

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

Interim financial statements  
for the three-month period ended  
31 March 2017

and

Independent auditor's report on review of interim financial  
information

## **Independent Auditor's Report on Review of Interim Financial Information**

### **To the Board of Directors of 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 31 March 2017; the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2017; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

#### *Scope of Review*

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

#### *Conclusion*

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

*Emphasis of Matter*

I draw attention to 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. My conclusion is not modified in respect of this matter.

(Vipavan Pattavanvivek)  
Certified Public Accountant  
Registration No. 4795

KPMG Phoomchai Audit Ltd.  
Bangkok  
11 May 2017

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Statement of financial position**

		<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
<b>Assets</b>	<i>Note</i>	31 March 2017 (Unaudited)	31 December 2016	31 March 2017 (Unaudited)	31 December 2016
<i>(in thousand Baht)</i>					
<b><i>Current assets</i></b>					
Cash and cash equivalents		1,160,790	989,295	9,869	32,932
Current investments		803,350	153,746	-	-
Trade and other current receivables	<b>4</b>	1,072,170	937,883	228,524	236,832
Short-term loans to other parties		12,465	12,465	-	-
Short-term loans to related parties	<b>3</b>	-	-	849,700	813,800
Inventories		704,494	780,760	25,434	27,275
Other current assets		164,092	168,586	19,070	18,093
<b>Total current assets</b>		<b>3,917,361</b>	<b>3,042,735</b>	<b>1,132,597</b>	<b>1,128,932</b>
<b><i>Non-current assets</i></b>					
Investments held as available for sale		1,029	996	-	-
Investment in an associate	<b>5</b>	602,324	594,317	587,992	594,317
Investments in subsidiaries	<b>6</b>	-	-	5,602,582	5,602,582
Long-term loans to related parties	<b>3</b>	-	-	3,081,950	2,747,750
Investment properties		420,967	424,930	260,717	263,903
Property, plant and equipment		18,009,480	18,288,243	4,151,837	4,175,621
Goodwill		314,602	314,602	-	-
Leasehold rights		680,767	704,629	79,807	107,116
Other intangible assets		374,912	372,019	17,383	17,445
Deferred tax assets		105,328	115,004	41,224	47,517
Other non-current assets		547,508	539,333	5,776	5,191
<b>Total non-current assets</b>		<b>21,056,917</b>	<b>21,354,073</b>	<b>13,829,268</b>	<b>13,561,442</b>
<b>Total assets</b>		<b>24,974,278</b>	<b>24,396,808</b>	<b>14,961,865</b>	<b>14,690,374</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**

		<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		31 March	31 December	31 March	31 December
<b>Liabilities and equity</b>	<i>Note</i>	2017	2016	2017	2016
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<b><i>Current liabilities</i></b>					
Bank overdrafts and short-term borrowings					
from financial institutions		173,659	719,988	1,668	6,343
Trade and other current payables	8	2,054,568	2,232,782	313,100	337,917
Current portion of deferred income		167,387	168,448	86,605	87,970
Current portion of long-term borrowings					
from financial institutions		185,169	127,199	-	-
Current portion of debentures		1,000,000	1,000,000	1,000,000	1,000,000
Short-term borrowings from related parties	3	60,824	66,382	647,300	424,300
Income tax payable		280,747	154,228	10,821	-
Other current liabilities		264,697	236,625	40,185	39,656
<b>Total current liabilities</b>		<b>4,187,051</b>	<b>4,705,652</b>	<b>2,099,679</b>	<b>1,896,186</b>
<b><i>Non-current liabilities</i></b>					
Long-term borrowings from					
financial institutions		1,451,210	874,269	-	-
Debentures		4,979,833	4,979,716	4,979,833	4,979,716
Deferred income		2,193,876	2,221,647	1,031,213	1,043,624
Deferred tax liabilities		155,623	161,941	-	-
Non-current provisions for employee benefit		219,385	218,557	66,037	67,079
Provision for decommissioning		97,652	97,471	-	-
Other non-current liabilities		18,887	20,275	15,364	16,146
<b>Total non-current liabilities</b>		<b>9,116,466</b>	<b>8,573,876</b>	<b>6,092,447</b>	<b>6,106,565</b>
<b>Total liabilities</b>		<b>13,303,517</b>	<b>13,279,528</b>	<b>8,192,126</b>	<b>8,002,751</b>

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**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Statement of financial position**

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		31 March 2017 (Unaudited)	31 December 2016	31 March 2017 (Unaudited)	31 December 2016
<i>(in thousand Baht)</i>					
<b>Liabilities and equity</b>					
<i>Equity</i>					
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
Share 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		8,477,214	7,694,201	4,291,659	4,209,543
Other components of equity		173,539	231,963	-	-
<b>Equity attributable to owners of the Company</b>		<b>11,128,833</b>	<b>10,404,244</b>	<b>6,769,739</b>	<b>6,687,623</b>
Non-controlling interests		541,928	713,036	-	-
<b>Total equity</b>		<b>11,670,761</b>	<b>11,117,280</b>	<b>6,769,739</b>	<b>6,687,623</b>
<b>Total liabilities and equity</b>		<b>24,974,278</b>	<b>24,396,808</b>	<b>14,961,865</b>	<b>14,690,374</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>		
	Three-month period ended		Three-month period		
	31 March		ended		
	31 March		31 March		
<i>Note</i>	2017	2016	2017	2016	
	<i>(in thousand Baht)</i>				
<b>Revenues</b>					
Revenues from hotel operations					
and related services	2,595,550	2,702,653	595,920	606,639	
Revenues from food and beverage	2,571,137	2,489,340	-	-	
Rental income	28,309	28,412	12,411	12,411	
Other income	150,675	110,259	91,611	185,121	
<b>Total revenues</b>	<b>5,345,671</b>	<b>5,330,664</b>	<b>699,942</b>	<b>804,171</b>	
<b>Expenses</b>					
Cost of sales - hotel operations					
and related services	1,454,405	1,487,470	354,715	362,786	
Cost of sales - food and beverage	1,393,617	1,351,920	-	-	
Distribution costs	200,940	222,449	57,639	73,755	
Administrative expenses	1,228,168	1,206,629	142,440	127,197	
Finance costs	58,569	82,107	43,480	52,036	
<b>Total expenses</b>	<b>4,335,699</b>	<b>4,350,575</b>	<b>598,274</b>	<b>615,774</b>	
Share of profit of an associate	5	14,332	14,192	-	-
<b>Profit before income tax expense</b>		<b>1,024,304</b>	<b>994,281</b>	<b>101,668</b>	<b>188,397</b>
Tax expense	10	(189,137)	(172,964)	(19,552)	(35,215)
<b>Profit for the period</b>		<b>835,167</b>	<b>821,317</b>	<b>82,116</b>	<b>153,182</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>	
	Three-month period ended		Three-month period	
	31 March		ended	
	31 March		31 March	
<i>Note</i>	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Other comprehensive income</b>				
<i>Components of other comprehensive income</i>				
<i>that will be reclassified to profit or loss</i>				
Exchange differences on translating financial statements	(78,059)	(27,079)	-	-
Gains on remeasurement investments held as available for sale	27	7	-	-
<b>Other comprehensive income for the period, net of tax</b>	<b>(78,032)</b>	<b>(27,072)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>757,135</b>	<b>794,245</b>	<b>82,116</b>	<b>153,182</b>
<b>Profit attributable to:</b>				
Owners of the Company	783,013	757,659	82,116	153,182
Non-controlling interests	52,154	63,658	-	-
<b>Profit for the period</b>	<b>835,167</b>	<b>821,317</b>	<b>82,116</b>	<b>153,182</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	724,589	737,372	82,116	153,182
Non-controlling interests	32,546	56,873	-	-
<b>Total comprehensive income for the period</b>	<b>757,135</b>	<b>794,245</b>	<b>82,116</b>	<b>153,182</b>
<b>Basic earnings per share (in Baht)</b>	<b>0.58</b>	<b>0.56</b>	<b>0.06</b>	<b>0.11</b>

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

		<b>Consolidated financial statements</b>										
		Retained earnings				Other components of equity						
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Translation financial statements	Investments held as available for sale	Change in ownership interests in a subsidiary	Total other components of equity	Equity attributable to owners of the Company	Non- controlling interests	Total equity
<i>Note</i>												
<i>(in thousand Baht)</i>												
<b>Three-month period ended 31 March 2016</b>												
	<b>Balance at 1 January 2016</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>6,519,520</b>	<b>82,566</b>	<b>753</b>	<b>143,422</b>	<b>226,741</b>	<b>9,224,341</b>	<b>696,411</b>	<b>9,920,752</b>
<b>Comprehensive income for the period</b>												
	Profit or loss	-	-	-	757,659	-	-	-	-	757,659	63,658	821,317
	Other comprehensive income	-	-	-	-	(20,294)	7	-	(20,287)	(20,287)	(6,785)	(27,072)
	<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>757,659</b>	<b>(20,294)</b>	<b>7</b>	<b>-</b>	<b>(20,287)</b>	<b>737,372</b>	<b>56,873</b>	<b>794,245</b>
	<b>Balance at 31 March 2016</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>7,277,179</b>	<b>62,272</b>	<b>760</b>	<b>143,422</b>	<b>206,454</b>	<b>9,961,713</b>	<b>753,284</b>	<b>10,714,997</b>
<b>Three-month period ended 31 March 2017</b>												
	<b>Balance at 1 January 2017</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>7,694,201</b>	<b>87,816</b>	<b>725</b>	<b>143,422</b>	<b>231,963</b>	<b>10,404,244</b>	<b>713,036</b>	<b>11,117,280</b>
<b>Transactions with owners, recorded directly in equity</b>												
<i>Distributions to owners of the Company</i>												
	Reduction of share capital of a subsidiary	-	-	-	-	-	-	-	-	-	(132,566)	(132,566)
	Dividend paid from a subsidiary	-	-	-	-	-	-	-	-	-	(71,088)	(71,088)
	<b>Total distributions to owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(203,654)</b>	<b>(203,654)</b>
	<b>Total transactions with owners, recorded directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(203,654)</b>	<b>(203,654)</b>
<b>Comprehensive income for the period</b>												
	Profit or loss	-	-	-	783,013	-	-	-	-	783,013	52,154	835,167
	Other comprehensive income	-	-	-	-	(58,451)	27	-	(58,424)	(58,424)	(19,608)	(78,032)
	<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>783,013</b>	<b>(58,451)</b>	<b>27</b>	<b>-</b>	<b>(58,424)</b>	<b>724,589</b>	<b>32,546</b>	<b>757,135</b>
	<b>Balance at 31 March 2017</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>8,477,214</b>	<b>29,365</b>	<b>752</b>	<b>143,422</b>	<b>173,539</b>	<b>11,128,833</b>	<b>541,928</b>	<b>11,670,761</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)**

	Issued and paid-up share capital	Share premium	Separate financial statements		Total of equity
			Retained earnings		
			Legal reserve	Unappropriated	
			<i>(in thousand Baht)</i>		
<b>Three-month period ended 31 March 2016</b>					
<b>Balance at 1 January 2016</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>3,921,491</b>	<b>6,399,571</b>
<b>Comprehensive income for the period</b>					
Profit or loss	-	-	-	153,182	153,182
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>153,182</b>	<b>153,182</b>
<b>Balance at 31 March 2016</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>4,074,673</b>	<b>6,552,753</b>
<b>Three-month period ended 31 March 2017</b>					
<b>Balance at 1 January 2017</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>4,209,543</b>	<b>6,687,623</b>
<b>Comprehensive income for the period</b>					
Profit or loss	-	-	-	82,116	82,116
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>82,116</b>	<b>82,116</b>
<b>Balance at 31 March 2017</b>	<b>1,350,000</b>	<b>970,000</b>	<b>158,080</b>	<b>4,291,659</b>	<b>6,769,739</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)

	<i>Note</i>	Consolidated financial statements Three-month period ended 31 March		Separate financial statements Three-month period ended 31 March	
		2017	2016	2017	2016
<i>(in thousand Baht)</i>					
<b><i>Cash flows from operating activities</i></b>					
Profit for the period		835,167	821,317	82,116	153,182
<i>Adjustments to reconcile profit to cash receipts (payments)</i>					
Doubtful debts expense (reversal of)	4	442	(153)	185	-
Loss on decline in value of inventory (reversal of)		315	(1,581)	-	-
Depreciation and amortisation		438,379	497,600	85,823	78,582
Reversal of impairment losses on assets		(7,881)	(12,808)	-	-
Loss on disposal of buildings and equipment		34,421	27,637	2,445	86
Share of profit of investment in an associate		(14,332)	(14,192)	-	-
Finance costs		58,569	82,107	43,480	52,036
Realisation of deferred income		(45,453)	(53,930)	(32,720)	(34,688)
Reversal of loss from discontinued branch		(8,706)	(11,794)	-	-
Tax expense		189,137	172,964	19,552	35,215
		<u>1,480,058</u>	<u>1,507,167</u>	<u>200,881</u>	<u>284,413</u>
<i>Changes in operating assets and liabilities</i>					
Trade and other current receivables		(134,729)	(175,450)	8,122	(20,303)
Inventories		75,951	28,839	1,841	7
Other current assets		16,695	14,998	(972)	90
Other non-current assets		10,026	(21,584)	(585)	2,346
Trade and other current payables		(172,714)	(174,329)	8,720	(19,078)
Other current liabilities		11,527	7,654	529	(17,051)
Deferred income		16,620	25,246	18,945	21,783
Non-current provisions for employee benefit		828	4,308	(1,042)	36
Decommissioning paid		(394)	(934)	-	-
Other non-current liabilities		(31,830)	13,868	(782)	3,834
Net cash generated from operating		<u>1,272,038</u>	<u>1,229,783</u>	<u>235,657</u>	<u>256,077</u>
Taxes paid		(58,762)	(9,622)	(2,443)	(4,619)
<b>Net cash from operating activities</b>		<u><b>1,213,276</b></u>	<u><b>1,220,161</b></u>	<u><b>233,214</b></u>	<u><b>251,458</b></u>

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		Separate	
		financial statements		financial statements	
		Three-month period		Three-month period ended	
		ended		31 March	
		31 March		31 March	
	Note	2017	2016	2017	2016
		<i>(in thousand Baht)</i>			
<b><i>Cash flows from investing activities</i></b>					
Proceeds from loans to related parties	3	-	-	1,012,690	1,667,390
Loans to related parties	3	-	-	(1,382,790)	(1,494,230)
Acquisition of current investments		(649,604)	-	-	-
Acquisition of property, plant and equipment		(180,175)	(365,298)	(38,789)	(29,967)
Acquisition of intangible assets		(21,649)	-	(837)	-
Acquisition of leasehold rights		(62,738)	(6,938)	-	-
Proceeds from redemption of investment in property fund		6,325	6,342	6,325	6,342
Decrease (increase) in prepayment for construction		(8,010)	5,986	-	4,235
Proceeds from disposal of buildings and equipment		888	6,371	310	3,274
<b>Net cash from (used in) investing activities</b>		<b>(914,963)</b>	<b>(353,537)</b>	<b>(403,091)</b>	<b>157,044</b>
<b><i>Cash flows from financing activities</i></b>					
Decrease in short-term borrowings from financial institutions, net		(622,188)	(189,967)	-	(250,000)
Interest paid		(93,105)	(113,513)	(71,511)	(76,733)
Dividends paid from subsidiary to non-controlling interests		(71,088)	-	-	-
Reduction of share capital of a subsidiary		(132,566)	-	-	-
Increase in borrowings from related parties	3	-	-	262,600	138,500
Repayments of borrowings from related parties	3	-	-	(39,600)	(174,120)
Repayments of short-term borrowings from other parties		-	(1,804)	-	-
Proceeds from issuing of debentures		-	800,000	-	800,000
Repayments of debentures		-	(800,000)	-	(800,000)
Finance lease payments		-	(4,220)	-	(3,016)
Proceeds from long-term borrowings from financial institutions		716,348	-	-	-
Repayments of long-term borrowings from financial institutions		(29,848)	(205,050)	-	(72,000)
<b>Net cash from (used in) financing activities</b>		<b>(232,447)</b>	<b>(514,554)</b>	<b>151,489</b>	<b>(437,369)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>65,866</b>	<b>352,070</b>	<b>(18,388)</b>	<b>(28,867)</b>
Cash and cash equivalents at beginning of period		1,076,290	377,125	26,589	32,466
<b>Cash and cash equivalents at ending of period</b>		<b>1,142,156</b>	<b>729,195</b>	<b>8,201</b>	<b>3,599</b>
Cash and cash equivalents		1,160,790	856,015	9,869	10,460
Bank overdrafts		(18,634)	(126,820)	(1,668)	(6,861)
		<b>1,142,156</b>	<b>729,195</b>	<b>8,201</b>	<b>3,599</b>
<b><i>Non-cash transaction</i></b>					
Acquisition of buildings and equipment by payable		75,985	131,281	709	6,844

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 period ended 31 March 2017 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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3	Related parties
4	Trade and other current receivables
5	Investment in an associate
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7	Property, plant and equipment, leasehold rights and other intangible assets
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**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (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 11 May 2017.

**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 (64.0% 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 2016) *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 2016. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2016.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2016 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2017. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group or the Company.

*(b) Functional and presentation currency*

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

*(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 period ended 31 March 2017 (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 2016.

(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 chief financial officer.

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

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.

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

Further information about the assumptions made in measuring fair values is included in note 12 financial instruments.

### **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 period ended 31 March 2017 (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

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

<b>Three-month period ended 31 March</b>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
Rental income	-	-	1,035	2,303
Interest income	-	-	29,594	34,873
Management fee income	-	-	46,958	130,379
Income from loan guarantee	-	-	2,127	5,680
Interest expense	-	-	3,202	4,014
Other expenses	-	-	1,328	662
Rental expense	-	-	1,744	2,237



# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month period ended 31 March 2017 (Unaudited)

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
Management fee expense	-	-	39,919	-
<b>Associate</b>				
Rental income	24,740	24,843	12,411	12,411
Rental expense	62,656	61,373	-	-
<b>Other related parties</b>				
Rental income	3,570	3,570	-	-
Management fee income	4,841	3,158	-	-
Other income	4,824	5,505	-	-
Rental expense	39,533	38,557	29,171	28,637
Electricity expense	8,270	9,609	8,270	9,609
Management fee expense	7,931	7,675	3,473	3,308
Other service fees	3,412	4,486	-	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	19,196	20,068	19,196	20,068
Post-employment benefits	648	713	648	713
Total key management personnel compensation	<u>19,844</u>	<u>20,781</u>	<u>19,844</u>	<u>20,781</u>

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

<i>Receivables - related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	37,731	52,268
Other related parties	57,028	55,995	2,619	2,145
<b>Total</b>	<u>57,028</u>	<u>55,995</u>	<u>40,350</u>	<u>54,413</u>

<i>Loans to related parties</i>	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2017	2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
<b>Short-term loans</b>						
Subsidiaries	3.00 - 3.50	3.50 - 4.15	-	-	<b>849,700</b>	<b>813,800</b>
<b>Long-term loans</b>						
Subsidiaries	3.00 - 3.50	2.00 - 4.15	-	-	<b>3,081,950</b>	<b>2,747,750</b>
<b>Total</b>			<u>-</u>	<u>-</u>	<u>3,931,650</u>	<u>3,561,550</u>

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

Movements during the three-month periods ended 31 March 2017 and 2016 of loans to related parties were as follows:

<i>Loans to related parties</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
At 1 January	-	-	3,561,550	3,417,890
Increase	-	-	1,382,790	1,494,230
Decrease	-	-	(1,012,690)	(1,667,390)
<b>At 31 March</b>	<b>-</b>	<b>-</b>	<b>3,931,650</b>	<b>3,244,730</b>

<i>Payables - related parties</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	31	31	31	31
	March	December	March	December
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	10,777	14,982
Other related parties	5,650	21,219	3,675	4,249
<b>Total</b>	<b>5,650</b>	<b>21,219</b>	<b>14,452</b>	<b>19,231</b>

<i>Loans from related parties</i>	<b>Interest rate</b>		<b>Consolidated</b>		<b>Separate</b>	
	<b>rate</b>		<b>financial statements</b>		<b>financial statements</b>	
	2017	2016	31	31	31	31
	2017	2016	March	December	March	December
	2017	2016	2017	2016	2017	2016
	<i>(% per annum)</i>					
	<i>(in thousand Baht)</i>					
<b>Short-term loans</b>						
Subsidiaries	2.00-3.00	1.57 - 4.15	-	-	647,300	424,300
Other related parties	3.00	3.00	60,824	66,382	-	-
<b>Total</b>			<b>60,824</b>	<b>66,382</b>	<b>647,300</b>	<b>424,300</b>

Movements during the three-month periods ended 31 March 2017 and 2016 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>	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Short-term loans</b>				
<b>Subsidiaries</b>				
At 1 January	-	-	424,300	661,900
Increase	-	-	262,600	138,500
Decrease	-	-	(39,600)	(174,120)
<b>At 31 March</b>	<b>-</b>	<b>-</b>	<b>647,300</b>	<b>626,280</b>

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

<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>
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Other related parties</b>				
At 1 January	66,382	66,860	-	-
Effect on exchange rate	(5,558)	(1,574)	-	-
<b>At 31 March</b>	<b>60,824</b>	<b>65,286</b>	<b>-</b>	<b>-</b>
<b>Total loans from related parties</b>				
At 1 January	66,382	66,860	424,300	661,900
Increase	-	-	262,600	138,500
Decrease	-	-	(39,600)	(174,120)
Effect on exchange rate	(5,558)	(1,574)	-	-
<b>At 31 March</b>	<b>60,824</b>	<b>65,286</b>	<b>647,300</b>	<b>626,280</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.

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 of 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.

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

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 31 March 2017, the balance of deferred income was Baht 1,074.4 million (*31 December 2016: Baht 1,086.7 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 31 March 2017, the balance of deferred income was Baht 1,081.6 million (*31 December 2016: Baht 1,094.1 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.

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.

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

- 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 Management Company 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 Management Company 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 Management Company of CTARAF and CSHM cannot agree on the new rental rate.

On 3 April 2015, the Management Company 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 Management Company is in the process of negotiating and considering other possible alternatives, including the process of seeking a new sublessee.

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

On 19 May 2015, the Management Company of CTARAF reported to the Stock Exchange of Thailand that the Management Company announced the seeking of a new sublessee and invited the interested parties for bids. On 14 August 2015, the Management Company 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 Management Company is considering whether to proceed with the bidding for sublease agreement of Centara Grand Beach Resort Samui Hotel.

At the unitholders' meeting of CTARAF held on 28 October 2016 to consider approving Centara Grand Beach Resort Samui Hotel's sublease proposals, the unitholders would like to receive additional information including a sufficient opinion of the independent financial advisor regarding the sublease proposals before considering approving any sublease proposals. In addition, the unitholders have asked the Management Company of CTARAF to explore and consider other alternatives for the unitholders' consideration. The Management Company of CTARAF deemed that it is unnecessary to ask the meeting to consider such agenda in the meeting at this time. However, when the Management Company of CTARAF received any additional proposals or alternatives from CSHM or reached any conclusion after exploring the solution available for CTARAF, the Management Company shall report on the progress to the Stock Exchange of Thailand, the fiduciary and unitholders for acknowledgement and propose the conclusion to a unitholders' meeting for further approval.

On 29 December 2016, the Management Company of CTARAF reported to the Stock Exchange of Thailand that the Management Company have affirmed to appoint a financial advisor to further study and recommend different conditions of the sublease proposals to the the Management Company together with negotiate such conditions to the greatest advantage to unitholders. Besides, the Management Company is on the progress of selecting the independent financial advisor to evaluate on the proposals.

Furthermore, on 27 February 2017, the the Management Company of CTARAF reported to the Stock Exchange of Thailand that the the Management Company has appointed a consultant to search for the other sublease proposals of Centara Grand Beach Resort Samui Hotel Project. The consultant will prepare documents as well as advise and contact interested parties who would like to propose the sublease proposals in order to gain conditions that benefit unitholders. The Management Company is still in progress of preparing documents for the selection of sub-lessor. In addition, the independent financial advisor to evaluate the proposals is on the selecting process.

On 13 March 2017, the Management Company of CTARAF reported to the Stock Exchange of Thailand that the Management Company is in a process of searching for additional sublease proposals other than those 3 alternatives proposed in the Unitholders' Meeting on 28 October 2016 by scheduling proposals submission date on 2 May 2017. However, there was no proposal submitted by any persons interested in submitting the proposal on such date and during such time prescribed in the term of reference on search of the sub-lessee.

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. 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 31 March 2017, 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. Therefore, there is an uncertainty over the rental rate after the expiry of the sublease agreement.

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

#### 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 period ended 31 March 2017, CWH recorded rental expense of Baht 9.1 million (*for the three-month period ended 31 March 2016: Baht 8.7 million*).

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 the land owner, the Crown Property Bureau, at the date that those repairs and maintenance or construction completed.

#### 4) Cosi Hotel Co., Ltd.

On 8 August 2016, Cosi Hotel Co., Ltd. (“COSI”) entered into a land sublease agreement of Central Festival Samui Project with Central World Co., Ltd. (“CTW”) to develop Cosi Hotel, Samui. COSI is required to pay sublease fees at Baht 62 million for the total 37 years 2 months sublease period. COSI paid the rental in advance upon signing the agreement of Baht 6.2 million and recorded the prepayment as leasehold right in the consolidated statement of financial position. For the three-month period ended 31 March 2017, COSI has recorded rental expense of Baht 0.6 million.

#### *Future minimum lease payments*

The future minimum lease payments under non-cancellable leases were payable as stated in note 3 (a) as follows.

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
		<i>(in thousand Baht)</i>		
Within one year	510,184	541,333	119,140	117,380
After one year but within five years	1,147,450	981,917	711,880	544,280
After five years	1,405,409	1,651,219	896,945	1,095,650
<b>Total</b>	<b>3,063,043</b>	<b>3,174,469</b>	<b>1,727,965</b>	<b>1,757,310</b>

#### 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 as specified in the agreements.

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

- 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.

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. The Company would receive management fee as specified in the agreement.

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

Nevertheless, above stated agreements among the Company and its 7 subsidiaries in the hotel group, Karon Phuket Hotel Co., Ltd. and Kata Phuket Co., Ltd. were expired on 30 June 2016. Such companies entered into new agreements, which are effective since 1 July 2016 onwards, with a subsidiary.

On 31 January 2014, the Company entered into a service agreement with Harn 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 31 March 2017, the balance of deferred income was Baht 108.2 million (*31 December 2016: Baht 111.8 million*) in the consolidated financial statements.

On 31 January 2012, Central Restaurants Group Co., Ltd. (“CRG”) entered into a service agreement with Harn Central Department Store Co., Ltd. for a period of 1 year in order to receive information and various suggestions, which are beneficial to CRG. CRG 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.

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.



**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

**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>	
	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>	
<b><i>Operating lease commitments (only fixed rental and service fees and minimum lease payment)</i></b>		
Within one year	324,533	358,585
After one year but within five years	240,820	274,032
After five years	2,558	2,789
<b>Total</b>	<b><u>567,911</u></b>	<b><u>635,406</u></b>

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

**The Company**

As at 31 March 2017, 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 2016: Baht 30 million*).

The Company and a director of the Company provided guarantees to various financial institutions for loans of two subsidiaries in the amount of Baht 2,115 million. As at 31 March 2017, the outstanding loans were Baht 1,791 million (*31 December 2016: Baht 1,708 million*).

**Subsidiary**

As at 31 March 2017, 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 2016: Baht 55.8 million*).

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

**4 Trade and other current receivables**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		31 March 2017	31 December 2016	31 March 2017	31 December 2016
Trade receivables - other parties		483,019	424,526	89,504	83,662
<i>Less</i> allowance for doubtful accounts		(5,458)	(5,016)	(551)	(366)
Trade receivables - net		477,561	419,510	88,953	83,296
Other receivables		384,657	357,002	74,241	82,178
Receivables from related parties	3	57,028	55,995	40,350	54,413
Prepaid expenses		919,246	832,507	203,544	219,887
Advance to suppliers		110,936	68,564	24,980	16,945
<b>Total</b>		<b>1,072,170</b>	<b>937,883</b>	<b>228,524</b>	<b>236,832</b>
		2017	2016	2017	2016
Doubtful debts expense (reversal of) for the three-month period ended 31 March		<b>442</b>	<b>(153)</b>	<b>185</b>	<b>-</b>

Aging analyses for trade receivable were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
<b>Other parties</b>				
Within credit terms	357,164	341,236	82,185	79,383
Overdue:				
Less than 3 months	93,275	55,052	6,162	2,423
3 - 6 months	12,812	19,264	4	327
6 - 12 months	2,555	2,956	-	83
Over 12 months	17,213	6,018	1,153	1,446
	<b>483,019</b>	<b>424,526</b>	<b>89,504</b>	<b>83,662</b>
<i>Less</i> allowance for doubtful accounts	(5,458)	(5,016)	(551)	(366)
<b>Net</b>	<b>477,561</b>	<b>419,510</b>	<b>88,953</b>	<b>83,296</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 period ended 31 March 2017 (Unaudited)**

**5 Investment in an associate**

<i>Three-month period ended 31 March</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2017	2016	2017	2016
	<i>(in thousand Baht)</i>			
<b>Associate</b>				
At 1 January	594,317	626,109	594,317	626,109
Share of profit of investment in an associate	14,332	14,192	-	-
Proceeds from redemption of investment	<u>(6,325)</u>	<u>(6,342)</u>	<u>(6,325)</u>	<u>(6,342)</u>
<b>At 31 March</b>	<b><u>602,324</u></b>	<b><u>633,959</u></b>	<b><u>587,992</u></b>	<b><u>619,767</u></b>

There were no acquisition and disposal of investment in an associate during the three-month period ended 31 March 2017.

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

Investment in an associate as at 31 March 2017 and 31 December 2016, and dividend income for the three-month periods ended 31 March 2017 and 2016 were as follows:

<b>Consolidated financial statements</b>												Dividend income for the three-month periods ended	
	Type of business	Country of incorporation	Ownership interest		Paid-up capital		Cost		Equity		31 March 2017	31 March 2016	
			31 March 2017 (%)	31 December 2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016			
<i>Associate</i>													
Centara Hotels & Resorts Leasehold Property Fund	Property fund	Thailand	25.3	25.3	3,060,480	3,085,440	774,746	781,071	602,324	594,317	-	-	
<b>Total</b>							<b>774,746</b>	<b>781,071</b>	<b>602,324</b>	<b>594,317</b>	<b>-</b>	<b>-</b>	

As at 31 March 2017, the closing price of Centara Hotels & Resorts Leasehold Property Fund was Baht 4.40 (31 December 2016: Baht 4.60). The fair value of investment in Centara Hotels & Resorts Leasehold Property Fund was Baht 357 million (31 December 2016: Baht 373 million).

<b>Separate financial statements</b>												Dividend income for the three-month periods ended	
	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		31 March 2017	31 March 2016	
	31 March 2017 (%)	31 December 2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016	31 March 2017	31 December 2016			
<i>Associate</i>													
Centara Hotels & Resorts Leasehold Property Fund	25.3	25.3	3,060,480	3,085,440	774,746	781,071	(186,754)	(186,754)	587,992	594,317	-	-	
<b>Total</b>					<b>774,746</b>	<b>781,071</b>	<b>(186,754)</b>	<b>(186,754)</b>	<b>587,992</b>	<b>594,317</b>	<b>-</b>	<b>-</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 period ended 31 March 2017 (Unaudited)**

**6 Investments in subsidiaries**

<i>Three-month period ended 31 March</i>	<b>Separate financial statements</b>	
	2017	2016
At 1 January	<u>5,602,582</u>	<u>5,132,582</u>
At 31 March	<u>5,602,582</u>	<u>5,132,582</u>

On 16 March 2017, the shareholders of Centara Maldives Pvt. Ltd. (indirect subsidiary) approved for the reduction of share capital of Baht 530 million by decreasing par value per share from Maldivian Rufiyaa 15 per share to Maldivian Rufiyaa 9.16 per share. The reduction of share capital was fully paid in March 2017.

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

Investments in subsidiaries as at 31 March 2017 and 31 December 2016, and dividend income from those investments for the three-month periods ended 31 March 2017 and 2016 were as follows:

Name of subsidiary	Type of business	Separate financial statements										Dividend income			
		Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		for the three-month periods ended			
		31	31	31	31	31	31	31	31	31	31	31	31		
		March	December	March	December	March	December	March	December	March	December	March	March		
		2017		2016		2017		2016		2017		2016		2017	2016
		(%)						(in thousand Baht)							
<b>Direct subsidiaries</b>															
Central Samui Beach Resort Co., Ltd.	Hotel	100	100	670,000	670,000	814,383	814,383	-	-	814,383	814,383	-	-	-	-
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	-	-	-	-
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.	Not operate yet	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	-	-	-	-
Triplene Décor 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.	Hotel	100	100	1,250	1,250	1,250	1,250	-	-	1,250	1,250	-	-	-	-
Centara International Management Co., Ltd.	Holding company 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	-	-	-	-
Refresh Zone Co., Ltd.	Spa	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	-	-	-	-

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

**Separate financial statements**

Name of subsidiary	Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the three-month periods ended	
		31	31	31	31	31	31	31	31	31	31	31	31
		March 2017	December 2016	March 2017	December 2016	March 2017	December 2016	March 2017	December 2016	March 2017	December 2016	March 2017	March 2016
		(%)						(in thousand Baht)					
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 Hotel Co., Ltd.	Not operate yet	100	100	30,000	30,000	30,000	30,000	-	-	30,000	30,000	-	-
	Import and export												
Centara Import-Export Co., Ltd.	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 Limited	Hotel management	100	100	50,000	50,000	50,000	50,000	-	-	50,000	50,000	-	-
<b>Total</b>						<b>5,602,582</b>	<b>5,602,582</b>	<b>-</b>	<b>-</b>	<b>5,602,582</b>	<b>5,602,582</b>	<b>-</b>	<b>-</b>
<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	-	-	-	-	-	-	-	-
	Food and beverage												
CRG Manufacturing Co., Ltd.	beverage	100	100	160,000	160,000	-	-	-	-	-	-	-	-
Central Laundry Services Co., Ltd.	Not operate yet	100	100	1,500	1,500	-	-	-	-	-	-	-	-
	Food and beverage												
CRG International Food Co., Ltd.	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	797,223	1,327,486	-	-	-	-	-	-	-	-

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

**Separate financial statements**

Name of subsidiary	Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Dividend income for the three-month periods ended	
		31	31	31	31	31	31	31	31	31	31	31	31
		March 2017	December 2016	March 2017	December 2016	March 2017	December 2016	March 2017	December 2016	March 2017	December 2016	March 2017	March 2016
		(%)						(in thousand Baht)					
R.M.L. Leisure Pvt. Ltd.	Hotel	74	74	483,886	483,886	-	-	-	-	-	-	-	-
Centara (Shanghai) Hotel Management Co., Ltd.	Not operate yet	100	100	31,770	31,770	-	-	-	-	-	-	-	-
CIM for Hotel Management Egypt, S.A.E.	Not operate yet	100	100	577	577	-	-	-	-	-	-	-	-
Centara Capital Limited	Not operate yet	100	100	914	914	-	-	-	-	-	-	-	-
<b>Total</b>						<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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 Capital 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 period ended 31 March 2017 (Unaudited)**

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

During the three-month period ended 31 March 2017, property, plant, and equipment of the Group was increased at a total cost of Baht 210 million, mostly from renovation and construction of hotel and branch expansion of food business. There were no significant additions to or disposals of leasehold rights and other intangible assets during the period.

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 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.

In respect to the hotel buildings, constructions and fixtures thereon of a subsidiary, Central World Hotel Co., Ltd. (“CWH”), the rights on buildings and constructions thereon which CWH repair and maintenance or construct on the sub-lease land will be transferred to the land owner, the Crown Property Bureau. As at 31 March 2017, the net book value of assets under sub-lease land agreement was Baht 2,274 million (31 December 2016: Baht 2,309 million).

**8 Trade and other current payables**

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		31	31	31	31
		March	December	March	December
		2017	2016	2017	2016
		<i>(in thousand Baht)</i>			
Trade payables - other parties		700,275	817,089	43,403	51,535
Amounts due to related parties	3	5,650	21,219	14,452	19,231
Other payables		86,553	105,770	44,574	54,401
Payables for purchase of building and equipment		75,985	46,949	709	6,216
Guest deposits		427,305	423,983	120,783	115,280
Accrued expenses		758,800	817,772	89,179	91,254
<b>Total</b>		<b><u>2,054,568</u></b>	<b><u>2,232,782</u></b>	<b><u>313,100</u></b>	<b><u>337,917</u></b>

**Central Plaza Hotel Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2017 (Unaudited)**

**9 Segment information**

*Information about reportable segments*

<i>Three-month period ended 31 March</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>	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	<i>(in million Baht)</i>									
Revenue	2,667	2,783	2,598	2,512	5,265	5,295	(70)	(75)	5,195	5,220
Interest income	55	64	2	2	57	66	(54)	(66)	3	-
Other income	573	307	20	21	593	328	(445)	(218)	148	110
<b>Total income</b>	<b>3,295</b>	<b>3,154</b>	<b>2,620</b>	<b>2,535</b>	<b>5,915</b>	<b>5,689</b>	<b>(569)</b>	<b>(359)</b>	<b>5,346</b>	<b>5,330</b>
Cost of sales	1,454	1,488	1,413	1,368	2,867	2,856	(19)	(16)	2,848	2,840
Distribution costs	108	122	99	115	207	237	(6)	(15)	201	222
Administrative expenses	552	545	942	914	1,494	1,459	(266)	(252)	1,228	1,207
Financial costs	113	148	-	-	113	148	(54)	(66)	59	82
<b>Total expenses</b>	<b>2,227</b>	<b>2,303</b>	<b>2,454</b>	<b>2,397</b>	<b>4,681</b>	<b>4,700</b>	<b>(345)</b>	<b>(349)</b>	<b>4,336</b>	<b>4,351</b>
Share of profit of an investment	14	14	-	-	14	14	-	-	14	14
<b>Profit before income tax expense</b>	<b>1,082</b>	<b>865</b>	<b>166</b>	<b>138</b>	<b>1,248</b>	<b>1,003</b>	<b>(224)</b>	<b>(10)</b>	<b>1,024</b>	<b>993</b>
Tax expense	(141)	(147)	(48)	(25)	(189)	(172)	-	-	(189)	(172)
<b>Profit for the period</b>	<b>941</b>	<b>718</b>	<b>118</b>	<b>113</b>	<b>1,059</b>	<b>831</b>	<b>(224)</b>	<b>(10)</b>	<b>835</b>	<b>821</b>

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

#### 10 Tax expense

Tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year multiplied by the pre-tax income of the reporting period. The Group's consolidated effective tax rate in respect of continuing operations for the three-month period ended 31 March 2017 was 18.5% (31 March 2016: 17.4%). This change in effective tax rate was caused mainly by the significant decline in tax losses carried forward resulting from the improved operations of certain subsidiaries.

#### 11 Basic earnings per share

The calculations of basic earnings per share for the three-month periods ended 31 March 2017 and 2016 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2017	2016	2017	2016
	<i>(in million Baht/million shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	783	758	82	153
Number of ordinary shares outstanding	1,350	1,350	1,350	1,350
<b>Basic earnings per share (in Baht)</b>	<b>0.58</b>	<b>0.56</b>	<b>0.06</b>	<b>0.11</b>

#### 12 Financial instruments

##### Interest rate swap contracts

As at 31 March 2017 and 31 December 2016, the Company had interest rate swap contracts for debentures of Baht 1,000 million with a bank to hedge anticipated future interest rate of debentures by exchange from fixed interest rate of 3.85% p.a., quarterly payable to 6 month-fixed deposit interest rate plus 1.90% p.a., semi annually payable. The above contracts will be matured in June 2017.

##### Carrying amounts and fair values

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

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	Fair value	Carrying amount	Fair value	Carrying amount
	<i>(in million Baht)</i>			
<b>31 March 2017</b>				
<b>Financial assets measured at fair value</b>				
Available-for-sale investments (level 2)	1	1	-	-

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month period ended 31 March 2017 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Fair value	Carrying amount	Fair value	Carrying amount
	<i>(in million Baht)</i>			
<b>Financial liabilities not measured at fair value</b>				
Long-term borrowings from financial institutions	1,621	1,636	-	-
Debentures	5,852	5,980	5,858	5,980
<b>Total</b>	<b>7,473</b>	<b>7,616</b>	<b>5,858</b>	<b>5,980</b>
Interest rate swap (Notional amount of Baht 1,000 million)	(1)	-	(1)	-

	Consolidated financial statements		Separate financial statements	
	Fair value	Carrying amount	Fair value	Carrying amount
	<i>(in million Baht)</i>			
<b>31 December 2016</b>				
<b>Financial assets measured at fair value</b>				
Available-for-sale investments (level 2)	1	1	-	-
<b>Financial liabilities not measured at fair value</b>				
Long-term borrowings from financial institutions	1,007	1,001	-	-
Debentures	5,829	5,980	5,829	5,980
<b>Total</b>	<b>6,836</b>	<b>6,981</b>	<b>5,829</b>	<b>5,980</b>
Interest rate swap (Notional amount of Baht 1,000 million)	1	-	1	-

### 13 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
<b>Capital commitments</b>				
Contracted but not provided for hotel construction	210,456	227,435	2,004	374
Machinery and equipment	20,647	20,826	-	-
<b>Total</b>	<b>231,103</b>	<b>248,261</b>	<b>2,004</b>	<b>374</b>

# Central Plaza Hotel Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month period ended 31 March 2017 (Unaudited)

The Group entered into long-term land and space lease and service agreements with non-related parties for periods of 1 - 35 years up to 2045. The Group are committed to pay for rental and service charges in respect of aforesaid agreements as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
	<i>(in thousand Baht)</i>			
<b><i>Future minimum lease payments under non-cancellable operating leases and service agreements</i></b>				
Within one year	516,397	586,463	-	-
After one year but within five years	846,045	873,192	-	-
After five years	745,829	785,366	-	-
<b>Total</b>	<b><u>2,108,271</u></b>	<b><u>2,245,021</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

#### 14 Event after the reporting period

At the Annual General Meeting of the shareholders of the Company held on 28 April 2017, the shareholders approved the dividend payment at Baht 0.55 per share, amounting to Baht 742.5 million. The dividend will be paid to shareholders on 26 May 2017.

#### 15 Reclassification of accounts

Certain accounts in the statement of financial position as at 31 December 2016 which are included in the 2017 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2017 interim financial statements.

	2016			2016		
	Consolidated financial statements		After reclassifi- cation <i>(in million Baht)</i>	Separate financial statements		After reclassifi- cation
Before reclassifi- cation	Reclassi- fication	Before reclassifi- cation		Reclassifi- cation		
<b><i>Statement of financial position</i></b>						
Cash and cash equivalents	1,089	(100)	989	33	-	33
Current investments	53	100	153	-	-	-
		<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.