel Centara Grand Bangkok Hotel’s building (formerly Central Plaza Ladprao Hotel) and hotel building improvements including durable goods for a period of 20 years. The lease will expire on 18 December 2028. The Company was required to pay the sublessor Baht 2,556 million for the subleasing right and annual rent for the whole lease term. In addition, the Company was required to pay durable goods rental fee totalling Baht 31 million for the whole lease term. The Company recorded durable goods rental fee as asset under finance lease.

Leased assets, which the Company has renovated, improved or constructed, altered, added, maintained or rebuilt, will be transferred to SRT as soon as the said activities are completed. In addition, the Company has to return durable goods according to the list in the lease agreement in a manner which is appropriate to their condition and useful lives to SRT at the end of the lease agreement.

**Subsidiaries**

**2) Centara Grand Beach Resort Samui Project**

*Agreements between Central Plaza Hotel Public Company Limited and its subsidiaries and Centara Hotels & Resorts Leasehold Property Fund*

On 25 September 2008, Central Plaza Hotel Public Company Limited and its subsidiary entered into agreements relating to land and hotel building of Centara Grand Beach Resort Samui Hotel (formerly Central Samui Beach Resort Hotel) with Centara Hotels & Resorts Leasehold Property Fund (“CTARAF”), in the following matters.

- 1 Central Samui Beach Resort Co., Ltd. (“CSBR”) entered into the land lease agreement with CTARAF for lease the land to CTARAF for the period of 30 years commencing from the date on which both parties register the lease agreement (26 September 2008). CTARAF agreed to pay the land lease fee in the total amount of Baht 1,500 million with full payment on the date on which the lease was registered. CSBR recognised such proceeds from lease as deferred income in its financial position and amortises to income using the straight line method over the lease term of 30 years. As at 30 June 2016, the balance of deferred income was Baht 1,111.8 million (*31 December 2015: Baht 1,136.7 million*) in the consolidated financial statements.
- 2 Central Plaza Hotel Public Company Limited (“CPH”) entered into the property lease agreement with Centara Grand Beach Resort Samui Hotel, including the utility facilities and related equipment with CTARAF in order to lease to CTARAF for the period of 30 years commencing from the date that both parties registered the lease agreement (26 September 2008). CTARAF agreed to pay the property lease fee in the total amount of Baht 1,510 million with full payment on the date on which the lease was registered. CPH recognised such proceeds from lease as deferred income in the statement of financial position of the Company and amortises to income using the straight line method over the lease term of 30 years. As at 30 June 2016, the balance of deferred income was Baht 1,119.4 million (*31 December 2015: Baht 1,144.4 million*).

Under the property lease agreement, CPH agreed and guaranteed that, in the period of 4 years from the registration date of lease, CTARAF would receive lease fee income from the lease assets in the amount not less than the accumulated guaranteed lease fee specified in the agreement. If CTARAF receives the accumulated lease fee income less than the accumulated guaranteed lease fee as in the agreement, CPH agreed to pay CTARAF the difference between the accumulated lease fee income of the fund and the accumulated guaranteed lease fee income.

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

On 1 December 2008, CPH and CSBR entered into the agreement regarding guarantee CTARAF lease fee income. CSBR as a land lessor which mutually get benefits from CTARAF on lease agreement, to be the co-guarantor in guarantee CTARAF lease fee income. In case CPH have to pay any payments to CTARAF under the above guarantee agreement, CSBR agree to pay partial guarantee payment to CPH according to the rate specified in the agreement.

If CTARAF wishes to renew the land lease agreement and building lease agreement as in No.1 and No. 2 above when the lease period was due, CTARAF has to state its intention to CSBR and CPH, depending on the case, in writing within the 26th year from the first year of the lease period and both parties negotiate and finalise the details for renewal of lease agreement within the 27th year from the first year of the lease period.

- 3 CSBR entered into the agreement for sale of furniture and equipment installed/used within Centara Grand Beach Resort Samui Hotel with CTARAF, under which CTARAF agreed to pay for rights transferring of the said furniture and equipment in the amount of Baht 80 million (including VAT) by making a full payment on the day that the rights are transferred (26 September 2008).
- 4 CTARAF entered into the sublease agreement of Centara Grand Beach Resort Samui Hotel with Central Samui Hotel Management Co., Ltd. (“CSHM”) for lease the land, building and utility facility and relating equipment, and furniture and equipment to CSHM to use in operating the hotel business. The lease term is 3 years commencing from 26 September 2008. CTARAF promised to CSHM that CSHM is able to lease the assets for another 3 years from the end of the lease term. CSHM must inform CTARAF for exercise of the promised right in writing not less than 6 months before the end of the lease term to mutually negotiate a new fixed lease fee. However, CTARAF is able to exercise the right to discontinue the lease by informing CSHM in writing. According to this agreement, CSHM agreed to pay a monthly lease fee comprising of a fixed lease fee in the amount of Baht 225 million per annum and a variable lease fee at 90 percent of earnings before interest, taxes, depreciation and amortisation.

According to the sublease agreement and other related agreements, CSHM must comply with the conditions stipulated in the agreement such as submission of documents and other information specified in the agreement, opening and maintaining of various bank accounts including transfer of rights over the said bank accounts to CTARAF, without the increase of additional debt, selling, disposing, lease, forming a commitment in part or all of assets, lending to, investing, except for the consent in writing from CTARAF is granted.

Except in circumstance that CSHM can demonstrate to CTARAF that any event is beyond the control of or prevention by CSHM and such event has caused an adverse material impact on the operations of the hotel and such event occurs temporarily (“Temporary Force Majeure”) and resulting in CSHM being unable to pay the fixed rental to CTARAF in an amount and within the due date specified in sublease agreement, CSHM shall pay rental to CTARAF in the amount equivalent to 100 percent of earnings before interest, taxes, depreciation and amortisation (“EBITDA”) calculated from the operations of the hotel during such period and it shall not be deemed CSHM is in default of payments.

On 24 March 2014, CSHM sent the letter of intent to exercise the right to continue lease of Centara Grand Beach Resort Samui Hotel in accordance with the renewal condition in the sublease agreement which was expired on 25 September 2014. Subsequently, on 23 September 2014, the Fund Manager of CTARAF informed CSHM that CTARAF and CSHM were required to mutually agree on a new fix rental rate for the renewal of the sublease agreement. The Fund Manager of CTARAF has confirmed that new rental rate would be the same as the previous rental rate. Whereas CSHM proposed that new rental rate would be 100% of EBITDA. Therefore, the Fund Manager of CTARAF and CSHM cannot agree on the new rental rate.

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

On 3 April 2015, the Fund Manager of CTARAF reported to the Stock Exchange of Thailand that CTARAF and CSHM were still unable to reach an agreement on the rental rate for the renewal of the sublease agreement, which was expired in September 2014. The Fund Manager is in the process of negotiating and considering other possible alternatives, including the process of seeking a new sublessee.

On 19 May 2015, the Fund Manager of CTARAF reported to the Stock Exchange of Thailand that the Fund Manager announced the seeking of a new sublessee and invited the interested parties for bids. On 14 August 2015, the Fund Manager had reviewed bidding documents submitted but that the bids are not in the best interests of the Fund and/or unit holders. Thus, the Fund exercised a right to not select the bidder. Currently, the Fund Manager is considering whether to proceed with the bidding for sublease agreement of Centara Grand Beach Resort Samui Hotel.

CSHM has continued to process and operate Centara Grand Beach Resort Samui Hotel since the expiry of the sublease agreement in September 2014. CSHM recorded and paid rental fee to CTARAF at a rate of 100 percent of earnings before interest, taxes, depreciation and amortisation (“EBITDA”) since the expiry date of the agreement. However, CSHM received the notice letter from CTARAF to make a payment at the rate stated in the former sublease agreement, equivalent to a fixed rental fee of Baht 225 million per annum and a variable rental fee at 90% of earnings before interest, taxes, depreciation and amortisation. As at 30 June 2016, CSHM and CTARAF is in the process of negotiating for the rental rate. The records of rental rate may differ if the rental rate is finalised.

However, CSHM has continued to process and operate Centara Grand Beach Resort Samui Hotel without a written sublease agreement since the expiry of the sublease agreement in September 2014. Therefore, there is an uncertainty over the rental rate after the expiry of the sublease agreement.

**3) Central World Hotel Co., Ltd.**

On 28 April 2005, Central World Hotel Co., Ltd. (“CWH”) entered into a sublease agreement of hotel land and building with Thai Business Fund 4 (“the Fund”) to develop and to operate a hotel or other related businesses. CWH is required to pay rental in advance and annual rental fee totalling Baht 1,188.8 million to the Fund up to the end of the agreement on 22 December 2032. CWH paid the rental in advance upon signing the agreement of Baht 275 million and recorded the prepayment as leasehold right in the consolidated statement of financial position. For the three-month and six-month periods ended 30 June 2016, CWH recorded rental expense of Baht 8.7 million and Baht 17.4 million, respectively (*for the three-month and six-month periods ended 30 June 2015: Baht 8.3 million and Baht 16.5 million, respectively*).

The above agreement requires the rights on buildings and constructions thereon which CWH repair and maintenance or construct on the sublease land to belong to land owner, the Crown Property Bureau, at the date that those repairs and maintenance or construction completed.

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

**b) Long-term service agreements**

**The Company**

On 1 July 2004, the Company entered into management agreements with its subsidiaries, effective from 1 January 2004. Management fee would be paid on a quarterly basis. The parties to the agreements have the right to amend the agreements by agreeing in written. Details of the agreements are below:

- The Company entered into management agreements with its 7 subsidiaries in the hotel group to manage the hotel operations. Under the said agreements, the Company would receive management fee based on the percentage of net sales specified in the agreements, divided into operational management fee and marketing management fee.
- The Company entered into a management agreement with Central Restaurants Group Co., Ltd. (“CRG”), for the operational management of CRG. Under the said agreement, the Company would receive a monthly fixed management fee as specified in the agreement.

On 26 September 2008, the Company entered into management agreement with Central Samui Hotel Management Co., Ltd. to manage the hotel’s operations for 30 years commencing from the agreement date. Under the said agreement, the Company would receive the management fee as specified in the agreement.

On 31 March 2011 and 26 May 2011, the Company entered into management agreements with Karon Phuket Hotel Co., Ltd. and Kata Phuket Hotel Co., Ltd. to manage the hotel’s operation for 5 years. The agreements are automatically renewable for 5 years. Under the said agreements, the Company would receive the management fee as specified in the agreements.

On 31 January 2014, the Company entered into a service agreement with Harg Central Department Store Co., Ltd. for a period of 1 year in order to receive information and various suggestions, which are beneficial to the Company. The Company agrees to pay service fee of Baht 1,000,000 per month, the agreement is automatically renewable annually with a 5% increase of service fee every year.

**Subsidiaries**

Central Sukhontha Hotel Co., Ltd. (“CHY”) has entered into a rental and services agreement with Central Department Store Co., Ltd. for a period of 30 years ending on 31 May 2024. Central Department Store Co., Ltd. agreed to lease part of CHY’s building as a shopping center. Total income to CHY throughout the agreement is approximately Baht 428 million. As at 30 June 2016, the balance of deferred income was Baht 119.0 million (*31 December 2015: Baht 126.1 million*) in the consolidated financial statements.

On 31 January 2012, Central Restaurants Group Co., Ltd. entered into a service agreement with Harg Central Department Store Co., Ltd. for a period of 1 year in order to receive information and various suggestions, which are beneficial to CRG. The Company agreed to pay service fee of Baht 500,000 per month, the agreement is automatically renewable annually with a 5% increase of service fee every year.

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

On 1 January 2015, Central Restaurants Group Co., Ltd. (“CRG”) entered into legal consultant service agreement with Harn Central Department Store Co., Ltd. in order to receive consultation, explanation and advice of legal matters especially for laws related to its business. The service fee is agreed to pay at Baht 73,000 per month. The agreement has a period of 1 year, commencing from 1 January 2015 to 31 December 2015, unless in practice both parties involve in consultation and advice under the intention of continuing this agreement without the renewal of the agreement. This should be considered as the beginning of the agreement in infinite period and is the right of either party to terminate the agreement, however, the advance notice of the termination should not be less than 30 days.

**c) Long-term lease and service agreements**

Central Restaurants Group Co., Ltd. (“CRG”) had long-term lease and service agreements with related parties for periods of 3 to 30 years up to 2023. According to the terms of the agreements, CRG has to pay monthly rental and service charges at fixed rates or at certain percentages of gross sales as follows:

	<b>Consolidated financial statements</b>	
	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>	
<b><i>Operating lease commitment (only fixed rental and service fees and minimum lease payment)</i></b>		
Within one year	275,987	309,425
After one year but within five years	240,636	284,466
After five years	3,586	3,996
<b>Total</b>	<b><u>520,209</u></b>	<b><u>597,887</u></b>

**d) Commitments under agreements with related parties**

**The Company**

As at 30 June 2016, the Company guaranteed the overdraft lines, letters of credit lines and various guarantees for a subsidiary to a local bank totaling Baht 30 million (*31 December 2015: Baht 30 million*).

The Company provided guarantees to various financial institutions for loans of three subsidiaries in the amount not less than Baht 4,920 million. As at 30 June 2016, the outstanding loans were Baht 2,226 million (*31 December 2015: Baht 2,397 million*).

**Subsidiary**

As at 30 June 2016, Central Restaurants Group Co., Ltd. had commitments to a financial institution for guarantees of bank overdraft and long-term loan facility of a subsidiary totalling Baht 55.8 million (*31 December 2015: Baht 55.8 million*).

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

**4 Trade and other receivables**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	June	December	June	December
<i>Note</i>	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Trade receivables - other parties	383,205	503,945	108,956	88,456
Less allowance for doubtful accounts	<u>(11,148)</u>	<u>(11,307)</u>	<u>(419)</u>	<u>(419)</u>
Trade receivables - net	372,057	492,638	108,537	88,037
Other receivables	211,898	223,066	102,301	131,052
Receivables from related parties	3 86,389	64,183	76,144	76,289
	<u>670,344</u>	<u>779,887</u>	<u>286,982</u>	<u>295,378</u>
Prepaid expenses	120,465	53,949	21,877	14,868
Prepaid promotion expenses	-	56,952	-	-
Advance to suppliers	50,142	32,324	-	-
<b>Total</b>	<b><u>840,951</u></b>	<b><u>923,112</u></b>	<b><u>308,859</u></b>	<b><u>310,246</u></b>

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
Doubtful debts expense (reversal of) for the				
Three-month period ended 30 June	<u>(6)</u>	<u>(788)</u>	<u>-</u>	<u>(7)</u>
Six-month period ended 30 June	<u>(159)</u>	<u>2,806</u>	<u>-</u>	<u>(479)</u>

Aging analyses for trade accounts receivable were as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	June	December	June	December
	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Other parties</b>				
Within credit terms	226,555	371,699	90,389	80,825
Overdue:				
Less than 3 months	68,153	69,506	14,713	3,852
3 - 6 months	80,219	54,359	545	738
6 - 12 months	3,755	2,442	679	1,817
Over 12 months	4,523	5,939	2,630	1,224
	<u>383,205</u>	<u>503,945</u>	<u>108,956</u>	<u>88,456</u>
Less allowance for doubtful accounts	<u>(11,148)</u>	<u>(11,307)</u>	<u>(419)</u>	<u>(419)</u>
<b>Net</b>	<b><u>372,057</u></b>	<b><u>492,638</u></b>	<b><u>108,537</u></b>	<b><u>88,037</u></b>

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

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

**5 Investment in an associate**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Six-month period ended 30 June</i>	2016	2015	2016	2015
	<i>(in thousand Baht)</i>			
<b>Associate</b>				
At 1 January	626,109	724,812	626,109	787,413
Share of net profits of associate	51,493	28,109	-	-
Unit redeemed	(6,342)	-	(6,342)	-
Dividend income	(12,813)	(12,975)	-	-
<b>At 30 June</b>	<b><u>658,447</u></b>	<b><u>739,946</u></b>	<b><u>619,767</u></b>	<b><u>787,413</u></b>

There were no acquisitions and disposals of investment in an associate during the six-month period ended 30 June 2016.

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

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

<b>Consolidated financial statements</b>												
	Type of business	Country of incorporation	Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the six-month periods ended	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	30 June 2015
			(%)		(in thousand Baht)							
<i>Associate</i>												
Centara Hotels & Resorts Leasehold Property Fund	Property fund	Thailand	25.3	25.3	3,110,464	3,110,464	781,071	787,413	658,447	626,109	12,813	12,975
<b>Total</b>							<b>781,071</b>	<b>787,413</b>	<b>658,447</b>	<b>626,109</b>	<b>12,813</b>	<b>12,975</b>

As at 30 June 2016, the closing price of Centara Hotels & Resorts Leasehold Property Fund was Baht 4.12 (31 December 2015: Baht 3.76). The fair value of investment in Centara Hotels & Resorts Leasehold Property Fund was Baht 334 million (31 December 2015: Baht 305 million).

<b>Separate financial statements</b>												
	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	30 June 2015
	(%)		(in thousand Baht)									
<i>Associate</i>												
Centara Hotels & Resorts Leasehold Property Fund	25.3	25.3	3,110,464	3,110,464	781,071	787,413	(161,304)	(161,304)	619,767	626,109	12,813	12,975
<b>Total</b>					<b>781,071</b>	<b>787,413</b>	<b>(161,304)</b>	<b>(161,304)</b>	<b>619,767</b>	<b>626,109</b>	<b>12,813</b>	<b>12,975</b>

The Company set up impairment loss on investment in an associate by considering from the net asset value of the property fund.



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

**6 Investments in subsidiaries**

<i>Six-month period ended 30 June</i>	<b>Separate financial statements</b>	
	2016	2015
	<i>(in thousand Baht)</i>	
At 1 January	5,132,582	4,907,582
Additions	50,000	15,000
At 30 June	<b><u>5,182,582</u></b>	<b><u>4,922,582</u></b>

In 2<sup>nd</sup> quarter of 2016, the Company has invested in ordinary shares of Centara Management Headquarter Co., Ltd of 100,000 shares at Baht 100 per share, totalling Baht 10 million, for 100% of paid-up share capital. Such company registered the authorised share capital and called for a fully paid-up share capital with the Ministry of Commerce on 28 April 2016.

On 14 May 2016, the shareholders of the subsidiary approved for the additional share capital of 400,000 shares at Baht 100 per share, totalling of Baht 40 million and called for a fully paid-up share capital.

On 10 June 2015, Cosi Hotels Co., Ltd. had called for the additional paid-up share capital of 300,000 shares at Baht 50 per share, totalling of Baht 15 million.

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

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

**Separate financial statements**

Name of subsidiaries	Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended	
		30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015
		( <i>%</i> )				<i>(in thousand Baht)</i>							
<b>Direct Subsidiaries</b>													
Central Samui Beach Resort Co., Ltd.	Hotel	100	100	250,000	250,000	394,383	394,383	-	-	394,383	394,383	-	-
Central Karon Village Co., Ltd.	Hotel	100	100	37,500	37,500	76,500	76,500	-	-	76,500	76,500	-	-
Central Krabi Bay Resort Co., Ltd.	Hotel	100	100	500,000	500,000	500,000	500,000	-	-	500,000	500,000	-	-
Central Hua Hin Beach Resort Co., Ltd.	Hotel	63.9	63.9	185,000	185,000	198,905	198,905	-	-	198,905	198,905	47,324	47,324
Central World Hotel Co., Ltd.	Hotel	100	100	1,800,000	1,800,000	1,800,000	1,800,000	-	-	1,800,000	1,800,000	-	-
Central Koh Kood Hotel Co., Ltd.	Hotel	100	100	120,000	120,000	120,000	120,000	-	-	120,000	120,000	-	-
Central Hotel Management Co., Ltd.	Holding company	100	100	250,000	250,000	250,000	250,000	-	-	250,000	250,000	-	-
Central Restaurants Group Co., Ltd.	Food and beverage	100	100	620,000	620,000	669,607	669,607	-	-	669,607	669,607	-	20,000
Triplenine Decor Co., Ltd.	Not operate yet	100	100	80,000	80,000	80,000	80,000	-	-	80,000	80,000	-	-
Central Samui Hotel Management Co., Ltd.	Holding company	100	100	1,250	1,250	1,250	1,250	-	-	1,250	1,250	-	-
Centara International Management Co., Ltd.	and hotel management	100	100	150,000	150,000	150,000	150,000	-	-	150,000	150,000	-	-
S.P. Realty Had Farang Resort Co., Ltd.	Not operate yet	100	100	88,500	88,500	88,500	88,500	-	-	88,500	88,500	-	-
S.P. Realty Pattaya Beach Co., Ltd.	Not operate yet	100	100	80,000	80,000	80,000	80,000	-	-	80,000	80,000	-	-

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

**Separate financial statements**

Name of subsidiaries	Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended	
		30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015
		(%)						<i>(in thousand Baht)</i>					
Cenvaree Healthy Spa Co., Ltd.	Not operate yet	100	100	1,000	1,000	1,000	1,000	-	-	1,000	1,000	-	-
Central Bangkok Convention & Exhibition Co., Ltd.	Not operate yet	100	100	1,000	1,000	1,000	1,000	-	-	1,000	1,000	-	-
Centara International Management (Thailand) Co., Ltd.	Hotel management	100	100	25,000	25,000	25,000	25,000	-	-	25,000	25,000	-	-
Karon Phuket Hotel Co., Ltd.	Hotel	99.3	99.3	520,000	520,000	479,187	479,187	-	-	479,187	479,187	-	-
Cosi Hotels Co., Ltd.	Not operate yet	100	100	30,000	30,000	30,000	30,000	-	-	30,000	30,000	-	-
Centara Import-Export Co., Ltd.	Import and export	100	100	1,000	1,000	1,000	1,000	-	-	1,000	1,000	-	-
Cosi Hotel Management Co., Ltd.	Not operate yet	100	100	1,250	1,250	1,250	1,250	-	-	1,250	1,250	-	-
Centara Loyalty Marketing Co., Ltd.	Offer privileges for customers	100	100	12,500	12,500	12,500	12,500	-	-	12,500	12,500	-	-
Centara Learning Centre Co., Ltd.	Learning centre	100	100	2,500	2,500	2,500	2,500	-	-	2,500	2,500	-	-
Kata Phuket Hotel Co., Ltd.	Hotel	99	99	120,000	120,000	170,000	170,000	-	-	170,000	170,000	-	-
Centara Management Headquarter Co., Ltd.	Hotel management	100	-	50,000	-	50,000	-	-	-	50,000	-	-	-
<b>Total</b>						<b>5,182,582</b>	<b>5,132,582</b>	<b>-</b>	<b>-</b>	<b>5,182,582</b>	<b>5,132,582</b>	<b>47,324</b>	<b>67,324</b>

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

**Separate financial statements**

Name of subsidiaries	Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended	
		30	31	30	31	30	31	30	31	30	31	30	30
		June 2016	December 2015	June 2016	December 2015	June 2016	December 2015	June 2016	December 2015	June 2016	December 2015	June 2016	June 2015
		(%)		(in thousand Baht)									
<b>Indirect Subsidiaries</b>													
Central Sukhontha Hotel Co., Ltd.	Hotel	100	100	145,000	145,000	-	-	-	-	-	-	-	-
Central Samui Village Co., Ltd.	Hotel	100	100	55,000	55,000	-	-	-	-	-	-	-	-
Central Mae Sot Hill Hotel Co., Ltd.	Hotel	98.4	98.4	190,000	190,000	-	-	-	-	-	-	-	-
CRG Manufacturing Co., Ltd.	Food and beverage	100	100	160,000	160,000	-	-	-	-	-	-	-	-
Central Laundry Services Co., Ltd.	Not operate yet	100	100	1,500	1,500	-	-	-	-	-	-	-	-
CRG International Food Co., Ltd.	Food and beverage	100	100	179,760	179,760	-	-	-	-	-	-	-	-
S.P. Realty Lanta Beach Co., Ltd.	Not operate yet	100	100	36,000	36,000	-	-	-	-	-	-	-	-
Centara Maldives Pvt. Ltd.	Hotel	75	75	618,936	618,936	-	-	-	-	-	-	-	-
R.M.L. Leisure Pvt. Ltd.	Hotel	74	74	483,886	483,886	-	-	-	-	-	-	-	-
Centara (Shanghai) Hotel Management Co., Ltd.	Not operate yet	100	100	20,948	16,137	-	-	-	-	-	-	-	-
CIM for Hotel Management - Egypt, S.A.E.	Not operate yet	100	100	232	232	-	-	-	-	-	-	-	-
Centara (Hong Kong) Hotel Management Co., Limited	Not operate yet	100	100	-	-	-	-	-	-	-	-	-	-
<b>Total</b>													

All subsidiaries were incorporated in Thailand, except the following subsidiaries;

<b>Subsidiaries</b>	<b>Country of incorporation</b>
Centara Maldives Pvt. Ltd.	Republic of Maldives
R.M.L. Leisure Pvt. Ltd.	Republic of Maldives
Centara (Shanghai) Hotel Management Co., Ltd.	People's Republic of China
CIM for Hotel Management - Egypt, S.A.E.	Arab Republic of Egypt
Centara (Hong Kong) Hotel Management Co., Limited	Hong Kong Special Administrative Region of the People's Republic of China

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

**7 Property, plant and equipment, leasehold rights and other intangible assets**

During the six-month period ended 30 June 2016, property, plant and equipment of the Group at a total cost of Baht 570 million is acquired, mostly from renovation and construction of hotel. There were no significant additions to or disposals of leasehold rights and other intangible assets during the period.

At 30 June 2016, the Company and certain subsidiaries mortgaged land, buildings and constructions with carrying value of Baht 3,154 million (*31 December 2015: Baht 4,601 million*) as collateral for bank overdrafts and loans from financial institutions.

Central Restaurants Group Co., Ltd. (“CRG”) entered into agreements with three local banks to obtain various short-term credit facility lines. Under the term of the agreements, CRG shall not dispose, pledge or mortgage the existing or future property and leasehold rights in an amount over the agreed amount stated in the agreements without consent from the banks.

According to loan agreement between Central World Hotel Co., Ltd. (“CWH”) with a local bank, CWH shall not dispose, transfer, lease, or make any commitment in leasehold land including buildings and constructions thereon without consent from the bank.

According to sublease agreement of Sofitel Centara Grand Bangkok Hotel, leased assets which the Company has renovated, improved or constructed, altered, added, maintained or rebuilt, will be transferred to the State of Railway of Thailand.

According to land lease agreement of Hua Hin Railway Hotel, hotel buildings and premises including the additional fixtures of a subsidiary, Central Hua Hin Beach Resort Co., Ltd., will be transferred to the State Railway of Thailand.

Hotel buildings, constructions and fixtures thereon of a subsidiary, Central World Hotel Co., Ltd. (“CWH”) will be transferred the rights on buildings and constructions thereon which CWH repair and maintenance or construct on the sub-lease land to the land owner, the Crown Property Bureau. As at 30 June 2016, the net book value of assets under sub-lease land agreement was Baht 2,360 million (*31 December 2015: Baht 2,400 million*).

**8 Trade and other payables**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 June 2016	31 December 2015	30 June 2016	31 December 2015
		<i>(in thousand Baht)</i>			
Trade payables - other parties		649,498	734,582	31,222	67,908
Amounts due to related parties	3	37,844	50,458	7,278	6,144
Other payables		79,086	103,981	50,448	70,984
Payables for purchase of buildings and equipment		100,012	189,710	6,149	8,764
Guest deposits		430,209	432,942	117,915	109,677
Accrued expenses		890,296	957,357	107,834	84,562
<b>Total</b>		<b><u>2,186,945</u></b>	<b><u>2,469,030</u></b>	<b><u>320,846</u></b>	<b><u>348,039</u></b>

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

**9 Debentures**

On 30 March 2016, the Company issued 800,000 units of debentures at Baht 1,000 per unit (par value is at Baht 1,000). The debentures are in the name of specific holders, unsubordinated and unsecured, bear interest rate at 2.09% per annum and has maturity date in 2020. The shareholders of the Company approved the credit limit for issuance and offer for sale of the debentures at the shareholders' meeting on 25 March 2009.

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

**10 Segment information**

*Information about reportable segments*

<i>Three-month period ended 30 June</i>	<b>Hotel and related services operation</b>		<b>Food and ice-cream operation</b>		<b>Total reportable segments</b>		<b>Elimination</b>		<b>Total</b>	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	<i>(in million Baht)</i>									
Revenue	2,010	1,935	2,868	2,646	4,878	4,581	(78)	(100)	4,800	4,481
Interest income	52	68	5	3	57	71	(52)	(67)	5	4
Other income	211	217	20	12	231	229	(167)	(176)	64	53
<b>Total income</b>	<b>2,273</b>	<b>2,220</b>	<b>2,893</b>	<b>2,661</b>	<b>5,166</b>	<b>4,881</b>	<b>(297)</b>	<b>(343)</b>	<b>4,869</b>	<b>4,538</b>
Cost of sales	1,361	1,343	1,519	1,402	2,880	2,745	(18)	(6)	2,862	2,739
Selling expenses	108	107	128	126	236	233	(13)	(16)	223	217
Administrative expenses	484	454	993	909	1,477	1,363	(188)	(234)	1,289	1,129
Financial costs	131	164	-	1	131	165	(52)	(67)	79	98
<b>Total expenses</b>	<b>2,084</b>	<b>2,068</b>	<b>2,640</b>	<b>2,438</b>	<b>4,724</b>	<b>4,506</b>	<b>(271)</b>	<b>(323)</b>	<b>4,453</b>	<b>4,183</b>
Share of net profits of investments	37	8	-	-	37	8	-	-	37	8
<b>Profit before income tax expense</b>	<b>226</b>	<b>160</b>	<b>253</b>	<b>223</b>	<b>479</b>	<b>383</b>	<b>(26)</b>	<b>(20)</b>	<b>453</b>	<b>363</b>
Income tax expense	(49)	(80)	(43)	(49)	(92)	(129)	-	-	(92)	(129)
<b>Profit for the period</b>	<b>177</b>	<b>80</b>	<b>210</b>	<b>174</b>	<b>387</b>	<b>254</b>	<b>(26)</b>	<b>(20)</b>	<b>361</b>	<b>234</b>

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

<i>Six-month period ended 30 June</i>	<b>Hotel and related services operation</b>		<b>Food and ice-cream operation</b>		<b>Total reportable segments</b>		<b>Eliminations</b>		<b>Total</b>	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	<i>(in million Baht)</i>									
Revenue	4,793	4,570	5,380	5,085	10,173	9,655	(153)	(139)	10,020	9,516
Interest income	116	137	7	3	123	140	(118)	(135)	5	5
Other income	518	538	41	25	559	563	(385)	(377)	174	186
<b>Total income</b>	<b>5,427</b>	<b>5,245</b>	<b>5,428</b>	<b>5,113</b>	<b>10,855</b>	<b>10,358</b>	<b>(656)</b>	<b>(651)</b>	<b>10,199</b>	<b>9,707</b>
Cost of sales	2,849	2,768	2,887	2,751	5,736	5,519	(34)	(18)	5,702	5,501
Selling expenses	230	208	243	216	473	424	(28)	(19)	445	405
Administrative expenses	1,029	922	1,907	1,774	2,936	2,696	(440)	(445)	2,496	2,251
Financial costs	279	331	-	1	279	332	(118)	(135)	161	197
<b>Total expenses</b>	<b>4,387</b>	<b>4,229</b>	<b>5,037</b>	<b>4,742</b>	<b>9,424</b>	<b>8,971</b>	<b>(620)</b>	<b>(617)</b>	<b>8,804</b>	<b>8,354</b>
Share of net profits of investments	51	28	-	-	51	28	-	-	51	28
<b>Profit before income tax expense</b>	<b>1,091</b>	<b>1,044</b>	<b>391</b>	<b>371</b>	<b>1,482</b>	<b>1,415</b>	<b>(36)</b>	<b>(34)</b>	<b>1,446</b>	<b>1,381</b>
Income tax expense	(196)	(184)	(68)	(60)	(264)	(244)	-	-	(264)	(244)
<b>Profit for the period</b>	<b>895</b>	<b>860</b>	<b>323</b>	<b>311</b>	<b>1,218</b>	<b>1,171</b>	<b>(36)</b>	<b>(34)</b>	<b>1,182</b>	<b>1,137</b>



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

**11 Income tax expense**

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The Group's consolidated effective tax rate in respect of continuing operations for the three-month and six-month periods ended 30 June 2016 was 20.3% and 18.3%, respectively. This effective tax rate did not significantly differ from corporate income tax rate.

**12 Basic earnings per share**

The calculations of basic earnings per share for the three-month and six-month periods ended 30 June 2016 and 2015 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:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2016	2015	2016	2015
<i>Three-month period ended 30 June</i>	<i>(in million Baht/million shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	<u>354</u>	<u>246</u>	<u>120</u>	<u>121</u>
Number of ordinary shares outstanding	<u>1,350</u>	<u>1,350</u>	<u>1,350</u>	<u>1,350</u>
<b>Basic earnings per share (in Baht)</b>	<b><u>0.26</u></b>	<b><u>0.18</u></b>	<b><u>0.09</u></b>	<b><u>0.09</u></b>
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2016	2015	2016	2015
<i>Six-month period ended 30 June</i>	<i>(in million Baht/million shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	<u>1,112</u>	<u>1,080</u>	<u>273</u>	<u>331</u>
Number of ordinary shares outstanding	<u>1,350</u>	<u>1,350</u>	<u>1,350</u>	<u>1,350</u>
<b>Basic earnings per share (in Baht)</b>	<b><u>0.82</u></b>	<b><u>0.80</u></b>	<b><u>0.20</u></b>	<b><u>0.25</u></b>

**13 Dividends**

At the annual general meeting of the shareholders of the Company held on 28 April 2016, the shareholders approved the appropriation of dividend of Baht 0.50 per share, amounting to Baht 675 million. The dividend was paid to shareholders in 2016.

At the annual general meeting of the shareholders of the Company held on 23 April 2015, the shareholders approved the appropriation of dividend of Baht 0.40 per share, amounting to Baht 540 million. The dividend was paid to shareholders in 2015.

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

**14 Financial instruments**

**Carrying amounts and fair values**

*Financial assets and financial liabilities not measured at fair value*

Fair values of financial assets and liabilities except long-term loans from financial institutions and debentures is taken to approximate the carrying values because of the nearly to maturity.

Fair values of long-term loans from financial institutions and debentures, together with the carrying values shown in the consolidated and separate statements of financial position were as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	Fair value	Carrying value	Fair value	Carrying value
	<i>(in million Baht)</i>			
<b>30 June 2016</b>				
Long-term loans from financial institutions	2,824	2,727	214	210
Debentures	5,022	4,999	5,022	4,999
<b>Total</b>	<b>7,846</b>	<b>7,726</b>	<b>5,236</b>	<b>5,209</b>

**15 Commitments with non-related parties**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
	<i>(in thousand Baht)</i>			
<b>Capital commitment</b>				
Contracted but not provided for hotel construction	260,108	52,566	3,841	-
<b>Total</b>	<b>260,108</b>	<b>52,566</b>	<b>3,841</b>	<b>-</b>
<b>Operating lease commitments and service commitments of Central Restaurants Group Co., Ltd.</b>				
Within one year	358,942	413,606	-	-
After one year but within five years	287,463	275,927	-	-
After five years	1,583	1,174	-	-
<b>Total</b>	<b>647,988</b>	<b>690,707</b>	<b>-</b>	<b>-</b>

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

**16 Events after the reporting period**

At the Board of Directors' meeting of the Company held on 8 August 2016, the Board of Directors passed a resolution for the following topics;

(a) Approval of the purchase of newly issued shares of a subsidiary totalling Baht 420 million. The payment for all newly issued shares will be made in full within 11 August 2016.

(b) Acknowledge of the issuance and offer for sale of the unsubordinated and unsecured debentures in the amount of Baht 3,480 million. The shareholders of the Company approved the credit limit for issuance and offer for sale of the debentures at the shareholders' meeting on 28 April 2016.

**17 Thai Financial Reporting Standards (TFRS) not yet adopted**

New TFRS has been issued but is not yet effective and has not been applied in preparing these interim financial statements. This new TFRS that may be relevant to the Group's operations, which become effective for annual financial periods beginning on or after 1 January 2017, is set out below. The Group does not plan to adopt these TFRS early.

<b>TFRS</b>	<b>Topic</b>
FAP announcement No. 5/2016	FAP Guidance on derecognition of financial assets and financial liabilities

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

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

**18 Reclassification of accounts**

Certain accounts in the statement of financial position as at 31 December 2015 and the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015, which are included in the 2016 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2016 interim financial statements.

	2015					
	Consolidated financial statements			Separate financial statements		
	Before reclassifi- cation	Reclassi- fication	After reclassifi- cation	Before reclassifi- cation	Reclassifi- cation	After reclassifi- cation
	<i>(in million Baht)</i>					
<b><i>Statement of financial position</i></b>						
Trade and other receivables	1,013	(90)	923	310	-	310
Short-term loans to other parties	19	90	109	-	-	-
Leasehold rights	786	(56)	730	101	-	101
Trade and other payables	(2,525)	56	(2,469)	(348)	-	(348)
		<u>-</u>			<u>-</u>	
<b><i>Statement of comprehensive income for the three-month period ended 30 June 2016</i></b>						
Revenues from hotel operations and related services	(1,871)	39	(1,832)	(524)	17	(507)
Rental income	-	(29)	(29)	-	(13)	(13)
Cost of sales - hotel operations and related services	1,366	(10)	1,356	339	(4)	335
		<u>-</u>			<u>-</u>	
<b><i>Statement of comprehensive income for the six-month period ended 30 June 2016</i></b>						
Revenues from hotel operations and related services	(4,505)	79	(4,426)	(1,142)	35	(1,107)
Rental income	-	(57)	(57)	-	(25)	(25)
Cost of sales - hotel operations and related services	2,811	(22)	2,789	699	(10)	689
		<u>-</u>			<u>-</u>	

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