

(TRANSLATION)

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AUDITOR'S REPORT

To the Shareholders of EGAT International Company Limited

The Office of the Auditor General of Thailand has reviewed the accompanying financial statements in which the equity method is applied and separate statements of EGAT International Company Limited, which comprise the statements of financial position as at June 30, 2017, and the statements of comprehensive income in which the equity method is applied and separate statements of comprehensive income for the three-month and six-month period ended June 30, 2017, the statements of changes in shareholders' equity in which the equity method is applied and separate statements of changes in shareholders' equity and the statements of cash flows for the six-month period ended June 30, 2017, and the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". The responsibility of the Office of the Auditor General of Thailand is to express a conclusion on this interim financial information based on the review by the Office of the Auditor General of Thailand.

Scope of Review

The Office of the Auditor General of Thailand conducted the 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 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 the Office of the Auditor General of Thailand to obtain assurance that the Office of the Auditor General of Thailand would become aware of all significant matters that might be identified in an audit. Accordingly, the Office of the Auditor General of Thailand does not express an audit opinion.

Office of the Auditor General of Thailand

(TRANSLATION)

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Conclusion

Based on the review, nothing has come to attention that causes the Office of the Auditor General of Thailand to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, “Interim Financial Reporting”.

(Signed) Prawit Tantrajin

(Prawit Tantrajin)

Director of Financial Audit Office No. 8

(Signed) Krannapron Dumrongkitjakan

(Krannapron Dumrongkitjakan)

Division Director

Office of the Auditor General of Thailand

August 28, 2017

EGAT INTERNATIONAL COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2017

Unit : Baht

	Note	Financial statements		Separate Financial Statements	
		in which the equity method is applied			
		30 June 2017	31 December 2016	30 June 2017	31 December 2016
		(Unaudited but Reviewed)	(Audited) (Restated)	(Unaudited but Reviewed)	(Audited) (Restated)
ASSETS					
Current assets					
Cash and cash equivalents	6.1	343,820,888.43	96,085,828.27	343,820,888.43	96,085,828.27
Temporary investments	6.2	4,838,847,482.60	2,577,042,976.36	4,838,847,482.60	2,577,042,976.36
Trade accounts receivable	6.4	2,400,840.00	3,127,900.75	2,400,840.00	3,127,900.75
Other accounts receivable	6.5	43,135,762.15	24,144,373.22	43,135,762.15	24,144,373.22
Accrued dividend income from associate		-	362,076,014.13	-	362,076,014.13
Bank deposits as collateral	6.6	784,836,991.81	1,128,213,828.19	784,836,991.81	1,128,213,828.19
Other current assets		1,299,607.74	1,299,607.74	1,299,607.74	1,299,607.74
Total current assets		6,014,341,572.73	4,191,990,528.66	6,014,341,572.73	4,191,990,528.66
Non-current assets					
Investment in associates	6.7.2	11,221,918,605.34	12,886,781,253.25	13,441,030,048.46	13,145,644,669.46
Equipment	6.8	783,807.40	1,014,400.72	783,807.40	1,014,400.72
Intangible assets	6.9	1,611,433.70	1,941,879.57	1,611,433.70	1,941,879.57
Project development costs - for collection	6.10	483,884,376.20	493,987,721.58	483,884,376.20	493,987,721.58
Total non-current assets		11,708,198,222.64	13,383,725,255.12	13,927,309,665.76	13,642,588,671.33
TOTAL ASSETS		17,722,539,795.37	17,575,715,783.78	19,941,651,238.49	17,834,579,199.99

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2017

Unit : Baht

		Financial statements			
	Note	in which the equity method is applied		Separate Financial Statements	
		30 June 2017	31 December 2016	30 June 2017	31 December 2016
		(Unaudited	(Audited)	(Unaudited	(Audited)
		but Reviewed)	(Restated)	but Reviewed)	(Restated)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable	6.11	992,191.28	68,212,979.46	992,191.28	68,212,979.46
Other accounts payable	6.12	14,418,931.22	42,205,210.03	14,418,931.22	42,205,210.03
Current portion of finance lease liabilities		159,750.00	159,750.00	159,750.00	159,750.00
Corporate income tax payable		286,898,758.04	-	286,898,758.04	-
Other current liabilities	6.13	1,640,053.89	1,245,302.20	1,640,053.89	1,245,302.20
Total current liabilities		304,109,684.43	111,823,241.69	304,109,684.43	111,823,241.69
Non-current liabilities					
Finance lease liabilities		79,875.00	159,750.00	79,875.00	159,750.00
Non-current provisions for employee benefits	6.14	3,546,079.50	3,108,286.00	3,546,079.50	3,108,286.00
Accounts payable - related party	6.3.5	5,514,950,450.00	5,814,403,750.00	5,514,950,450.00	5,814,403,750.00
Total non-current liabilities		5,518,576,404.50	5,817,671,786.00	5,518,576,404.50	5,817,671,786.00
TOTAL LIABILITIES		5,822,686,088.93	5,929,495,027.69	5,822,686,088.93	5,929,495,027.69
Shareholders' equity					
Share capital					
Authorized share capital	6.15				
1,219,740,000 ordinary shares - Baht 10 per share		12,197,400,000.00	12,095,500,000.00	12,197,400,000.00	12,095,500,000.00
(2016 : 1,209,550,000 ordinary shares - Baht 10 per share)					
Paid-up share capital					
1,219,740,000 ordinary shares - Baht 10 per share		12,197,400,000.00	12,095,500,000.00	12,197,400,000.00	12,095,500,000.00
(2016 : 1,209,550,000 ordinary shares - Baht 10 per share)					
Retained earnings (Deficit)		(239,628,862.71)	(603,511,420.86)	1,921,565,149.56	(190,415,827.70)
Other components of shareholders' equity		(57,917,430.85)	154,232,176.95	-	-
TOTAL SHAREHOLDERS' EQUITY		11,899,853,706.44	11,646,220,756.09	14,118,965,149.56	11,905,084,172.30
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		17,722,539,795.37	17,575,715,783.78	19,941,651,238.49	17,834,579,199.99

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2017

Unit : Baht

	Note	Financial statements		Separate financial statements	
		in which the equity method is		2017	2016
		2017	2016		
(Restated)					
REVENUES					
Revenue from services	6.16	2,383,928.95	3,195,717.00	2,383,928.95	3,195,717.00
Other income					
Interest income		21,499,927.71	13,162,279.05	21,499,927.71	13,162,279.05
Gain on foreign exchange rate		31,429,079.06	-	31,429,079.06	-
Others		277,949.81	345.83	277,949.81	345.83
Total revenues		55,590,885.53	16,358,341.88	55,590,885.53	16,358,341.88
EXPENSES					
Cost of services	6.17	1,639,786.01	3,147,054.24	1,639,786.01	3,147,054.24
Administrative expenses	6.18	25,593,493.62	52,622,491.31	25,593,493.62	52,622,491.31
Other expenses					
Loss on foreign exchange rate		-	13,794,117.06	-	13,794,117.06
Total expenses	6.19	27,233,279.63	69,563,662.61	27,233,279.63	69,563,662.61
Profit (Loss) before share of profit (loss) from investment in associates		28,357,605.90	(53,205,320.73)	28,357,605.90	(53,205,320.73)
Share of profit (loss) from investment in associates		466,888,137.35	(17,828,192.48)	-	-
PROFIT (LOSS) BEFORE INCOME TAXES		495,245,743.25	(71,033,513.21)	28,357,605.90	(53,205,320.73)
INCOME TAXES		(5,704,423.67)	-	(5,704,423.67)	-
PROFIT (LOSS) FOR THE PERIOD		489,541,319.58	(71,033,513.21)	22,653,182.23	(53,205,320.73)
OTHER COMPREHENSIVE INCOME (LOSS)					
ITEM THAT MAY BE RECLASSIFIED TO THE PROFIT OR LOSS IN SUBSEQUENT PERIOD					
Currency translation differences		(47,131,297.45)	(48,263,209.40)	-	-
Other comprehensive income (loss) for the period,net of taxes		(47,131,297.45)	(48,263,209.40)	-	-
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD		442,410,022.13	(119,296,722.61)	22,653,182.23	(53,205,320.73)
BASIC EARNINGS (LOSS) PER SHARE	6.20	0.40	(0.12)	0.02	(0.09)

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

Unit : Baht

		Financial statements			
	Note	in which the equity method is		Separate financial statements	
		2017	2016	2017	2016
REVENUES					
Dividend income from associate	6.7.2	-	-	2,510,897,954.09	-
Revenue from services	6.16	4,820,570.95	6,400,464.00	4,820,570.95	6,400,464.00
Other income					
Interest income		34,269,486.63	26,963,503.59	34,269,486.63	26,963,503.59
Gain on foreign exchange rate		145,262,894.87	-	145,262,894.87	-
Others		297,672.78	5,036.39	297,672.78	5,036.39
Total revenues		184,650,625.23	33,369,003.98	2,695,548,579.32	33,369,003.98
EXPENSES					
Cost of services	6.17	3,450,787.30	5,982,194.75	3,450,787.30	5,982,194.75
Administrative expenses	6.18	52,060,112.40	96,004,276.61	52,060,112.40	96,004,276.61
Other expenses					
Loss on foreign exchange rate		-	59,403,413.20	-	59,403,413.20
Total expenses	6.19	55,510,899.70	161,389,884.56	55,510,899.70	161,389,884.56
Profit (Loss) before share of profit (loss) from investment in associates		129,139,725.53	(128,020,880.58)	2,640,037,679.62	(128,020,880.58)
Share of profit (loss) from investment in associates		762,799,534.98	(60,127,207.86)	-	-
PROFIT (LOSS) BEFORE INCOME TAXES		891,939,260.51	(188,148,088.44)	2,640,037,679.62	(128,020,880.58)
INCOME TAXES		(528,056,702.36)	-	(528,056,702.36)	-
PROFIT (LOSS) FOR THE PERIOD		363,882,558.15	(188,148,088.44)	2,111,980,977.26	(128,020,880.58)
OTHER COMPREHENSIVE INCOME (LOSS)					
ITEM THAT MAY BE RECLASSIFIED TO THE PROFIT OR LOSS IN SUBSEQUENT PERIOD					
Currency translation differences		(212,149,607.80)	(152,328,452.90)	-	-
Other comprehensive income (loss) for the period,net of taxes		(212,149,607.80)	(152,328,452.90)	-	-
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD		151,732,950.35	(340,476,541.34)	2,111,980,977.26	(128,020,880.58)
BASIC EARNINGS (LOSS) PER SHARE	6.20	0.30	(0.31)	1.74	(0.21)

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017
FINANCIAL STATEMENTS IN WHICH THE EQUITY METHOD IS APPLIED

Unit : Baht

	Note	Paid-up share capital	Retained earnings (Deficit)	Other components of shareholders' equity			Total other components of shareholders' equity	Total Shareholders' equity
				Currency translation differences	Other comprehensive income (loss)			
					Share of other comprehensive income (loss) of associates			
Balance as at January 1, 2016 (before reclassification transactions)		6,108,000,000.00	(400,508,300.42)	-	203,604,339.59	203,604,339.59	203,604,339.59	5,911,096,039.17
Effect of adjustment on financial statements of reclassification transaction	5	-	-	203,604,339.59	(203,604,339.59)	-	-	-
Balance as at January 1, 2016 (after reclassification transactions)		6,108,000,000.00	(400,508,300.42)	203,604,339.59	-	-	203,604,339.59	5,911,096,039.17
Changes in shareholders' equity for the period								
Total comprehensive loss for the period		-	(188,148,088.44)	(152,328,452.90)	-	-	(152,328,452.90)	(340,476,541.34)
Balance as at June 30, 2016 (after adjustment)		6,108,000,000.00	(588,656,388.86)	51,275,886.69	-	-	51,275,886.69	5,570,619,497.83
Balance as at January 1, 2017 (before adjustment)		12,095,500,000.00	(547,648,570.86)	-	154,232,176.95	154,232,176.95	154,232,176.95	11,702,083,606.09
Effect of adjustments on financial statements	5	-	(55,862,850.00)	-	-	-	-	(55,862,850.00)
Effect of reclassification transaction on financial statements	5	-	-	151,549,301.70	(151,549,301.70)	-	-	-
Balance as at January 1, 2017 (after adjustment)		12,095,500,000.00	(603,511,420.86)	151,549,301.70	2,682,875.25	154,232,176.95	154,232,176.95	11,646,220,756.09
Changes in shareholders' equity for the period								
Additional paid-up share capital		101,900,000.00	-	-	-	-	-	101,900,000.00
Total comprehensive loss for the period		-	363,882,558.15	(212,149,607.80)	-	(212,149,607.80)	(212,149,607.80)	151,732,950.35
Balance as at June 30, 2017		12,197,400,000.00	(239,628,862.71)	(60,600,306.10)	2,682,875.25	(57,917,430.85)	(57,917,430.85)	11,899,853,706.44

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017
SEPARATE FINANCIAL STATEMENTS

Unit : Baht

	Note	Paid-up share capital	Retained earnings (Deficit)	Total Shareholders' equity
Balance as at January 1, 2016		6,108,000,000.00	(341,907,488.17)	5,766,092,511.83
Changes in shareholders' equity for the period				
Total comprehensive loss for the period		-	(128,020,880.58)	(128,020,880.58)
Balance as at June 30, 2016		<u>6,108,000,000.00</u>	<u>(469,928,368.75)</u>	<u>5,638,071,631.25</u>
Balance as at January 1, 2017 (before adjustment)		12,095,500,000.00	(134,552,977.70)	11,960,947,022.30
Effect of adjustments on financial statements	5	-	(55,862,850.00)	(55,862,850.00)
Balance as at January 1, 2017 (after adjustment)		12,095,500,000.00	(190,415,827.70)	11,905,084,172.30
Changes in shareholders' equity for the period				
Additional paid-up share capital		101,900,000.00	-	101,900,000.00
Total comprehensive income for the period		-	2,111,980,977.26	2,111,980,977.26
Balance as at June 30, 2017		<u>12,197,400,000.00</u>	<u>1,921,565,149.56</u>	<u>14,118,965,149.56</u>

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

Unit : Baht

	Note	Financial statements		Separate financial statements	
		in which the equity method is applied			
		2017	2016 (Restated)	2017	2016 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit (loss) before income taxes		891,939,260.51	(188,148,088.44)	2,640,037,679.62	(128,020,880.58)
Adjustment to reconcile profit (loss) before income taxes to net cash provided by (used in)					
from operating activities					
Depreciation		230,593.32	365,694.00	230,593.32	365,694.00
Amortization		330,445.87	313,077.97	330,445.87	313,077.97
Non-current provisions for employee benefits	6.14	437,793.50	402,206.50	437,793.50	402,206.50
Unrealized (gain) loss from foreign exchange		(175,787,188.85)	62,535,025.95	(175,787,188.85)	62,535,025.95
Share of profit (loss) from investment in associates		(762,799,534.98)	60,127,207.86	-	-
Dividend income from investment in associates		-	-	(2,510,897,954.09)	-
Interest income		(34,269,486.63)	(26,963,503.59)	(34,269,486.63)	(26,963,503.59)
Loss from operating activities before change in operating assets and liabilities		(79,918,117.26)	(91,368,379.75)	(79,918,117.26)	(91,368,379.75)
Change in operating assets (increase) decrease					
Trade accounts receivable		727,060.75	85,785.00	727,060.75	85,785.00
Other accounts receivable		3,903,245.37	(3,180,430.69)	3,903,245.37	(3,180,430.69)
Bank deposits as collateral		291,534,460.77	313,169,543.83	291,534,460.77	313,169,543.83
Change in operating liabilities increase (decrease)					
Trade accounts payable		(65,325,040.70)	(1,357,592.60)	(65,325,040.70)	(1,357,592.60)
Other accounts payable		(22,132,992.92)	10,852,127.88	(22,132,992.92)	10,852,127.88
Other current liabilities		394,751.69	229,073.01	394,751.69	229,073.01
		209,101,484.96	319,798,506.43	209,101,484.96	319,798,506.43
Cash provided by operating activities		129,183,367.70	228,430,126.68	129,183,367.70	228,430,126.68
Cash received from interest		1,790,113.71	2,517,490.19	1,790,113.71	2,517,490.19
Cash payment on income tax		(241,157,944.32)	141,527.18	(241,157,944.32)	141,527.18
Net cash provided by (used in) operating activities		(110,184,462.91)	231,089,144.05	(110,184,462.91)	231,089,144.05
CASH FLOWS FROM INVESTING ACTIVITIES					
Cash payment on investment in associates		(295,385,379.00)	(317,231,621.16)	(295,385,379.00)	(317,231,621.16)
Cash payment on temporary investments		(2,320,972,489.44)	(43,249,802.14)	(2,320,972,489.44)	(43,249,802.14)
Cash received from dividend from investment in associates		2,875,757,106.46	-	2,875,757,106.46	-
Cash payment on project development cost - for collection		(9,251,425.82)	(15,935,216.95)	(9,251,425.82)	(15,935,216.95)
Cash received from interest		9,470,536.64	10,545,201.19	9,470,536.64	10,545,201.19
Net cash provided by (used in) investing activities		259,618,348.84	(365,871,439.06)	259,618,348.84	(365,871,439.06)

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2017

Unit : Baht

	Financial statements				
	Note	in which the equity method is applied	Separate financial statements		
		2017	2016	2017	2016
			(Restated)		(Restated)
CASH FLOWS FROM FINANCING ACTIVITIES					
Cash received from additional paid-up share capital		101,900,000.00	-	101,900,000.00	-
Cash payment on finance lease liabilities		(79,875.00)	-	(79,875.00)	-
Net cash provided by financing activities		101,820,125.00	-	101,820,125.00	-
Effect from foreign exchange rate in cash and cash equivalents		(3,518,950.77)	(132,472.07)	(3,518,950.77)	(132,472.07)
Net increase (decrease) in cash and cash equivalents		247,735,060.16	(134,914,767.08)	247,735,060.16	(134,914,767.08)
Cash and cash equivalents at the beginning of the period		96,085,828.27	235,348,619.29	96,085,828.27	235,348,619.29
Cash and cash equivalents at the end of the period		343,820,888.43	100,433,852.21	343,820,888.43	100,433,852.21
Supplemental cash flow information					
Unpaid for outstanding payable on project development costs - for collection		58,763.57	-	58,763.57	-

Notes to the interim financial statements are an integral part of these financial statements.

(Signed) Watchara Hemruchatanun

(Mr. Watchara Hemruchatanun)

President

EGAT INTERNATIONAL COMPANY LIMITED
NOTES TO INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2017 (Unaudited but Reviewed)

1. General information

EGAT International Company Limited, “EGATi”, is a limited company, incorporated in Thailand on December 18, 2007. EGATi is an investment arm for Electricity Generating Authority of Thailand “EGAT” of which the main objectives are to secure domestic power system by importing electricity and to create value added by investing abroad in power and power related businesses for benefits of EGAT businesses and the country. EGATi is located at 53 Moo 2, Charan Sanitwong Road, Bang Kruai, Nonthaburi.

2. Basis of interim financial statements preparation

2.1 The objectives of interim financial statements

The interim financial statements are prepared to provide an update on the financial statements for the year ended December 31, 2016. They basically 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 for the year ended December 31, 2016.

2.2 Basis of interim financial statements preparation

These interim financial statements have been prepared in accordance with Thai Financial Reporting Standards (TFRSs) under the Accounting Profession Act, B.E. 2547 (2004), including interpretations and guidelines promulgated by the Federation of Accounting Profession (FAP). These interim financial statements, including Statements of Financial Position, Statements of Comprehensive Income, Statement of Changes in Shareholders’ Equity, Statement of Cash Flows and Notes to the Interim Financial Statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2016) “Interim Financial Reporting”.

3. Significant accounting policies

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 which is prepared in accordance with Thai Financial Reporting Standards.

4. Thai Financial Reporting Standards adopted

The Company has adopted new issued and revised financial reporting standards including guidelines promulgated by the Federation of Accounting Profession (FAP) that are effective for fiscal years beginning on or after 1 January 2017. The Management has determined that financial reporting standards will not significantly impact the financial information being presented.

5. The effect on the financial statements of restated financial statements of EGATi, EGATi's associate and reclassification transactions

EGATi has restated separate financial statement and financial statement which the equity method is applied as follows:

5.1 Restatement of Financial statement due to made correction of investment in associate which recognized in amount of EGATi paid to recognized in amount of EGATi signed in Subscription Agreement and the remaining are recognized as liabilities.

5.2 Comparative of restated financial statements of the EGATi's associate.

5.3 Reclassification of currency translation differences and share of profit (loss) investment of associates.

The effect of the statement of financial position, statement of comprehensive income, statements of change in shareholders' equity are as follows;

Unit : Baht

	Financial statements			
	in which the equity method is applied			
	Before restated and reclassified	Restated	Reclassified	As restated and reclassified
STATEMENT OF FINANCIAL POSITION				
AS AT DECEMBER 31, 2016				
Investment in associates	7,128,240,353.25	5,758,540,900.00	-	12,886,781,253.25
Accounts payable - related party	-	5,814,403,750.00	-	5,814,403,750.00
Deficit	(547,648,570.86)	(55,862,850.00)	-	(603,511,420.86)

	Financial statements			
	in which the equity method is applied			
	Before restated and reclassified	Restated	Reclassified	As restated and reclassified
STATEMENT OF COMPREHENSIVE INCOME				
FOR THE THREE-MONTH ENDED JUNE 30, 2016				
Share of profit (loss) from investment in associates	19,221,805.71	(37,049,998.19)	-	(17,828,192.48)
Currency translation differences	(49,604,880.76)	1,341,671.36	-	(48,263,209.40)
Total comprehensive income (loss) for the period	(83,588,395.78)	(35,708,326.83)	-	(119,296,722.61)

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

AS AT JANUARY 1, 2016

Currency translation differences	-	-	203,604,339.59	203,604,339.59
Share of other comprehensive income of associates	203,604,339.59	-	(203,604,339.59)	-

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

AS AT JANUARY 1, 2017

Retained earnings (Deficit)	(547,648,570.86)	(55,862,850.00)	-	(603,511,420.86)
Currency translation differences	-	-	151,549,301.70	151,549,301.70
Share of profit (loss) from investment in associates	154,232,176.95	-	(151,549,301.70)	2,682,875.25
Total shareholders' equity	11,702,083,606.09	(55,862,850.00)	-	11,646,220,756.09

Unit : Baht

	Separate financial statements		
	Before restated and	As restated and	
	reclassified	Restated	reclassified

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2016

Investment in associates	7,387,103,769.46	5,758,540,900.00	13,145,644,669.46
Accounts payable - related party	-	5,814,403,750.00	5,814,403,750.00
Deficit	(134,552,977.70)	(55,862,850.00)	(190,415,827.70)

	Separate financial statements		
	Before restated and	As restated and	
	reclassified	Restated	reclassified
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY			
AS AT JANUARY 1, 2017			
Deficit	(134,552,977.70)	(55,862,850.00)	(190,415,827.70)
Total shareholders' equity	11,960,947,022.30	(55,862,850.00)	11,905,084,172.30

6. Additional information

6.1 Cash and cash equivalents comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Current account	1,000.00	1,000.00
Saving account	14,798,074.76	10,242,208.83
Fixed deposit not more than 3 months	287,559,208.70	68,036,537.47
Fixed deposit receipt not more than 3 months	41,462,604.97	17,806,081.97
Total Cash and Cash Equivalents	343,820,888.43	96,085,828.27

6.2 Temporary investments comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Deposit more than 3 months but not more than 12 months	2,377,087,092.81	602,175,946.15
Fixed deposit receipt more than 3 months but not more than 12 months	2,461,760,389.79	1,974,867,030.21
Total Temporary Investments	4,838,847,482.60	2,577,042,976.36

6.3 Related party transactions

Related party to EGATi for the three-month and six-month period ended June 30, 2017 are as follows;

Name of entity	Country of incorporation/nationality	Nature of relationship
EGAT	Thailand	100% shareholding
Nam Ngiep 1 Power Company Limited	Lao PDR	Associated company, EGATi has 30% shareholding
PT Adaro Indonesia	Republic of Indonesia	Associated company, EGATi has 11.533% shareholding

Related party transactions are as follows;

		Unit : Baht	
		30 Jun 17	31 Dec 16
6.3.1	Trade accounts receivable - related party comprise;		
	Nam Ngiep 1 Power Company Limited	2,400,840.00	3,127,900.75
6.3.2	Other accounts receivable - related party comprise;		
	Managements and officers	95,246.00	3,035.50
	Nam Ngiep 1 Power Company Limited	-	42,180.00
	EGAT	-	61,750.00
6.3.3	Trade accounts payable - related party comprise;		
	EGAT	477,624.46	40,669,168.46

6.3.4 Other accounts payable - related party comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Other accounts payable		
Managements and officers	209,495.20	417,313.95
EGAT	194,373.94	65,407.22
Accrued expenses		
EGAT	396,720.08	1,448,897.86

6.3.5 Accounts payable - related party comprise;

PT Adaro Indonesia	5,514,950,450.00	5,814,403,750.00
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6.3.6 Revenues of Services - Related Party comprise;

	Unit : Baht			
	Three-month period		Six-month period	
	2017	2016	2017	2016
Nam Ngiep 1 Power Co., Ltd	2,383,928.95	3,195,717.00	4,820,570.95	6,400,464.00
PT Adaro Indonesia	-	-	2,510,897,954.09	-

6.3.7 Cost of Services - Related Party comprise;

	Unit : Baht			
	Three-month period		Six-month period	
	2017	2016	2017	2016
EGAT	-	1,533,251.00	248,623.50	3,035,553.00

6.3.8 Administrative Expenses - Related Party comprise;

	Unit : Baht			
	Three-month period		Six-month period	
	2017	2016	2017	2016
Directors and management				
remuneration	4,905,234.00	4,767,337.81	9,405,367.33	8,267,871.81
EGAT	1,788,531.75	1,752,947.17	3,403,251.63	3,291,527.99

6.4 Trade accounts receivable comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Trade accounts receivable - related party (Note 6.3.1)		
Nam Ngiep 1 Power Company Limited		
Associate management services	2,400,840.00	3,127,900.75
Total trade accounts receivable	2,400,840.00	3,127,900.75

6.5 Other accounts receivable comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Other accounts receivable - related party (Note 6.3.2)		
Managements and officers	95,246.00	3,035.50
Nam Ngiep 1 Power Company Limited	-	42,180.00
EGAT	-	61,750.00
	95,246.00	106,965.50
Other accounts receivable - co-developer	9,273,504.29	13,161,572.26
Other accounts receivable - other parties	6,930,252.00	6,930,252.00
Prepaid expenses	183,094.97	150,970.91
Accrued interest income	26,653,664.89	3,794,612.55
Total other accounts receivable	43,135,762.15	24,144,373.22

6.6 Bank deposits as collateral

The bank deposits amount of USD 23.210 million or approximately Baht 784.84 million (using the buying rate as at June 30, 2017 at Baht 33.8145 per USD) with BNP PARIBAS BANGKOK BRANCH is a guarantee to issue Standby letter of credit: SBLC for unpaid share capital to Nam Ngiep 1 Power Company Limited which will be decreased by the amount of money paid for the share capital as mention in note 9.2.

6.7 Investment in associates

6.7.1 Information of associated company

Company name	Country of incorporation/nationality	Business	Shareholding proportion	
			(percentage)	
Associated company			30 Jun 17	31 Dec 16
Nam Ngiep 1 Power Company Limited	Lao PDR	Generation and supply of electricity	30	30
PT Adaro Indonesia	Republic of Indonesia	Generation and supply of coal	11.533	11.533

EGATi invested in PT Adaro Indonesia with shareholding proportion of 11.533% which EGATi has 1 representative in Board of Commissioners from total 6 representatives for control the management of Board of Directors which EGATi has 1 voting rights.

6.7.2 Details of investment in associates

Unit : Baht

Company name	Shareholding proportion (percentage)		Equity Method		Cost Method		Dividend	
	30 Jun 17	31 Dec 16	30 Jun 17	31 Dec 16	30 Jun 17	31 Dec 16	30 Jun 17	31 Mar 16
Associated Company								
Nam Ngiep 1 Power Company Limited	30.00	30.00	1,641,281,842.83	1,563,413,742.58	1,852,635,048.46	1,557,249,669.46	-	-
PT Adaro Indonesia	11.533	11.533	9,580,636,762.51	11,323,367,510.67	11,588,395,000.00	11,588,395,000.00	2,510,897,954.09	-
Total			11,221,918,605.34	12,886,781,253.25	13,441,030,048.46	13,145,644,669.46	2,510,897,954.09	-

Movements in investment in associates can be analyzed as follows;

	Unit : Baht			
	Equity Method		Cost Method	
	30 Jun 17	31 Dec 16	30 Jun 17	31 Dec 16
Book value at the beginning of period	12,886,781,253.25	1,111,764,180.14	13,145,644,669.46	966,760,652.80
Additional investments	295,385,379.00	590,489,016.66	295,385,379.00	590,489,016.66
Purchase of investment in associates	-	11,588,395,000.00	-	11,588,395,000.00
Share of profit from investment in associates	762,799,534.98	48,638,880.48	-	-
Currency translation differences	(212,149,607.80)	(52,055,037.89)	-	-
Share of other comprehensive income of associates	-	2,682,875.25	-	-
Dividend income	(2,510,897,954.09)	(403,133,661.39)	-	-
Book value at the end of period	11,221,918,605.34	12,886,781,253.25	13,441,030,048.46	13,145,644,669.46

Investment in Nam Ngiep 1 Power Company Limited

On September 11, 2014, Nam Ngiep 1 Power Company Limited achieved financial agreement which result in funding the loan to the project instead of money funded from share capital by the shareholders. Loan will be drawn down until debt to equity ratio reaches 71:29. In 2017, the debt to equity ratio has reached to the defined point, therefore EGATi has increase investment in Associated Company in amount of USD 8.460 million.

EGATi has pledged all of shares in Nam Ngiep 1 Power Company Limited in amount of 600,000 shares which USD 100.00 per share and grant security over all related dividends and other rights, interests and benefits arising from such shares in favor of Nam Ngiep 1 Power Company Limited's lenders and other secured parties, as at June 30, 2017, the company has fully paid up share in amount of 552,222 shares.

Investment in PT Adaro Indonesia

EGATi has signed Subscription Agreement for purchase shares in PT Adaro Indonesia in amount of USD 325 million, as at November 22, 2016, the company has paid for share in amount of USD

163.500 million (approximately Baht 5,829.85 million) and EGATi will pay the remaining in amount of USD 161.500 million in 2022 – 2027 when PT Adaro Indonesia has met the condition in Subscription Agreement, EGATi recorded the remaining in the financial statements.

As at June 30, 2017, EGATi has been under the process of calculating the difference between cost of investment and fair value of the acquired net assets which is expected to be finalized within the next 12 months after the acquisition date.

Hedging item in associated company

Nam Ngiep 1 Power Company Limited entered into Interest Rate Swap Contract (IRS) and Cross Currency Swap Contract (CCS).

PT Adaro Indonesia entered into fuel hedging contracts which are based on price on GAS OIL-0.5 SINGAPORE-PLATTS ASIA-PACIFIC.

In accordance with International Accounting Standard No.39 on Financial Instruments: Recognition and Measurement, as at June 30, 2017, the effective of hedging are as follows;

1. Interest Rate Swap Contract incurred gains of USD 1.129 million (approximately Baht 39.28 million) in the other comprehensive income.
2. Cross Currency Swap Contract incurred losses of USD 0.693 million (approximately Baht 24.16 million) which recognized in the profit and loss.
3. Fuel hedging Contract incurred gains of USD 0.690 million (approximately Baht 23.72 million) which recognized in the profit and loss, and losses of USD 3.068 million (approximately Baht 106.01 million) in the other comprehensive income (using the average rate during the period).

In the preparation of the financial statements under the equity method, EGATi does not recognize derivative transactions in the investment under the equity method and share of gains or losses from associates due to Thai Accounting Standards is not currently applicable for International Accounting Standard No.39 on Financial Instruments: Recognition and Measurement.

6.8 Equipment comprise;

	Unit : Baht	
	Furniture and office equipment	Total
Cost		
As at January 1, 2017	4,955,551.84	4,955,551.84
As at June 30, 2017	4,955,551.84	4,955,551.84
Accumulated depreciation		
As at January 1, 2017	(3,941,151.12)	(3,941,151.12)
Depreciation for the period	(230,593.32)	(230,593.32)
As at June 30, 2017	(4,171,744.44)	(4,171,744.44)
Net book value		
As at December 31, 2016	1,014,400.72	1,014,400.72
As at June 30, 2017	783,807.40	783,807.40

EGATi's equipment has included financial lease asset. As at June 30, 2017, the cost value of these asset is Baht 319,500.00, accumulated depreciation is Baht 32,559.57, net book value is Baht 286,940.43.

6.9 Intangible assets comprise;

	Unit : Baht	
	Computer software	Total
Cost		
As at January 1, 2017	3,487,300.07	3,487,300.07
As at June 30, 2017	3,487,300.07	3,487,300.07
Accumulated amortization		
As at January 1, 2017	(1,545,420.50)	(1,545,420.50)
Amortization for the period	(330,445.87)	(330,445.87)
As at June 30, 2017	(1,875,866.37)	(1,875,866.37)
Net book value		
As at December 31, 2016	1,941,879.57	1,941,879.57
As at June 30, 2017	1,611,433.70	1,611,433.70

6.10 Project development costs - for collection

As at June 30, 2017, EGATi has recognized project development costs - for collection in the amount of Baht 483.88 million of the Upper Thanlwin (Mong Ton) Hydropower Project and Quang Tri 1 Thermal Power Project which the principle of project investment was approved by the Minister of Energy on November 21, 2014 and May 16, 2016 respectively. These costs are agreed by Project Management Committee to reimburse after establishment of the project company as follows;

	unit : Baht	
	30 Jun 17	31 Dec 16
Balance at the beginning of period		
Upper Thanlwin (Mong Ton) Hydropower Project	485,292,400.38	473,754,680.80
Quang Tri Thermal Power Plant Project	8,695,321.20	-
	<u>493,987,721.58</u>	<u>473,754,680.80</u>
Increase (decrease) during the period		
Upper Thanlwin (Mong Ton) Hydropower Project	(11,337,711.35)	11,537,719.58
Quang Tri Thermal Power Plant Project	1,234,365.97	8,695,321.20
	<u>(10,103,345.38)</u>	<u>20,233,040.78</u>
Balance at the end of period	<u><u>483,884,376.20</u></u>	<u><u>493,987,721.58</u></u>

6.11 Trade accounts payable comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Trade accounts payable - related party (Note 6.3.3)		
EGAT		
Survey fees – Hutgyi Hydropower Project	-	40,211,860.09
Administrative service expenses	477,624.46	457,308.37
	<u>477,624.46</u>	<u>40,669,168.46</u>
Trade accounts payable - non-related party		
Consultant fees	282,225.21	27,398,650.00
Project development expenses	87,180.61	-
Associate management service expenses	145,161.00	145,161.00
	<u>514,566.82</u>	<u>27,543,811.00</u>
Total trade accounts payable	<u><u>992,191.28</u></u>	<u><u>68,212,979.46</u></u>

6.12 Other accounts payable comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Other accounts payable - related party, entity (Note 6.3.4)		
EGAT		
Airfares	193,971.35	-
Car rental for executives	-	43,014.00
Other expenses	402.59	22,393.22
	<u>194,373.94</u>	<u>65,407.22</u>
Other accounts payable - related party, individuals		
(Note 6.3.4)	209,495.20	417,313.95
Other accounts payable - non-related party	995,594.31	983,684.87
Accrued expenses - related party (Note 6.3.4)		
EGAT		
Consultant fees - Upper Thanlwin (Mong Ton) Hydropower Project	202,812.08	-
Key management services expenses	-	878,594.50
Travelling expenses	107,880.00	489,970.00
Car rental for executives	86,028.00	43,014.00
Other expenses	-	37,319.36
	<u>396,720.08</u>	<u>1,448,897.86</u>
Other accrued expenses comprise;		
Project development expenses	71,495.25	15,579,778.21
Employee expenses	11,076,499.65	20,196,356.49
Other service fees	126,024.56	2,468,571.43
Other expenses	1,348,728.23	1,045,200.00
	<u>12,622,747.69</u>	<u>39,289,906.13</u>
Total other accounts payable	<u>14,418,931.22</u>	<u>42,205,210.03</u>

6.13 Other current liabilities comprise;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Deposit received and security guarantee	969,692.58	653,992.58
Withholding tax	670,361.31	410,762.84
Withholding tax payable to Lao PDR	-	180,546.78
Total other current liabilities	1,640,053.89	1,245,302.20

6.14 Non-current provisions for employee benefits

As at June 30, 2017, the non-current provisions for employee benefits as shown in statement of financial position comprise of;

	Unit : Baht	
	30 Jun 17	31 Dec 16
Non-current provisions for employee benefits, beginning of period	3,108,286.00	2,303,873.00
Current service costs	378,735.50	716,864.00
Interest costs	59,058.00	87,549.00
Non-current provisions for employee benefits, end of period	3,546,079.50	3,108,286.00

Expenses recognized in the statement of comprehensive income for the three-month and six-month periods ended June 30, 2017 are as follows;

	Unit : Baht			
	Three-month period		Six-month period	
	2017	2016	2017	2016
Current service costs	189,367.75	179,216.00	378,735.50	358,432.00
Interest costs	29,529.00	21,887.25	59,058.00	43,774.50
Total	218,896.75	201,103.25	437,793.50	402,206.50

6.15 Share capital

As at January 1, 2017, EGATi's registered paid-up capital was Baht 12,095.50 million which consisted of 1,209.55 million ordinary shares at Baht 10 per share. On April 26, 2017, EGATi has increased the registered capital for Baht 101.90 million of which has been fully paid by the shareholders.

As at June 30, 2017, EGATi's registered paid-up capital was Baht 12,197.40 million which consisted of 1,219.74 million ordinary shares at Baht 10 per share. In this regard, 99.99% of share capital was held by the Electricity Generating Authority of Thailand (EGAT), the remaining was assigned by EGAT to be held by EGAT's executives.

6.16 Revenue from services

Revenue from services for the three-month and six-month periods ended June 30, 2017 are as follows:

		Unit : Baht	
		Three-month period	Six-month period
		2017	2016
		2017	2016
Service revenue - Related party (Note 6.3.6)			
Nam Ngiep 1 Power Company Limited			
Management Services Agreement		2,383,928.95	3,195,717.00
		4,820,570.95	6,400,464.00
Total revenue from service		2,383,928.95	3,195,717.00
		4,820,570.95	6,400,464.00

6.17 Cost of services

Cost of services for the three-month and six-month periods ended June 30, 2017 are as follows:

		Unit : Baht	
		Three-month period	Six-month period
		2017	2016
		2017	2016
Cost of services - related party (Note 6.3.7)			
EGAT			
Key Management Services expenses		-	1,533,251.00
		248,623.50	3,035,553.00
		-	1,533,251.00
		248,623.50	3,035,553.00
Associate management service expenses		1,639,786.01	1,613,803.24
		3,202,163.80	2,946,641.75
Total Cost of Services		1,639,786.01	3,147,054.24
		3,450,787.30	5,982,194.75

6.18 Administrative expenses

Administrative expenses for the three-month and six-month periods ended June 30, 2017 are as follows:

	Unit : Baht	
	Three-month period	
	2017	2016
Administrative expenses - related party (Note 6.3.8)		
EGAT		
Administrative service expenses	1,456,677.67	1,411,431.65
Car rental for executives	129,042.00	156,405.52
Survey fees - Upper Thanlwin (Mong Ton) Hydropower Project	-	185,110.00
Consultant fees - Upper Thanlwin (Mong Ton) Hydropower Project	202,812.08	-
	1,788,531.75	1,752,947.17
Employee expenses	15,530,884.98	26,201,199.62
Project development expenses	652,930.87	18,230,030.37
Associate administrative expenses	550,041.67	429,378.36
Other service fees	3,432,731.40	2,297,883.66
Committee travelling expenses	1,000.00	26,705.48
Others	3,637,372.95	3,684,346.65
Total administrative expenses	25,593,493.62	52,622,491.31

Unit : Baht

	Six-month period	
	2017	2016
Administrative expenses - related party (Note 6.3.8)		
EGAT		
Administrative service expenses	2,867,455.55	2,863,984.47
Car rental for executives	258,084.00	242,433.52
Survey fees - Upper Thanlwin (Mong Ton) Hydropower Project	74,900.00	185,110.00
Consultant fees - Upper Thanlwin (Mong Ton) Hydropower Project	202,812.08	-
	3,403,251.63	3,291,527.99
Employee expenses	31,360,435.91	42,102,594.65
Project development expenses	2,470,163.22	33,325,597.93
Associate administrative expenses	1,499,264.05	1,019,085.14
Other service fees	5,568,598.92	4,611,215.86
Committee travelling expenses	574,619.60	3,629,911.08
Others	7,183,779.07	8,024,343.96
Total administrative expenses	52,060,112.40	96,004,276.61

Project development expenses for the six month ended June 30, 2017 in the amount of Baht 2.47 million; mostly are travelling expenses amount of Baht 2.37 million.

6.19 Expenses by nature

Expenses by nature for the three-month and six-month periods ended June 30, 2017 are as follows:

	Unit : Baht			
	Three-month period		Six-month period	
	2017	2016	2017	2016
Employee expenses	15,659,926.98	26,357,605.14	31,618,519.91	42,345,028.17
Outsourcing costs	5,324,409.07	5,677,566.31	9,554,677.97	11,333,815.33
Project development expenses	855,742.95	18,415,140.37	2,747,875.30	33,510,707.93
Depreciation and amortization	279,022.20	336,169.48	561,039.19	678,771.97
Loss from foreign exchange	-	13,794,117.06	-	59,403,413.20
Other expenses	5,114,178.43	4,983,064.25	11,028,787.33	14,118,147.96
Total Expenses by Nature	27,233,279.63	69,563,662.61	55,510,899.70	161,389,884.56

6.20 Basic earnings (loss) per share

Basic earnings (loss) per share for the three-month and six-month periods ended June 30, 2017 are as follows:

	Unit : Baht			
	Three-month period			
	Financial Statements			
	in which the equity method is applied		Separate Financial Statements	
	2017	2016	2017	2016
Net profit (loss) attributable to shareholders' equity	489,541,319.58	(71,033,513.21)	22,653,182.23	(53,205,320.73)
Weighted average number of				
the ordinary shares (unit: shares)	1,216,940,549.45	610,800,000.00	1,216,940,549.45	610,800,000.00
Basic earnings (loss) per share	0.40	(0.12)	0.02	(0.09)

	Six-month period			
	Financial Statements			
	in which the equity method is applied		Separate Financial Statements	
	2017	2016	2017	2016
Net profit (loss) attributable to shareholders' equity	363,882,558.15	(188,148,088.44)	2,111,980,977.26	(128,020,880.58)
Weighted average number of				
the ordinary shares (unit:shares)	1,213,265,690.61	610,800,000.00	1,213,265,690.61	610,800,000.00
Basic earnings (loss) per share	0.30	(0.31)	1.74	(0.21)

7. Memorandum of Understanding (MOU) and Memorandum of Agreement (MOA)

MOU for Cooperation in the Development of Quang Tri 1 Thermal Power Plant, Vietnam

On December 8, 2011, there was MOU signed between EGAT International Company Limited (EGATi) and People's Committee of Quang Tri Province (PCQT) to set a scope of feasibility study regarding the commercial, financial, technical and environmental aspects in the joint cooperation for mutual benefits. If the project is feasible and Government of Vietnam approves this project, PCQT would cooperate with related ministries in supporting EGATi for further processes.

To support this project, EGATi is responsible for conducting survey and feasibility studies to develop the project in order to submit the project proposal to PCQT, Ministry of Industry & Trade (MOIT), and Government of Vietnam.

Each party will bear its own internal costs and both parties have agreed that the external costs will be ultimately borne by a new established Joint Venture Company. The method of project development cost reimbursement and external costs payment as well as related agreements under this MOU shall be approved by EGATi.

On August 12, 2013, EGATi was approved by the Vietnamese government to be the project developer. The project shall be operated in a form of Build-Operate-Transfer (BOT) with the support from MOIT and PCQT.

On December 17, 2013, EGATi's Board of Directors had resolution to delay the signing of MOU between EGATi and MOIT for about 6 months in order to find solutions for proportion of project equity.

On June 24, 2014, MOU between EGATi and MOIT was signed in Hanoi, Vietnam to specify scope in developing the project between MOIT and EGATi; which is in accordance with promulgated Vietnamese law. On March 6, 2017, EGATi signed a new MOU with MOIT with an extended term to replace the original MOU which had already expired.

On July 1, 2014, service contract between EGATi and Power Engineering Consulting Joint Stock Company 2 (PECC2) was signed to prepare Feasibility Study and Environmental Impact Assessment Report (F/S & EIA)

for submitting to the related Vietnamese authorities. On October 8, 2015, Ministry of Natural Resources and Environment had approved the Environmental Impact Assessment Report (EIA), however, the Feasibility Study (F/S) was pending for approval.

On November 27, 2015, The Organisation for Economic Co-operation and Development (OECD) had announced guidelines to its participants to the arrangement on officially supported export credits requiring coal-fired electricity generation project of capacity larger than 500 MW to use ultra-supercritical (USC) technology. This guideline affected Quang Tri 1 Thermal Power Project for which the F/S & EIA had been conducted based on supercritical (SC) technology. Therefore, EGATi had to adjust the F/S & EIA by changing the technology from SC to USC to be in accordance with OECD's guidelines and resubmit the reports to related Vietnamese authorities. On October 14, 2016, the adjusted EIA was approved by MONRE. On December 7, 2016, the adjusted F/S was approved by MOIT.

On July 11, 2014, MOU between EGATi and PCQT in Quang Tri province was signed to strengthen relationship and specify scope in developing project between PCQT and EGATi.

On December 28, 2015, MOU between EGATi and Electricity Generating Public Company Limited (EGCO) was signed for cooperation in the development of Thermal Power Plant in Quang Tri in which EGCO has 30 percent of shareholder.

On June 10, 2016, Joint Development Agreement (JDA) between EGATi, Electricity Generating Public Company Limited (EGCO) and Kyushu Electric Power Co., Inc. (KYUSHU) was signed for cooperation in development of Quang Tri 1 Thermal Power Project with shareholdings proportion of 40 : 30 : 30, respectively. Signing of the JDA resulted in the termination of the MOU EGATi had signed with EGCO on December 28, 2015. In addition, EGATi also signed two separate MOUs, one with EGCO and another with KYUSHU, to specify certain terms that are different between EGCO and KYUSHU in addition to the terms and conditions in the JDA.

8. Contingent assets

Receipt of the payment of engineering feasibility and EIA studies for the amount of USD 4.42 million, or approximately Baht 149.46 million (using the buying rate as at June 30, 2017; at Baht 33.8145 per USD) from the Project Company of the Hutgyi Hydropower Project.

Receipt of the payment for the project development which has been approved by Management Committee of the Hutgyi Hydropower Project to be reimbursed from the Project Company after the Project Company has been established the amount of Baht 48.57 million (approximately USD 1.44 million) as at June 30, 2017.

According to the meeting between EGAT and investment partner, SINOHYDRO Company, during August 2-10, 2006, both parties have agreed to allocate their responsibilities in respect to their joint development of the project including costs arising from their allocated responsibilities respectively, which can be reimbursed later

from the Project Company once it has been established. Thereafter, on June 26, 2008, Ministry of Energy of Thailand has approved to transfer the project development role from EGAT to EGATi accordingly.

9. Commitments

As at June 30, 2017, EGATi has commitments as follows:

9.1 Purchase Agreements

EGATi has five significant purchase agreements with the remaining contract amount approximately Baht 233.18 million as follows:

There are three consulting service agreements in local currency with contract amount of Baht 131.77 million and the remaining contract amount approximately Baht 92.80 million

There are two consulting service agreements in foreign currency with contract amount of USD 4.359 million and the remaining contract amount of USD 4.111 million or approximately Baht 140.38 million (using the selling rate as at June 30, 2017 at Baht 34.1483 per USD).

9.2 Letter of Credit

Standby Letter of Credit (SBLC) to guarantee EGATi's equity in Nam Ngiep 1 Power Company Limited to lender has renewed the contract for 1 year (expired on August 31, 2017) in the amount of USD 46.218 million which EGATi's bank deposits account in the amount of USD 23.210 million was secured as collateral as mentioned in Note 6.6.

10. Events after the reporting period

10.1 On July 13, 2017, EGATi paid in the amount of USD 3.264 million, or approximately Baht 111.34 million for share capital to Nam Ngiep 1 Power Company Limited according to the shareholding of 30 percent.

10.2 On August 8, 2017, EGATi paid in the amount of USD 1.032 million, or approximately Baht 34.50 million for share capital to Nam Ngiep 1 Power Company Limited according to the shareholding of 30 percent.

11. Reclassification Transactions

EGATi reclassified some transactions in the financial statements for the year ended December 31, 2016 for conformity with the presentation of the financial statements for the three-month and six-month periods ended June 30, 2017.

12. Authorization of Financial Statements

The issuance of these financial statements has been authorized by EGATi's authorized directors on August 28, 2017.
