

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2015	31 December 2014	30 September 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,732,112	2,434,763	1,527,433	2,181,357
Trade and other receivables	3	1,395,024	1,620,157	1,286,157	1,567,498
Short-term loans to related parties	2	-	-	2,431,061	1,869,374
Inventories	4	8,027,042	8,030,816	6,810,739	7,025,532
Value added tax receivable		401,904	392,375	144,015	183,190
Other current assets		283,352	312,600	212,561	265,330
<b>Total current assets</b>		<b>11,839,434</b>	<b>12,790,711</b>	<b>12,411,966</b>	<b>13,092,281</b>
<b>Non-current assets</b>					
Investments in subsidiaries	5	-	-	1,258,678	1,258,678
Investment properties	6	3,252,658	2,764,572	3,977,350	3,340,264
Property, plant and equipments	7	27,552,443	26,351,909	23,664,090	23,428,937
Computer software	8	359,184	246,256	318,687	202,246
Leasehold rights	9	2,100,773	1,967,321	1,950,483	1,823,406
Property foreclosed		3,230	3,230	3,230	3,230
Rental guarantee deposits		53,418	53,279	52,545	52,575
Deferred tax assets		138,488	118,290	113,991	93,455
Other non-current assets		18,551	17,250	4,826	4,294
<b>Total non-current assets</b>		<b>33,478,745</b>	<b>31,522,107</b>	<b>31,343,880</b>	<b>30,207,085</b>
<b>Total assets</b>		<b>45,318,179</b>	<b>44,312,818</b>	<b>43,755,846</b>	<b>43,299,366</b>

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

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2015	31 December 2014	30 September 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade and other payables	11	12,254,644	12,075,365	10,679,671	11,092,889
Current portion of liabilities under finance lease agreements		15,921	10,449	7,293	4,103
Short-term loans from related party	2	-	-	90,000	90,000
Current portion of long-term loans	12	700,000	700,000	700,000	700,000
Current portion of debentures	13	4,000,000	2,300,000	4,000,000	2,300,000
Income tax payable		148,445	364,567	148,445	364,567
Value added tax payable		1,455	5,485	-	-
Advances received from customers		768,973	761,902	734,278	740,034
Other current liabilities		679,448	558,794	644,614	530,837
<b>Total current liabilities</b>		<b>18,568,886</b>	<b>16,776,562</b>	<b>17,004,301</b>	<b>15,822,430</b>
<b>Non-current liabilities</b>					
Liabilities under finance lease agreements					
- net of current portion		7,357	15,730	996	7,292
Long-term loans - net of current portion	12	1,450,000	1,800,000	1,450,000	1,800,000
Debentures - net of current portion	13	8,550,000	9,050,000	8,550,000	9,050,000
Provision for long-term employee benefits		165,862	106,761	150,166	101,004
Rental received in advance - net of current portion		388,204	404,035	388,204	404,035
Other non-current liabilities		403,024	458,097	232,123	299,346
<b>Total non-current liabilities</b>		<b>10,964,447</b>	<b>11,834,623</b>	<b>10,771,489</b>	<b>11,661,677</b>
<b>Total liabilities</b>		<b>29,533,333</b>	<b>28,611,185</b>	<b>27,775,790</b>	<b>27,484,107</b>

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

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2015 (Unaudited but reviewed)	31 December 2014 (Audited)	30 September 2015 (Unaudited but reviewed)	31 December 2014 (Audited)
<b>Shareholders' equity</b>				
Share capital				
Registered share capital	14			
13,151,315,446 ordinary shares of Baht 1 each (2014: 12,329,396,991 ordinary shares of Baht 1 each)	13,151,315	12,329,397	13,151,315	12,329,397
Issued and fully paid-up				
13,151,198,025 ordinary shares of Baht 1 each (2014: 12,329,315,446 ordinary shares of Baht 1 each)	13,151,198	12,329,315	13,151,198	12,329,315
Share premium	646,323	646,323	646,323	646,323
Retained earnings				
Appropriated				
Statutory reserve - The Company	997,180	876,180	997,180	876,180
Statutory reserve - Subsidiaries	1,000	1,000	-	-
Unappropriated	1,025,271	1,872,691	1,185,355	1,963,441
Other components of shareholders' equity	(36,134)	(23,886)	-	-
Equity attributable to owners of the Company	15,784,838	15,701,623	15,980,056	15,815,259
Non-controlling interests of the subsidiaries	8	10	-	-
<b>Total shareholders' equity</b>	<b>15,784,846</b>	<b>15,701,633</b>	<b>15,980,056</b>	<b>15,815,259</b>
<b>Total liabilities and shareholders' equity</b>	<b>45,318,179</b>	<b>44,312,818</b>	<b>43,755,846</b>	<b>43,299,366</b>
	-	-	-	-

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

Directors

(Unaudited but reviewed)

## Home Product Center Public Company Limited and its subsidiaries

## Statement of comprehensive income

For the three-month period ended 30 September 2015

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales income		12,883,471	11,898,354	11,713,162	11,165,486
Rental and service income		344,432	256,505	286,744	192,716
Other income		527,041	460,875	525,975	468,782
<b>Total revenues</b>		<b>13,754,944</b>	<b>12,615,734</b>	<b>12,525,881</b>	<b>11,826,984</b>
<b>Expenses</b>					
Cost of sales		9,547,593	8,779,231	8,622,696	8,187,188
Selling expenses		2,659,252	2,388,368	2,420,068	2,227,723
Administrative expenses		381,744	335,781	337,249	296,230
Other expenses		13,042	10,730	12,277	10,755
<b>Total expenses</b>		<b>12,601,631</b>	<b>11,514,110</b>	<b>11,392,290</b>	<b>10,721,896</b>
<b>Profit before finance cost and income tax expenses</b>					
		1,153,313	1,101,624	1,133,591	1,105,088
Finance cost		(139,961)	(127,734)	(139,762)	(127,620)
<b>Profit before income tax expenses</b>		<b>1,013,352</b>	<b>973,890</b>	<b>993,829</b>	<b>977,468</b>
Income tax expenses	15	(210,633)	(207,725)	(203,762)	(200,745)
<b>Profit for the period</b>		<b>802,719</b>	<b>766,165</b>	<b>790,067</b>	<b>776,723</b>
<b>Other comprehensive income:</b>					
Exchange differences on translation of financial statements in foreign currency		(545)	(8,038)	-	-
<b>Other comprehensive income for the period</b>		<b>(545)</b>	<b>(8,038)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>802,174</b>	<b>758,127</b>	<b>790,067</b>	<b>776,723</b>
<b>Profit attributable to:</b>					
Equity holders of the Company		802,719	766,165	790,067	776,723
Non-controlling interests of the subsidiary		-	-	-	-
		<b>802,719</b>	<b>766,165</b>		
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		802,174	758,127	790,067	776,723
Non-controlling interests of the subsidiary		-	-	-	-
		<b>802,174</b>	<b>758,127</b>		

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries**

**Statement of comprehensive income (continued)**

**For the three-month period ended 30 September 2015**

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014 (Restated)	2015	2014 (Restated)
<b>Earnings per share (Baht)</b>	16				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.06	0.06	0.06	0.06

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

(Unaudited but reviewed)

## Home Product Center Public Company Limited and its subsidiaries

## Statement of comprehensive income

For the nine-month period ended 30 September 2015

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales income		38,418,450	35,000,410	35,319,065	33,108,078
Rental and service income		1,033,332	839,750	862,804	652,495
Other income		1,518,452	1,389,980	1,574,021	1,405,151
<b>Total revenues</b>		<u>40,970,234</u>	<u>37,230,140</u>	<u>37,755,890</u>	<u>35,165,724</u>
<b>Expenses</b>					
Cost of sales		28,521,220	25,820,796	26,064,765	24,310,617
Selling expenses		7,896,060	7,100,011	7,231,250	6,642,946
Administrative expenses		1,146,383	1,054,764	1,007,570	941,810
Other expenses		20,522	37,304	16,646	37,304
<b>Total expenses</b>		<u>37,584,185</u>	<u>34,012,875</u>	<u>34,320,231</u>	<u>31,932,677</u>
<b>Profit before finance cost and income tax expenses</b>					
		3,386,049	3,217,265	3,435,659	3,233,047
Finance cost		(416,234)	(334,635)	(415,905)	(334,717)
<b>Profit before income tax expenses</b>		<u>2,969,815</u>	<u>2,882,630</u>	<u>3,019,754</u>	<u>2,898,330</u>
Income tax expenses	15	(613,239)	(597,951)	(601,171)	(589,462)
<b>Profit for the period</b>		<u>2,356,576</u>	<u>2,284,679</u>	<u>2,418,583</u>	<u>2,308,868</u>
<b>Other comprehensive income:</b>					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>					
Exchange differences on translation of financial statements in foreign currency					
		(12,248)	(8,518)	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent period:</i>					
Actuarial loss - net of income tax					
		(42,008)	-	(34,679)	-
<b>Other comprehensive income for the period</b>		<u>(54,256)</u>	<u>(8,518)</u>	<u>(34,679)</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>2,302,320</u>	<u>2,276,161</u>	<u>2,383,904</u>	<u>2,308,868</u>
<b>Profit attributable to:</b>					
Equity holders of the Company		2,356,578	2,284,674	2,418,583	2,308,868
Non-controlling interests of the subsidiary		(2)	5	-	-
		<u>2,356,576</u>	<u>2,284,679</u>		
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		2,302,322	2,276,156	2,383,904	2,308,868
Non-controlling interests of the subsidiary		(2)	5	-	-
		<u>2,302,320</u>	<u>2,276,161</u>		

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries**

**Statement of comprehensive income (continued)**

**For the nine-month period ended 30 September 2015**

(Unit: Baht)

	Note	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		2015	2014 (Restated)	2015	2014 (Restated)
<b>Earnings per share (Baht)</b>	16				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.18	0.17	0.18	0.18

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries****Cash flow statement****For the nine-month period ended 30 September 2015**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>Cash flows from operating activities</b>				
Profit before tax	2,969,815	2,882,630	3,019,754	2,898,330
Adjustments to reconcile profit before tax to net cash provided by (paid for) operating activities				
Depreciation and amortisation	2,013,257	1,630,725	1,815,280	1,491,589
Decrease of inventories to net realisable value	102,680	91,426	92,314	86,624
Loss from sales of assets and written-off	2,736	40,102	2,734	38,529
Allowance for impairment of assets (reversal)	1,200	(37,672)	1,200	(37,672)
Provision for long-term employee benefits	17,093	11,405	14,483	9,967
Unrealised exchange (gain) loss	(2,586)	(343)	765	(292)
Dividend income from subsidiary	-	-	(59,998)	(1,250)
Interest expenses	410,392	327,882	410,179	328,195
Profit from operating activities before changes in operating assets and liabilities	5,514,587	4,946,155	5,296,711	4,814,020
<b>Decrease (increase) in operating assets</b>				
Trade and other receivables	225,133	136,593	281,341	196,455
Inventories	(98,906)	(1,615,694)	122,479	(1,251,580)
Value added tax receivable	(9,529)	(225,315)	39,175	(87,911)
Other current assets	29,248	29,987	52,769	20,755
Other non-current assets	(1,440)	(474)	(502)	(140)
<b>Increase (decrease) in operating liabilities</b>				
Trade and other payables	263,820	(363,341)	(332,028)	(178,046)
Advances received from customers	7,071	43,660	(5,756)	34,661
Value added tax payable	(4,030)	360	-	-
Other current liabilities	117,479	191,672	110,602	183,870
Rental received in advance	(15,831)	(25,300)	(15,831)	(25,300)
Other non-current liabilities	10,592	18,952	-	-
Cash flows from operating activities	6,038,194	3,137,255	5,548,960	3,706,784
Cash paid for interest expenses	(492,347)	(366,903)	(492,134)	(367,216)
Cash paid for corporate income tax	(849,559)	(774,635)	(837,829)	(763,087)
<b>Net cash flows from operating activities</b>	<b>4,696,288</b>	<b>1,995,717</b>	<b>4,218,997</b>	<b>2,576,481</b>

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



(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries****Cash flow statement (continued)****For the nine-month period ended 30 September 2015**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>Cash flows from investing activities</b>				
Increase in investments in subsidiaries	-	-	-	(633,589)
Dividend income from subsidiary	-	-	59,998	1,250
Short-term loan to related party	-	-	(561,687)	(1,030,000)
Acquisition of computer software	(142,857)	(18,724)	(142,495)	(13,404)
Acquisition of leasehold rights	(186,675)	(320,968)	(178,554)	(320,968)
Acquisition of property, plant and equipment	(3,097,122)	(4,363,943)	(2,078,471)	(3,393,029)
Increase (decrease) in construction retention	(65,665)	5,969	(67,223)	(3,390)
Acquisition of investment properties	(539,238)	(569,053)	(539,238)	(569,053)
Proceeds from sales of equipment	3,651	5,292	3,644	4,248
Proceeds from sales of investment properties' equipment	143	41	143	41
<b>Net cash flows used in investing activities</b>	<b>(4,027,763)</b>	<b>(5,261,386)</b>	<b>(3,503,883)</b>	<b>(5,957,894)</b>
<b>Cash flows from financing activities</b>				
Decrease in short-term loans from financial institutions	-	(1,360,000)	-	(1,360,000)
Increase (decrease) in liabilities under finance lease agreements	(2,901)	492	(3,106)	(4,510)
Increase in long-term loans	-	1,000,000	-	1,000,000
Repayment of long-term loans	(350,000)	(250,000)	(350,000)	(250,000)
Increase in debentures	3,500,000	4,050,000	3,500,000	4,050,000
Repayment of debentures	(2,300,000)	-	(2,300,000)	-
Dividend paid	(2,215,932)	(152,488)	(2,215,932)	(152,488)
<b>Net cash flows from financing activities</b>	<b>(1,368,833)</b>	<b>3,288,004</b>	<b>(1,369,038)</b>	<b>3,283,002</b>
<b>Translation adjustments</b>	<b>(2,343)</b>	<b>(8,518)</b>	<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(702,651)</b>	<b>13,817</b>	<b>(653,924)</b>	<b>(98,411)</b>
Cash and cash equivalents at beginning of period	2,434,763	807,459	2,181,357	687,178
<b>Cash and cash equivalents at end of period</b>	<b>1,732,112</b>	<b>821,276</b>	<b>1,527,433</b>	<b>588,767</b>
<b>Supplemental cash flows information:</b>				
Non-cash items consist of				
Dividend payable	3,175	2	3,175	2
Stock dividend	821,883	1,369,906	821,883	1,369,906
Actuarial loss - net of income tax	(42,008)	-	(34,679)	-

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

(Unaudited but reviewed)

## Home Product Center Public Company Limited and its subsidiaries

## Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2015

(Unit: Thousand Baht)

<b>Consolidated financial statements</b>										
Equity attributable to owners of the Company										
	Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings			Other components of equity Other comprehensive income Exchange differences on translation of financial statements in foreign currency	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiary	Total shareholders' equity
				Appropriated - statutory reserve		Unappropriated				
				The Company	Subsidiary					
<b>Balance as at 1 January 2014</b>		9,589,551	646,323	706,780	1,000	1,773,235	(510)	12,716,379	5	12,716,384
<u>Change during the period</u>										
Profit for the period		-	-	-	-	2,284,674	-	2,284,674	5	2,284,679
Other comprehensive income for the period		-	-	-	-	-	(8,518)	(8,518)	-	(8,518)
Total comprehensive income for the period		-	-	-	-	2,284,674	(8,518)	2,276,156	5	2,276,161
Stock dividend	17	1,369,906	-	-	-	(1,369,906)	-	-	-	-
Dividend paid	17	-	-	-	-	(152,486)	-	(152,486)	-	(152,486)
Unappropriated retained earnings transferred to statutory reserve		-	-	115,500	-	(115,500)	-	-	-	-
<b>Balance as at 30 September 2014</b>		<u>10,959,457</u>	<u>646,323</u>	<u>822,280</u>	<u>1,000</u>	<u>2,420,017</u>	<u>(9,028)</u>	<u>14,840,049</u>	<u>10</u>	<u>14,840,059</u>
<b>Balance as at 1 January 2015</b>		12,329,315	646,323	876,180	1,000	1,872,691	(23,886)	15,701,623	10	15,701,633
<u>Change during the period</u>										
Profit for the period		-	-	-	-	2,356,578	-	2,356,578	(2)	2,356,576
Other comprehensive income for the period		-	-	-	-	(42,008)	(12,248)	(54,256)	-	(54,256)
Total comprehensive income for the period		-	-	-	-	2,314,570	(12,248)	2,302,322	(2)	2,302,320
Stock dividend	17	821,883	-	-	-	(821,883)	-	-	-	-
Dividend paid	17	-	-	-	-	(2,219,107)	-	(2,219,107)	-	(2,219,107)
Unappropriated retained earnings transferred to statutory reserve		-	-	121,000	-	(121,000)	-	-	-	-
<b>Balance as at 30 September 2015</b>		<u>13,151,198</u>	<u>646,323</u>	<u>997,180</u>	<u>1,000</u>	<u>1,025,271</u>	<u>(36,134)</u>	<u>15,784,838</u>	<u>8</u>	<u>15,784,846</u>
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries**  
**Statement of changes in shareholders' equity**  
**For the nine-month period ended 30 September 2015**

(Unit: Thousand Baht)

<b>Separate financial statements</b>					
	Issued and		Retained earnings		Total
	paid-up	Premium on	Appropriated		shareholders'
Note	share capital	ordinary shares	- statutory reserve	Unappropriated	equity
<b>Balance as at 1 January 2014</b>	9,589,551	646,323	706,780	1,790,572	12,733,226
<u>Change during the period</u>					
Profit for the period	-	-	-	2,308,868	2,308,868
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	2,308,868	2,308,868
Stock dividend	1,369,906	-	-	(1,369,906)	-
Dividend paid	-	-	-	(152,486)	(152,486)
Unappropriated retained earnings transferred to statutory reserve	-	-	115,500	(115,500)	-
<b>Balance as at 30 September 2014</b>	<u>10,959,457</u>	<u>646,323</u>	<u>822,280</u>	<u>2,461,548</u>	<u>14,889,608</u>
<b>Balance as at 1 January 2015</b>	12,329,315	646,323	876,180	1,963,441	15,815,259
<u>Change during the period</u>					
Profit for the period	-	-	-	2,418,583	2,418,583
Other comprehensive income for the period	-	-	-	(34,679)	(34,679)
Total comprehensive income for the period	-	-	-	2,383,904	2,383,904
Stock dividend	821,883	-	-	(821,883)	-
Dividend paid	-	-	-	(2,219,107)	(2,219,107)
Unappropriated retained earnings transferred to statutory reserve	-	-	121,000	(121,000)	-
<b>Balance as at 30 September 2015</b>	<u>13,151,198</u>	<u>646,323</u>	<u>997,180</u>	<u>1,185,355</u>	<u>15,980,056</u>
	-	-	-	-	-
	-	-	-	-	-

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