

SABINA PUBLIC COMPANY LIMITED

AND ITS SUBSIDIARY

INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015

AND

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of Sabina Public Co., Ltd.

- (1) I have reviewed the accompanying consolidated statement of financial position of Sabina Public Co., Ltd. and its subsidiary as of March 31, 2015, the related consolidated statements of changes in shareholders' equity, income, comprehensive income and cash flows for the three – month period ended March 31, 2015, as well as the condensed notes to the consolidated financial statements, and I have also reviewed the separate financial information for the same period of Sabina Public Co., Ltd. Management is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard 34 (revised 2014), "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my reviews.

(2) **Scope of review**

I conducted my reviews in accordance with 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 auditing standards 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.

(3) **Conclusion**

Based on my reviews, 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 Accounting Standard 34 (revised 2014), "Interim Financial Reporting".

(4) **Other matter**

- (4.1) The Consolidated Statements of changes in shareholders' equity, income, comprehensive income and cash flows of Sabina Public Co., Ltd. and its subsidiary and the separate financial information of Sabina Public Co., Ltd. for the three - month period ended March 31, 2014 as presented herein for comparative purposes, reviewed by another auditor in my office, and concluded in his report dated May 9, 2014 that nothing come to her attention that causes her to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Accounting Standard 34 (revised 2012), "Interim Financial Reporting".

- (4.2) The Consolidated financial statements of Sabina Public Co., Ltd. and its subsidiary and the separate financial statements of Sabina Public Co., Ltd. for the year ended December 31, 2014 audited by another auditor in my office, in accordance with auditing standards, and expressed an unqualified opinion on those statements in his report dated February 20, 2015. The consolidated and separate statements of financial position as of December 31, 2014, as presented herein for comparative purposes, formed an integral part of those financial statements. I have not performed any other audit procedures subsequent to the date of the above report.

(NATSARAK SAROCHANUNJEEN)

Certified Public Accountant

Registration No. 4563

A.M.T & ASSOCIATES

Bangkok, Thailand

May 13, 2015

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS OF MARCH 31, 2015

		Baht			
		Consolidated Financial Statement		Separarate Financial Statement	
	<i>NOTE</i>	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
		(Unaudited/ but Reviewed)	(Audited)	(Unaudited/ but Reviewed)	(Audited)
<u>A S S E T S</u>					
CURRENT ASSETS					
Cash and cash equivalants	4	40,308,967.13	43,946,590.40	12,281,360.21	13,745,045.23
Temporary Investment					
- Mutual funds	5.1	7,954,935.22	29,825,698.88	7,954,935.22	29,825,698.88
- Available-for-sale securities	5.2	84,000,000.00	77,000,000.00	84,000,000.00	77,000,000.00
Trade receivables and other receivables					
Trade receivable - net					
- Related parties	3.1	-	-	284,987,321.69	261,467,277.19
- Other parties	6	239,122,787.17	304,716,680.62	2,791,602.60	944,957.81
Other receivables		8,979,091.94	4,442,867.01	1,649,243.25	1,251,578.69
Short-term loan to related party	3.2	-	-	439,000,000.00	416,000,000.00
Inventories - net	7	1,260,902,657.60	1,225,137,290.60	118,545,605.73	144,341,950.80
Other current assets					
Prepaid output VAT		64,918,491.50	69,971,641.13	-	-
Others		1,858,343.31	1,973,736.72	439,435.90	471,102.44
Total current assets		1,708,045,273.87	1,757,014,505.36	951,649,504.60	945,047,611.04
NON-CURRENT ASSETS					
Investment in subsidiary company	1.5	-	-	144,849,500.00	144,849,500.00
Property, plant and equipment - net	8	338,392,183.52	345,045,301.77	95,187,152.95	98,082,479.23
Intangible asset	9	6,446,574.77	6,777,466.22	49.00	49.00
Deferred tax assets	17.4	123,900,202.68	133,445,229.03	8,260,841.80	9,356,709.80
Others non-current assets					
Leasehold right - net	10	30,150,474.66	31,453,621.26	-	-
Deposit		35,107,173.00	33,772,284.35	-	-
Total non-current assets		533,996,608.63	550,493,902.63	248,297,543.75	252,288,738.03
TOTAL ASSETS		2,242,041,882.50	2,307,508,407.99	1,199,947,048.35	1,197,336,349.07

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS OF MARCH 31, 2015

		Baht			
		Consolidated Financial Statement		Separarate Financial Statement	
	NOTE	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
		(Unaudited/ but Reviewed)	(Audited)	(Unaudited/ but Reviewed)	(Audited)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
CURRENT LIABILITIES					
Bank overdrafts and short-term loans from					
financial institutions	11	387,000,000.00	431,000,000.00	-	-
Trade payables and other payables					
Trade payable					
- related parties	3.3	-	-	1,964,549.93	1,350,519.74
- other parties		119,635,932.75	112,590,249.60	60,192,196.53	64,687,086.95
Other payables	12	48,886,254.85	111,724,314.72	15,908,195.35	39,121,451.85
Other current liabilities					
Accrued income tax		18,944,704.38	17,368,315.76	8,591,468.09	5,033,717.55
Others		7,527,276.27	15,277,299.08	3,532,154.27	3,028,262.94
Total current liabilities		581,994,168.25	687,960,179.16	90,188,564.17	113,221,039.03
NON-CURRENT LIABILITIES					
Employees' benefit obligation	13	53,304,718.01	50,594,083.99	25,044,208.99	23,523,548.99
Employees' deposit		2,766,000.00	2,695,000.00	-	-
Total non-current liabilities		56,070,718.01	53,289,083.99	25,044,208.99	23,523,548.99
Total liabilities		638,064,886.26	741,249,263.15	115,232,773.16	136,744,588.02

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SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS OF MARCH 31, 2015

NOTE	Baht			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
	(Unaudited/ but Reviewed)	(Audited)	(Unaudited/ but Reviewed)	(Audited)
SHAREHOLDERS' EQUITY				
Share capital - Par value Baht 1 each	14			
Authorized share capital				
Common share 347,500,000 shares of Baht 1 each	347,500,000.00	347,500,000.00	347,500,000.00	347,500,000.00
Issued and paid - up share capital				
Common share 347,500,000 shares of Baht 1 each	347,500,000.00	347,500,000.00	347,500,000.00	347,500,000.00
Premium on share capital	275,164,000.00	275,164,000.00	275,164,000.00	275,164,000.00
Retained earnings				
Appropriated – legal reserve	15	49,250,000.00	49,250,000.00	34,750,000.00
Unappropriated		750,982,477.08	718,864,625.68	448,655,275.19
Total other components of equity		181,080,519.16	175,480,519.16	(21,355,000.00)
Total equity of the Parent		1,603,976,996.24	1,566,259,144.84	1,084,714,275.19
Non-controlling interests		-	-	-
Total shareholders' equity		1,603,976,996.24	1,566,259,144.84	1,084,714,275.19
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,242,041,882.50	2,307,508,407.99	1,199,947,048.35

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
 CONSOLIDATED FINANCIAL STATEMENT
 FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

	BAHT										
	Retained earnings				Other components of equity						
					Net book value of subsidiary company which exceed cost of investment (Note 1.5)	Others		Total components of equity	Total Equity of the Parent	Non Controlling Interests	Total Shareholders' Equity
						Comprehensive Income					
						Gain (loss) from	Gain (loss)				
						valuation of	on				
	Issued and paid - up share capital	Premium on share capital	Appropriated legal reserve	Unappropriated		available-for-sale investment	actuarial estimates.				
Balance as of January 1, 2014	347,500,000.00	275,164,000.00	45,950,000.00	643,789,149.44	202,435,519.16	(42,555,000.00)	-	159,880,519.16	1,472,283,668.60	-	1,472,283,668.60
Changes in shareholders' equity for the period											
Total comprehensive income (loss) for the period	-	-	-	33,146,642.76	-	3,200,000.00	-	3,200,000.00	36,346,642.76	-	36,346,642.76
Balance of March 31, 2014	347,500,000.00	275,164,000.00	45,950,000.00	676,935,792.20	202,435,519.16	(39,355,000.00)	-	163,080,519.16	1,508,630,311.36	-	1,508,630,311.36
Balance as of January 1, 2015	347,500,000.00	275,164,000.00	49,250,000.00	718,864,625.68	202,435,519.16	(26,955,000.00)	-	175,480,519.16	1,566,259,144.84	-	1,566,259,144.84
Changes in shareholders' equity for the period											
Total comprehensive income (loss) for the period	-	-	-	32,117,851.40	-	5,600,000.00	-	5,600,000.00	37,717,851.40	-	37,717,851.40
Balance as of March 31, 2015	347,500,000.00	275,164,000.00	49,250,000.00	750,982,477.08	202,435,519.16	(21,355,000.00)	-	181,080,519.16	1,603,976,996.24	-	1,603,976,996.24

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
SEPARARATE FINANCIAL STATEMENT
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

BAHT

	Retained earnings				Other components of equity			
	Issued and paid - up share capital	Premium on share capital	Appropriated legal reserve	Unappropriated	Others		Total Other components of equity	Total Shareholders' Equity
					Comprehensive Income			
					Gain (loss) from valuation of available-for-sale investment	Gain (loss) on actuarial estimates.		
Balance as of January 31, 2014	347,500,000.00	275,164,000.00	34,750,000.00	422,819,186.11	(42,555,000.00)	-	(42,555,000.00)	1,037,678,186.11
Changes in shareholders' equity for the period								
Total comprehensive income (loss) for the period	-	-	-	19,194,566.80	3,200,000.00	-	3,200,000.00	22,394,566.80
Balance as of March 31, 2014	347,500,000.00	275,164,000.00	34,750,000.00	442,013,752.91	(39,355,000.00)	-	(39,355,000.00)	1,060,072,752.91
Balance as of January 1, 2015	347,500,000.00	275,164,000.00	34,750,000.00	430,132,761.05	(26,955,000.00)	-	(26,955,000.00)	1,060,591,761.05
Changes in shareholders' equity for the period								
Total comprehensive income (loss) for the period	-	-	-	18,522,514.14	5,600,000.00	-	5,600,000.00	24,122,514.14
Balance as of March 31, 2015	347,500,000.00	275,164,000.00	34,750,000.00	448,655,275.19	(21,355,000.00)	-	(21,355,000.00)	1,084,714,275.19

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF INCOME

FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

		B A H T			
		Consolidated Financial Statement		Separate Financial Statement	
		For the three month periods ended March 31		For the three month periods ended March 31	
NOTE		2015	2014	2015	2014
REVENUES					
	Revenues from sales - net	483,786,884.44	486,604,876.25	179,302,319.94	166,336,252.84
	Revenues from services	20,395.00	-	12,153,515.00	16,730,915.00
	Other incomes	4,296,793.01	1,558,718.32	4,967,620.68	2,864,727.12
	Total Revenues	3.4 488,104,072.45	488,163,594.57	196,423,455.62	185,931,894.96
EXPENSES					
	Cost of sales and services	218,973,950.02	229,549,241.19	154,212,968.48	143,423,402.97
	Selling expenses	171,685,008.14	145,504,321.60	175,646.25	281,423.00
	Administrative expenses	52,959,905.20	66,338,742.43	20,258,708.21	20,109,594.23
	Financial expenses	2,645,942.72	3,706,834.18	-	-
	Total Expenses	3.4 446,264,806.08	445,099,139.40	174,647,322.94	163,814,420.20
	PROFIT BEFORE INCOME TAX	41,839,266.37	43,064,455.17	21,776,132.68	22,117,474.76
	INCOME TAX EXPENSE	17.1 , 17.3 (9,721,414.97)	(9,917,812.41)	(3,253,618.54)	(2,922,907.96)
	PROFIT FOR THE PERIODS	32,117,851.40	33,146,642.76	18,522,514.14	19,194,566.80
Net income attributable to :					
	Equity holders of the parent	32,117,851.40	33,146,642.76	18,522,514.14	19,194,566.80
	Non - controlling interests	-	-	-	-
		32,117,851.40	33,146,642.76	18,522,514.14	19,194,566.80
BASIC EARNINGS PER SHARE					
	Earnings (loss) per share (Baht)	0.09	0.10	0.05	0.06
	Number of weighted average common shares (shares)	347,500,000	347,500,000	347,500,000	347,500,000

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

		B A H T			
		Consolidated Financial Statement		Separate Financial Statement	
		For the three month periods ended March 31		For the three month periods ended March 31	
NOTE		2015	2014	2015	2014
	PROFIT FOR THE PERIODS	32,117,851.40	33,146,642.76	18,522,514.14	19,194,566.80
	Other comprehensive income;				
	Item that will not be reclassified subsequently to profit or loss :				
	Gain (loss) from valuation of - available-for-sale investment	7,000,000.00	4,000,000.00	7,000,000.00	4,000,000.00
	Income tax related to other components of equity				
	- valuation of available-for-sale investment	17.2 (1,400,000.00)	(800,000.00)	(1,400,000.00)	(800,000.00)
	Other comprehensive income - for the periods - net of tax	5,600,000.00	3,200,000.00	5,600,000.00	3,200,000.00
	Total comprehensive income for the periods	37,717,851.40	36,346,642.76	24,122,514.14	22,394,566.80
	Total comprehensive income attributable to :				
	Equity holders of the parent	37,717,851.40	36,346,642.76	24,122,514.14	22,394,566.80
	Non - controlling interests	-	-	-	-
		37,717,851.40	36,346,642.76	24,122,514.14	22,394,566.80

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

		B A H T				
		Consolidated Financial Statement		Separarate Financial Statement		
		For the three month periods ended March 31		For the three month periods ended March 31		
NOTE		2015	2014	2015	2014	
CASH FLOWS FROM OPERATING ACTIVITIES :						
	Net profit	32,117,851.40	33,146,642.76	18,522,514.14	19,194,566.80	
	Adjustments to reconcile net profit to net cash proceed (paid)					
	Depreciation	8	12,836,322.95	12,477,880.05	3,016,546.95	3,481,748.82
	Amortization	9 , 10	1,634,038.05	1,609,678.51	-	3,398.32
	Employees' benefits obligation	13	2,987,456.02	816,376.58	1,520,660.00	256,755.36
	Loss (gain) from disposal of property		(922,047.79)	(482,211.02)	(915,883.85)	(481,306.41)
	Unrealised (gain) loss on exchange rate		310,069.17	178,391.95	(20,351.83)	(17,757.13)
	Interest expenses		2,645,942.75	3,706,834.18	-	-
	Current tax expense	17.1	1,576,388.62	10,793,005.57	3,557,750.54	2,974,259.03
	Deferred tax expense (income)	17.1	8,145,026.35	(875,193.16)	(304,132.00)	(51,351.07)
	(Increase) decrease in trade receivable - related parties		-	-	(23,520,044.50)	19,077,806.40
	(Increase) decrease in trade receivable - other parties		65,593,893.45	54,072,683.81	(1,846,644.79)	-
	(Increase) decrease in other receivable		(3,886,272.35)	2,457,708.17	162,326.17	(483,332.22)
	(Increase) decrease in inventories		(35,765,367.00)	(27,258,719.85)	25,796,345.07	(1,413,943.52)
	(Increase) decrease in other current assets		5,168,543.04	74,156.68	31,666.54	(20,270.14)
	(Increase) decrease in other non-current assets		(1,334,888.65)	536,863.28	-	-
	Increase (decrease) in trade payables - realted party		-	-	614,030.19	192,610.04
	Increase (decrease) in trade payables - other parties		6,735,613.98	(19,185,216.45)	(4,474,538.59)	(12,143,329.04)
	Increase (decrease) other payables		(62,879,870.84)	(51,704,981.76)	(23,213,256.50)	(17,962,765.72)
	Increase (decrease) in other current liabilities - others		(7,750,022.81)	(3,815,687.45)	503,891.33	853,427.19
	Others non-current liabilities					
	- Payment of employees' benefit	13	(276,822.00)	(280,900.00)	-	-
	- Increase (decrease) in - Employee deposit		71,000.00	97,500.00	-	-
	Net cash received (paid) from operation		27,006,854.34	16,364,811.85	(569,121.13)	13,460,516.71
	Payment of interest expenses		(2,604,131.78)	(3,614,828.72)	-	-
	Payment of Corporate income tax		(649,952.58)	(962,793.22)	(559,990.73)	(866,089.08)
	Net cash provided by (Used in) operating activities		23,752,769.98	11,787,189.91	(1,129,111.86)	12,594,427.63

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SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

		B A H T				
		Consolidated Financial Statement		Separarate Financial Statement		
		For the three month periods ended March 31		For the three month periods ended March 31		
NOTE		2015	2014	2015	2014	
CASH FLOWS FROM INVESTING ACTIVITIES :						
	Cash proceed (paid) on sales (purchase)					
	- for temporary investment	5.1	21,870,763.66	(10,102,142.44)	21,870,763.66	(10,102,142.44)
	Cash paid for short-term loan to subsidiary	3.2	-	-	(23,000,000.00)	(6,000,000.00)
	Acquisition of property, plant and equipment	8	(6,183,530.74)	(7,873,946.91)	(121,224.67)	(1,659,871.87)
	Cash received from sales of property and equipment		922,373.83	482,336.42	915,887.85	481,308.41
	Acquisition of intangible assets	9 , 10	-	(576,000.00)	-	-
	Net cash provide by (Used in) investing activities		16,609,606.75	(18,069,752.93)	(334,573.16)	(17,280,705.90)
CASH FLOWS FROM FINANCING ACTIVITIES						
	Bank overdrafts and short-term loans received from					
	- financial institutions increase(decrease)		(44,000,000.00)	(6,000,000.00)	-	-
	Net Cash Provided by (Used in) Financing Activities		(44,000,000.00)	(6,000,000.00)	-	-
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS - NET			(3,637,623.27)	(12,282,563.02)	(1,463,685.02)	(4,686,278.27)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIODS		4	43,946,590.40	44,197,669.38	13,745,045.23	14,612,617.79
CASH AND CASH EQUIVALENTS, END OF PERIODS		4	40,308,967.13	31,915,106.36	12,281,360.21	9,926,339.52

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2015

1. GENERAL INFORMATION

1.1 General matter

SABINA PUBLIC COMPANY LIMITED (Formerly J & D Apparel Company Limited) was incorporated as a limited company under the Civil and Commercial Code on August 17, 1995, and changed its status to a Public Company Limited under the Public Company Limited Act and changed its name to be SABINA PUBLIC COMPANY LIMITED on May 18, 2007. The address of the head office is 177 Moo 8, Wang kaituen Sub-district, Han- ka District, Chai-nart Province. There is a plant as its branch at 236 Moo 10, Doo Tung Sub-district, Mueng District, Yasothon Province. The company gets privilege in investment promotion from The Board of Investment. On December 28, 2010, the company established two factory's branches which located at 81 and 106 Moo 6 , Nhong-Boht Sub-district, Nang-Rong District, Burirum province The company operates its business in Thailand and the main business is producing and distributing ready made clothes which main product is lady's underwear.

SABINA FAREAST COMPANY LIMITED which is a subsidiary, was incorporated as a limited company under the Civil and Commercial Code on January 11, 1977. The address of the head office is 12 Arun-Amarin Road , Arun-Amarin Sub-district, Bangkok Noi District, Bangkok Province. There are plants, which Ta Pra plant located at 93/8 Soi Pet Ka Seam 7, Pet Ka Seam Road, TA PA Sub-district, Bangkok Yai District, Bangkok Province, and Budhamonthon Sai 5 plant located at Rai Keing Sub-district, Sam Pran District, Nakhonpathom Province. The subsidiary company operates its business in Thailand and the main business is producing and distributing ready made clothes which main product is lady's underwear.

1.2 Basis for preparation of financial statements

These interim financial statements are prepared in accordance with Accounting Standards No. 34 (revised 2014) "Interim Financial Reporting", which the Company and its subsidiary choose to present condensed interim financial statements. However, the Company and its subsidiary have presented the statements of financial position, changes in shareholders' equity, income, comprehensive income, and cash flows in the same format as that used for the annual financial statements. The interim financial statements provide the update information. They 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 31 December 2014.

An English language version of the interim financial statements has been prepared from the statutory financial statements that were issued in Thai language. In case of conflict or difference in understanding, the interim financial statements in Thai language shall prevail.

1.3 Basis for preparation of consolidated of interim financial statements

The consolidated financial statements incorporated the financial statements of Sabina Public Company Limited and Sabine Fareast Company Limited, its subsidiary, which 99.90 % of share hold by the Company (treated 100% in the consolidate preparation), and being under common controls with the Company. For the purpose of the consolidation, all significant inter-company transactions and all inter-company account balances have been eliminated.

1.4 Related parties

Enterprises that directly or indirectly control by the Company, or are under common shareholders/ director controls are as follows:

<u>Name</u>	<u>Type of business</u>	<u>Relationship</u>	<u>Share holding (%)</u>
<u>Subsidiary</u>			
- Sabina Fareast Co., Ltd.	Producing and distributing ready made clothes and lady's underwear	Shares holding and joint directors	99.90%

1.5 Restructure of company and its subsidiary's shareholders structure

In March 2007, the Company acquired 448,495 shares of a subsidiary's capital shares from its existing shareholder, who is the related parson, at par value of Baht 100 per share, while the book value of the share as of December 31, 2006 is approximately Baht 247.29 million and booked as investment in subsidiary amounting to Baht 44.85 million, which equivalent to 99.67% of share holding in the subsidiary. Since January 1, 2007, in preparation of consolidated financial statement, the Company assumed that its interest in the subsidiary is equivalent to 100.00%. The Company has presented the difference of Baht 202.44 million, between book value of the subsidiary company of Baht 247.29 million and cost of the investment of Baht 44.85 million as "net book value of subsidiary company which exceed cost of investment" in shareholders' equity of consolidated financial statements.

Subsequently, in April 2007 the subsidiary has increased its registered capital for another Baht 100 million. The Company bought for the whole increased capital of subsidiary of 1 million shares at par value of Baht 100 per share, totaling of Baht 100 million. As a result, the company's investment in subsidiary increased from Baht 44.85 million to Baht 144.85 million. There for the proportion of shareholding in the subsidiary increased to be 99.99%.

1.6 Adoption of new financial reporting standards

1.6.1 Financial reporting standards which are effective for the current year

During the year, the Company and its subsidiaries adopted a number of revised and new accounting standards, issued by the Federation of Accounting Professions, which are effective for financial statement year beginning on or after January 1, 2014 as follows :

Accounting Standard

- TAS 1 Presentation of Financial Statements (revised 2014)
- TAS 2 Inventories (revised 2014)
- TAS 7 Statement of Cash Flows (revised 2014)
- TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors (revised 2014)
- TAS 10 Events After the Reporting Period (revised 2014)
- TAS 11 Construction Contracts (revised 2014)
- TAS 12 Income Taxes (revised 2014)
- TAS 16 Property, Plant and Equipment (revised 2014)
- TAS 17 Leases (revised 2014)
- TAS 18 Revenue (revised 2014)
- TAS 19 Employee Benefits (revised 2014)
- TAS 20 Accounting for Government Grants and Disclosure of Government Assistance (revised 2014)

Accounting Standard

- TAS 21 The Effects of Changes in Foreign Exchange Rates
- TAS 23 Borrowing Costs (revised 2014)
- TAS 24 Related Party Disclosures (revised 2014)
- TAS 26 Accounting and Reporting by Retirement Benefit Plans (revised 2014)
- TAS 27 Separate Financial Statements (revised 2014)
- TAS 28 Investments in Associates and Joint Ventures (revised 2014)
- TAS 29 Financial Reporting in Hyperinflationary Economics (revised 2014)
- TAS 33 Earnings per Share (revised 2014)
- TAS 34 Interim Financial Reporting (revised 2014)
- TAS 36 Impairment of Assets (revised 2014)
- TAS 37 Provisions, Contingent Liabilities and Contingent Assets (revised 2014)
- TAS 38 Intangible assets (revised 2014)
- TAS 40 Investment Property (revised 2014)

Financial Reporting Standard

- TFRS 2 Share - Based Payment (revised 2014)
- TFRS 3 Business Combinations (revised 2014)
- TFRS 4 Insurance Contracts (revised 2014)
- TFRS 5 Non-current Assets Held for Sale and Discontinued Operations (revised 2014)
- TFRS 6 Exploration for and Evaluation of Mineral Resources (revised 2014)
- TFRS 8 Operating Segments (revised 2014)
- TFRS 10 Consolidated Financial Statements
- TFRS 11 Joint Arrangements
- TFRS 12 Disclosure of Interests in Other Entities

TFRS 13 Fair Value Measurement

Accounting Standard Interpretations

- TSIC 10 Government Assistance – No Specific Relation to Operating Activities (revised 2014)
- TSIC 15 Operating Leases - Incentives (revised 2014)
- TSIC 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders (revised 2014)
- TSIC 27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease (revised 2014)
- TSIC 29 Service Concession Arrangements (revised 2014)
- TSIC 31 Revenue-Barter Transactions Involving Advertising Services(revised 2014)
- TSIC 32 Intangible Assets - Web Site Costs (revised 2014)

Financial Reporting Standard Interpretations

- TFRIC 1 Changes in Existing Decommissioning, Restoration and Similar Liabilities (revised 2014)
- TFRIC 4 Determining whether an Arrangement contains a Lease (revised 2014)
- TFRIC 5 Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds (revised 2014)
- TFRIC 7 Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies (revised 2014)
- TFRIC 10 Interim Financial Reporting and Impairment (revised 2014)
- TFRIC 12 Service Concession Arrangements (revised 2014)
- TFRIC 13 Customer Loyalty Programmes (revised 2014)
- TFRIC 14 TAS 19 (revised 2014) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
- TFRIC 15 Agreements for the Construction of Real Estate (revised 2014)
- TFRIC 17 Distributions of Non-cash Assets to Owners (revised 2014)
- TFRIC 18 Transfers of Assets from Customers (revised 2014)
- TFRIC 20 Stripping Costs in the Production Phase of a Surface Mine

Adoption of the above financial reporting standards in the current year does not have material effect on the financial statements.

1.6.2 Financial reporting standards which are not effective for the current year

The Federation of Accounting Professions has issued TFRS 4 Insurance Contracts (revised 2014) to be effective for financial statements period beginning on or after January 1, 2016, which the management of the Company and its subsidiary have assessed that the financial reporting standard has no impact on the financial statement due to it is not relevant to the Group's business.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared in accordance with the accounting policies and calculation method used in the preparation of the financial statements for the year ended December 31, 2014.

3. RELATED PARTY TRANSACTIONS

The Company had certain accounting transactions with its subsidiary and related persons, which were considered as a normal business practice. The transactions were based on the general market price and in cases where market price was not available, the contract price was used.

Balance of assets and liabilities, accounting and business transactions with subsidiary and related person presented in the statements of financial position as of March 31, 2015 and 31 December 2014 are as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	Mar-31, 2015	Dec-31, 2014	Mar-31, 2015	Dec-31, 2014
<u>ASSETS</u>				
3.1 Trade Receivable				
<u>Subsidiary Company</u>				
Sabina Fareast Co., Ltd.	-	-	284,987,321.69	261,467,277.19
Less : Allowance for doubtful account	-	-	-	-
Trade receivable – Related parties net	-	-	284,987,321.69	261,467,277.19

The outstanding balance of above trade receivable is undue amount.

3.2 Short-term loan to related party

Movement of short - term loan to related party is as follows;

	Baht				Transfer Pricing Policy
	Balance		Balance		
	As of		As of		
	December 31, 2014	Increase	Decrease	March 31, 2015	
<u>Subsidiary Company</u>					
Sabina Fareast Co., Ltd.	416,000,000.00	78,000,000.00	55,000,000.00	439,000,000.00	3.20% p.a.
	416,000,000.00	78,000,000.00	55,000,000.00	439,000,000.00	

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
<u>Liability</u>				
3.3 Account Payable				
<u>Subsidiary Company</u>				
Sabina Fareast Co., Ltd.	-	-	1,964,549.93	1,350,519.74
Accounts payable – Related parties	-	-	1,964,549.93	1,350,519.74

3.4 Related party transactions for the three month periods ended March 31, 2015 and 2014 are as follows:

	BAHT				Transfer
	Consolidated Financial Statement		Separate Financial Statement		Pricing
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014	Policy
<u>Subsidiary company</u>					
Sales of finished goods	-	-	170,419,560.00	166,336,252.84	Contract price
Sawing service cost	-	-	12,153,515.00	16,730,915.00	"
Purchase of raw materials	-	-	2,484,806.11	2,656,978.61	"
Rent of office space and warehouse	-	-	369,000.00	369,000.00	"
Cutting service cost	-	-	1,726,964.22	2,795,598.00	"
Interest income	-	-	3,332,734.42	2,143,345.19	"

3.5 MANAGEMENT REMUNERATIONS

Management remunerations consist of salary, bonus, director attendance fee etc.

Management remuneration for the three month periods ended March 31, 2015 and 2014 as follow;

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2015	2014	2015	2014
Benefits – Short-term	9,981,147.76	10,509,898.60	9,981,147.76	10,509,898.60
Benefits – After retirement	-	-	-	-
Benefits – Long-term	-	-	-	-
Total	9,981,147.76	10,509,898.60	9,981,147.76	10,509,898.60

4. CASH AND CASH EQUIVALENTS

For the purpose of preparation of the statement of cash flows with relevant accounting standards, as of March 31, 2015 and December 31, 2014 are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Cash	1,361,202.50	971,928.00	277,472.25	275,373.00
Cash at banks and financial institutions	38,947,764.63	42,974,662.40	12,003,887.96	13,469,672.23
Total Cash and Cash Equivalents	40,308,967.13	43,946,590.40	12,281,360.21	13,745,045.23

5. TEMPORARY INVESTMENT

Temporary investment as of March 31, 2015 and December 31, 2014 are consisted as follows:

5.1 INVESTMENT IN MUTUAL FUND

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Investment in Commercial paper fund				
K-Treasury Fund	7,954,935.22	29,825,698.88	7,954,935.22	29,825,698.88
Total Temporary Investments	7,954,935.22	29,825,698.88	7,954,935.22	29,825,698.88

5.2 INVESTMENT IN AVAILABLE-FOR-SALE SECURITIES

As of March 31, 2015 and December 31, 2014 Investment in available-for-sale securities of the Company and its subsidiary are as follow;

	BAHT					
	Consolidated Financial Statement / Separate Financial Statement					
	March 31, 2015			December 31, 2014		
	Cost	Unrealized Profit (loss)	Fair Value	Cost	Unrealized Profit (loss)	Fair Value
Marketable Security	100,260,000.00	(16,260,000.00)	84,000,000.00	100,260,000.00	(23,260,000.00)	77,000,000.00
Total	100,260,000.00	(16,260,000.00)	84,000,000.00	100,260,000.00	(23,260,000.00)	77,000,000.00

Movement of the unrealized profit (loss) of the available-for-sale securities for the three periods ended March 31, 2015 are as follow;

	BAHT	
	Consolidated Financial Statement	Separate Financial Statement
Balance as of January 1, 2015	77,000,000.00	77,000,000.00
Movement during the period	7,000,000.00	7,000,000.00
Balance as of March 31, 2015	84,000,000.00	84,000,000.00

6. TRADE RECEIVABLES – OTHER PARTIES - NET

Trade receivables – other parties as of March 31, 2015 and December 31, 2014 are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Trade receivables–other parties	239,122,787.17	304,716,680.62	2,791,602.60	944,957.81
<u>Less:</u> Allowance for doubtful account	-	-	-	-
Trade receivables–other parties - net	239,122,787.17	304,716,680.62	2,791,602.60	944,957.81

As of March 31, 2015 and December 31, 2014, trade receivables–other parties were classified by aging of debt outstanding are as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Trade receivables– other parties				
- Current	230,370,535.48	286,084,429.91	2,791,602.60	944,957.81
- Overdue 0 - 3 months	8,752,251.69	10,684,247.71	-	-
- Overdue 4 - 6 months	-	7,948,003.00	-	-
- Overdue 7 - 12 months	-	-	-	-
- Overdue over 12 month	-	-	-	-
Trade receivables–other parties - net	239,122,787.17	304,716,680.62	2,791,602.60	944,957.81

7. INVENTORIES - NET

As of March 31, 2015 and December 31, 2014 inventories – net are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Finished goods	1,054,709,607.55	1,003,618,053.06	174,267.70	1,154,907.97
Work in process	135,713,693.76	140,636,292.43	73,719,147.77	90,449,213.04
Raw materials	73,253,539.09	80,073,634.79	39,564,510.10	45,435,044.68
Supplies	10,225,817.20	13,774,587.43	5,087,680.16	7,275,421.22
Inventories in transit	-	34,722.89	-	27,363.89
Total	1,273,902,657.60	1,238,137,290.60	118,545,605.73	144,341,950.80
<u>Less:</u> Allowance for obsolete	(13,000,000.00)	(13,000,000.00)	-	-
Inventories – net	1,260,902,657.60	1,225,137,290.60	118,545,605.73	144,341,950.80

As of March 31, 2015 and December 31, 2014, the balance of inventories in subsidiary's account which purchased from the Company have been presented net from profit in inventories totaling of Baht 155,426,000 and Baht 144,521,000 respectively (eliminated in consolidated financial statement).

Movement of allowance for obsolete inventories account for the three month periods ended March 31, 2015 is as follow;

	BAHT	
	Consolidated	Separate
	Financial Statement	Financial Statement
Beginning balance	13,000,000.00	-
Increase during the period	-	-
Ending balance	13,000,000.00	-

8. PROPERTY, PLANT AND EQUIPMENT - NET

	BAHT				
	Consolidated Financial Statement				
	As of Dec-31, 2014	Increase	Decrease	Transfer - In	Transfer – Mar-31, 2015
<u>COST :</u>					
Land	118,492,674.50	-	-	-	118,492,674.50
Building & building improvement	312,681,988.93	-	-	-	312,681,988.93
Machinery & equipment	273,494,300.09	176,300.00	-	-	273,670,600.09
Tools & supplies	11,624,309.90	192,017.66	-	-	11,816,327.56
Furniture & fixture	102,927,469.63	403,266.25	-	3,190,000.00	106,520,735.88
Office equipments	53,130,888.01	714,426.83	(2,171,983.42)	-	51,673,331.42
Vehicles	51,420,798.74	-	(4,207,774.07)	-	47,213,024.67
Other equipments	902,248.80	-	-	-	902,248.80
Construction in progress	-	-	-	-	-
Computer & equipment	40,596,043.77	1,507,520.00	(221,149.00)	-	41,882,414.77
Assets installation in progress	605,607.47	3,190,000.00	-	-	(3,190,000.00) 605,607.47
Total cost	965,876,329.84	6,183,530.74	(6,600,906.49)	3,190,000.00	(3,190,000.00) 965,458,954.09
<u>Less: Accumulated depreciation</u>					
Building & building improvement	(196,230,598.95)	(3,732,953.03)	-	-	(199,963,551.98)
Machinery & equipment	(235,233,915.19)	(2,165,473.79)	-	-	(237,399,388.98)
Tools & supplies	(10,708,787.49)	(101,109.44)	-	-	(10,809,896.93)
Furniture & fixture	(48,260,622.89)	(4,592,113.76)	-	-	(52,852,736.65)
Office equipments	(48,910,440.71)	(427,611.60)	2,171,902.42	-	(47,166,149.89)
Vehicles	(49,679,313.13)	(353,255.18)	4,207,770.07	-	(45,824,798.24)
Other equipments	(890,961.30)	(1,002.97)	-	-	(891,964.27)
Computer & equipment	(30,916,388.41)	(1,462,803.18)	220,907.96	-	(32,158,283.63)
Total accumulated depreciation	(620,831,028.07)	(12,836,322.95)	6,600,580.45	-	(627,066,770.57)
Property, plants and equipment-net	345,045,301.77				338,392,183.52

Depreciation for the three month periods ended March 31, 2015 and 2014 has been included in cost of goods sold, and selling and administrative expenses as follows:

	BAHT	
	2015	2014
Cost of goods sold	6,025,839.35	6,450,761.40
Selling and administrative expenses	6,810,483.60	6,027,118.65
Total	12,836,322.95	12,477,880.05

	BAHT				
	Separate Financial Statement				
	As of Dec-31, 2014	Increase	Decrease	Transfer	As of Mar-31,2015
COST :					
Land	17,424,744.50	-	-	-	17,424,744.50
Building & building improvement	143,734,660.57	-	-	-	143,734,660.57
Machinery & equipment	159,752,045.85	6,300.00	-	-	159,758,345.85
Tools & supplies	3,959,576.49	15,447.66	-	-	3,975,024.15
Furniture & fixture	10,102,877.54	1,764.49	-	-	10,104,642.03
Office equipments	8,145,083.26	97,712.52	-	-	8,242,795.78
Vehicles	18,400,362.85	-	(4,207,774.07)	-	14,192,588.78
Other equipments	902,248.80	-	-	-	902,248.80
Construction in progress	-	-	-	-	-
Assets installation in progress	-	-	-	-	-
Total cost	362,421,599.86	121,224.67	(4,207,774.07)	-	358,335,050.46
Less: Accumulated depreciation					
Building & building improvement	(83,751,675.10)	(1,772,070.82)	-	-	(85,523,745.92)
Machinery & equipment	(140,760,256.17)	(1,024,210.03)	-	-	(141,784,466.20)
Tools & supplies	(3,478,136.08)	(49,509.31)	-	-	(3,527,645.39)
Furniture & fixture	(9,801,008.07)	(43,360.18)	-	-	(9,844,368.25)
Office equipments	(7,420,332.32)	(95,719.72)	-	-	(7,516,052.04)
Vehicles	(18,236,751.59)	(30,673.92)	4,207,770.07	-	(14,059,655.44)
Other equipments	(890,961.30)	(1,002.97)	-	-	(891,964.27)
Total accumulated depreciation	(264,339,120.63)	(3,016,546.95)	4,207,770.07	-	(263,147,897.51)
Property, plants and equipment -net	98,082,479.23				95,187,152.95

Depreciation for the three month periods ended March 31,2015 and 2014 has been included in cost of goods sold, and selling and administrative expenses as follows:

	BAHT	
	2015	2014
Cost of goods sold	2,876,464.08	3,146,957.74
Selling and administrative expenses	140,082.87	334,791.08
Total	3,016,546.95	3,481,748.82

The Company has pledged a part of land, buildings and machineries owned by company and subsidiary as collateral with banks for the Company's credit facilities.

9. INTANGIBLE ASSETS

	BAHT				
	Consolidated Financial Statement				
	As of Dec-31, 2014	Increase	Decrease	Transfer	
				in	out
					As of Mar-31, 2015
Cost:					
Computer Software	27,028,594.09	-	-	-	27,028,594.09
Software under installation	-	-	-	-	-
Total	27,028,594.09	-	-	-	27,028,594.09
Less: Accumulated amortization expense					
Computer Software	(20,251,127.87)	(330,891.45)	-	-	(20,582,019.32)
Total	(20,251,127.87)	(330,891.45)	-	-	(20,582,019.32)
Intangible assets – net	6,777,466.22				6,446,574.77

Amortization expenses for the three month periods ended March 31, 2015 and 2014 has been included as selling and administrative expenses in the consolidated financial statement are as follow;

	BAHT	
	2015	2014
Cost of goods sold	49,877.70	49,877.70
Selling and administrative expenses	281,013.75	265,179.22
Total	330,891.45	315,056.92

	BAHT			
	Separate Financial Statement			
	As of Dec-31, 2014	Increase	Decrease	Transfer
				As of Mar-31, 2015
Cost:				
Computer Software	2,469,288.38	-	-	2,469,288.38
Total	2,469,288.38	-	-	2,469,288.38
Less: Accumulated amortization expenses				
Computer Software	(2,469,239.38)	-	-	(2,469,239.38)
Total	(2,469,239.38)	-	-	(2,469,239.38)
Intangible assets – net	49.00			49.00

Amortization expenses for the three month periods ended March 31, 2015 and 2014 has been included as selling and administrative expenses in the consolidated financial statement are as follow;

	BAHT	
	2015	2014
Cost of goods sold	-	-
Selling and administrative expenses	-	3,398.32
Total	-	3,398.32

10. LEASEHOLD RIGHT -NET

As of March 31, 2015 and December 31, 2014 leasehold right – net are consisted as follows:

	BAHT				
	Consolidated Financial Statement				
	As of Dec-31, 2014	Increase	Decrease	Transfer	As of Mar-31, 2015
<u>LEASEHOLD RIGHT</u>					
COST	73,668,916.67	-	-	-	73,668,916.67
<u>Less : Accumulated</u>					
Amortization	(42,215,295.41)	(1,303,146.60)	-	-	(43,518,442.01)
Intangible assets - net	31,453,621.26				30,150,474.66

Amortization for the three month periods ended March 31, 2015 and 2014, has been included in cost of goods sold, and selling and administrative expenses as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2015	2014	2015	2014
Selling expenses	1,303,146.60	1,294,621.59	-	-
Total	1,303,146.60	1,294,621.59	-	-

11. BANK OVERDRAFTS AND SHORT TERM LOAN S FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short term loans from financial institution as of March 31, 2015 and December 31, 2014 were consisted of the follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Bank overdrafts	-	-	-	-
Short term loan	387,000,000.00	431,000,000.00	-	-
Loan on trust receipt	-	-	-	-
Total	387,000,000.00	431,000,000.00	-	-

The Company and its subsidiary have entered into the bank overdraft and short term loan agreement with several banks. The interest rate was ranging from 2.60% to 8.125% per annum. The Company and its subsidiary pledged its land, buildings and machinery as collateral with the banks. Besides, the company's director and shareholder are also guarantor for the loans.

12. OTHER PAYABLES

As of March 31, 2015 and December 31, 2014 other payables are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
Advance for merchandise	250,697.70	4,253,975.16	115,466.72	2,867,990.22
Accrued expenses	47,983,080.85	106,155,670.26	15,140,252.33	34,938,792.33
Accrued dividend	652,476.30	1,314,669.30	652,476.30	1,314,669.30
Total	48,886,254.85	111,724,314.72	15,908,195.35	39,121,451.85

13. EMPLOYEES' BENEFIT OBLIGATION

Movements of present value of employee benefit obligation for the three month periods ended March 31, 2015 and December 31, 2014 were as follows:

	Baht			
	Consolidated Financial Statement		Separate Financial Statement	
	For the three-month	For the year	For the three-mount	For the year
	Periods ended	ended	Periods ended	ended
	Mar-31, 2015	Dec-31, 2014	Mar-31, 2015	Dec-31, 2014
Employee benefits obligation as of beginning of periods	50,594,083.99	18,358,907.99	23,523,548.99	8,427,357.99
Payment of Employees' benefit	(276,822.00)	(7,780,672.00)	-	(4,433,480.00)
Current service cost and interest cost	2,987,456.02	12,980,107.00	1,520,660.00	7,658,723.00
Gain (loss) from estimate of actuarial assumptions	-	27,035,741.00	-	11,870,948.00
Employee benefits obligation as of ending of periods	53,304,718.01	50,594,083.99	25,044,208.99	23,523,548.99

Expenses recognized in statements of income for the three month period ended March 31, 2015 and 2014 are as follow;

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2015	2014	2015	2014
Current service cost	2,406,814.02	720,841.99	1,216,633.00	227,143.01
Interest cost	580,642.00	95,534.59	304,027.00	29,612.35
Total	2,987,456.02	816,376.58	1,520,660.00	256,755.36

The principle actuarial assumptions used to calculate the provision under the retirement benefit obligation as of March 31, 2015 are as follows:

	Consolidated	Separate
	Financial Statement	Financial Statement
Discount rate	3.6492 %	3.6492 %
Salary scale increase rate	3.00 %	3.00 %
Employee with voluntary resignation before retirement ratio	0-56 %*	0-56 %*
Mortality rate	TMO 2008 **	TMO 2008 **

* Based on rate weighted by age group of employee

** Reference to Thai Mortality ordinary Table of 2008 common type

14. REGISTERED CAPITAL

14.1 On May 15, 2008 the Company common shares have been approved to be a registered security in SET and the share initial trading has been started since that date.

14.2 On July 26, 2012, an extra ordinary shareholder meeting no 1/2012 had approved a resolution to change number of shares and par value of the share capital from; a registered capital of Baht 347,500,000 with 69,500,000 shares at Baht 5.00 par value to a registered capital of Baht 347,500,000 with 347,500,000 shares at Baht 1.00 par value. The change was registered with the Ministry Commerce on July 27, 2012.

15. LEGAL RESERVE

According to public company legislation 1992, the Company has to allocate a portion of net profit for the year to be Legal Reserve not less than 5% of profit of the year. The allocation of Legal Reserve should be deducted with the beginning balance of deficit (if any) until the balance of Legal Reserve not less than 10% of registered capital. The Company cannot pay dividend from the Legal Reserve.

16. DIVIDEND PAYMENT

On April 9, 2014, the shareholder meeting no. 1/2014 has approved to pay dividend for the year 2013 to shareholders, at Baht 0.065 per share for the 347.5 million shares, total amount of Baht 22.5875 million.

On August 13, 2014, the board of director meeting no. 3/2014 has approved to pay interim dividend for retained earnings, at Baht 0.07 per share for the 347.50 million shares, total amount of Baht 24.3250 million.

EVENTS AFTER THE REPORTING PERIOD

On April 24, 2015, the shareholder meeting no. 1/2015 has approved to pay dividend for the year 2014 to shareholders, at Baht 0.10 per share for the 347.5 million shares, total amount of Baht 34.75 million.

17. INCOME TAX EXPENSE

In accordance with taxable conditions on Thailand's revenue code, the Company and its subsidiaries have calculated its net taxable profit (loss) by taking both any forbidding expenditures and any reduced or exceptionable accounting transactions to adding - up or deducting from net profit (loss) under accounting base.

The Company has calculated income tax on its taxable profit for the years 2015 and 2014 at the rate 20%.

17.1 Income tax expense for the three month period ended March 31, 2015 and 2014, consisted of;

	BAHT			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Income tax charge of current periods	1,576,388.62	10,793,005.57	3,557,750.54	2,974,259.03
Deferred income tax Expense (Revenue)				
from temporary difference	8,145,026.35	(875,193.16)	(304,132.00)	(51,351.07)
Effects of deferred income tax				
from change of tax rates	-	-	-	-
Income tax expense presented				
in the statement of income	<u>9,721,414.97</u>	<u>9,917,812.41</u>	<u>3,253,618.54</u>	<u>2,922,907.96</u>

17.2 Income tax relating to components of statements of comprehensive income – other for the three month periods ended March 31, 2015 and 2014 consisted of :

	BAHT			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Deferred income tax relating to;				
- Investment in marketable securities	<u>(1,400,000.00)</u>	<u>(800,000.00)</u>	<u>(1,400,000.00)</u>	<u>(800,000.00)</u>
Deferred tax expense (income) presented				
in statement of comprehensive income	<u>(1,400,000.00)</u>	<u>(800,000.00)</u>	<u>(1,400,000.00)</u>	<u>(800,000.00)</u>

17.3 The reconciliation of the income tax expense and the result of the multiplying of the accounting profit with tax rate for the three month period ended March 31, 2015 and 2014 are presented as the following:

	BAHT			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Accounting profit before corporate income	52,744,266.37	56,764,507.63	21,776,132.68	22,117,474.76
Corporate income tax rates	20%	20%	20%	20%
Accounting profit before corporate income				
Multiply by tax rates	10,548,853.28	11,352,901.53	4,355,226.54	4,423,494.95
Effects to deferred income tax				
From change of income tax rates	8,145,026.35	(875,193.16)	(304,132.00)	(51,351.07)
Income tax effects that is nondeductible in				
Calculation of profit:				
- BOI Privileges	(1,175,820.74)	(1,594,960.24)	(1,175,820.74)	(1,594,960.24)
- Revenue exempted in tax calculation	(8,686,603.15)	762,247.85	550.00	(5,850.00)
-Nondeductible expenses	889,959.23	272,816.43	377,794.74	151,574.32
Income tax expense presented in the -				
Statement of Income	9,721,414.97	9,917,812.41	3,253,618.54	2,922,907.96

17.4 Components of deferred tax assets and deferred tax liabilities comprised of the following items;

	BAHT			
	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	Mar-31, 2015	Dec-31, 2014	Mar-31, 2015	Dec-31, 2014
<u>Deferred tax assets</u>				
Investment in marketable securities	3,252,000.00	4,652,000.00	3,252,000.00	4,652,000.00
Consignment receivable	185,481,404.29	199,918,974.66	-	-
Allowance for impairment of	2,600,000.00	2,600,000.00	-	-
Employee benefit obligation	10,660,943.60	10,118,816.80	5,008,841.80	4,704,709.80
Total	201,994,347.89	217,289,791.46	8,260,841.80	9,356,709.80
<u>Deferred tax liabilities</u>				
Consignment inventories	(78,094,145.21)	(83,844,562.43)	-	-
Total	(78,094,145.21)	(83,844,562.43)	-	-
<u>Deferred tax assets – net</u>	123,900,202.68	133,445,229.03	8,260,841.80	9,356,709.80

18. PROVIDENT FUND

During year 2005, the Company and its employees agreed to establish employees' provident fund under authorization from Ministry of Finance as per provident fund legislation 1987. This provident fund is comprised of a portion of not less than 3% from employee's salary and a portion that contributed at the same amount from the Company. Employees entitle to receive money from provident fund if he/she resign and comply with its regulation. The provident fund is managed by MFC Public Co., Ltd.

19. COMMITMENT**19.1 Lease agreement and long term services**

19.1.1 On June 1, 2013, company has entered into the lease of buildings agreement with Sabina Far East Co., Ltd., to use the buildings as company's office and warehouse for 3 years. The Company has a right to renew the lease agreement for 3 times at 3 years each. However the Company has to inform landlord by written in advance not less than 180 days. The rental is Baht 142,500 per month; landlord is responsible for municipal taxes. Landlord promised that it will not sell or dispose the assets in 12 years.

19.1.2 On June 12, 2009, the subsidiary has entered into another lease contract with the department store and for extension the lease period to another 10 years, which will expire in June 2019. The subsidiary had paid for the leasehold right for the 10 years approximately amounting to Baht 13.71 million.

The commitment for the long-term lease, which should be paid the rent and service in the future, as of March 31, 2015 are as follow;

The Company

<u>For the period</u>	<u>Unit (Million baht)</u>
Not over 1 year	0.29
Over 1 year but not over 5 years	1.71
Over 5 years	-
Total	<u>2.00</u>

The Subsidiary Company

<u>For the period</u>	<u>Unit (Million baht)</u>
Not over 1 year	62.57
Over 1 year but not over 5 years	40.39
Over 5 years	1.54
Total	<u>104.50</u>

19.2 Letter of bank guarantee

As of March 31, 2015 and December 31, 2014, the Company has letter of guarantee which issuing by the bank on behalf of company as follows:

Objective	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
1. Guarantee for Custom Department	1.37	1.37	0.32	-
2. Others	3.25	3.25	1.34	1.34
Total	4.62	4.62	1.66	1.54

20. DISCLOSURE FOR FINANCIAL INSTRUMENTSRisk from foreign exchange rate

The Company and its subsidiary encounters risk in foreign exchange rate because company has foreign receivables and payables. However, the credit terms given or received from the receivables and payables are short period.

As of March 31, 2015 and December 31, 2014, the Company and its subsidiary have assets and liabilities in foreign currencies as follows:

	Amount in Foreign Currencies			
	Consolidated Financial Statement		Separate Financial Statement	
	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
ASSETS				
US Dollar	115,481.29	396,749.47	86,737.60	41,452.11
Hong Kong Dollar	50,366.20	-	50,366.20	-
Euro Dollar	-	-	-	-
Pound Sterling	262,975.83	545,478.28	-	-
LIABILITIES				
US Dollar	214,978.10	190,641.13	127,649.75	170,135.02
Hong Kong Dollar	52,239.90	195.50	-	-
Euro Dollar	269.89	81.00	-	-
Pound Sterling	12,377.99	6,948.97	-	-

Risk from interest rate

The interest rate risk depends on the fluctuation of interest rate in financial market. The fluctuation of the interest rate may have impact on the company's operation and cash flows. However, management believes that risk is insignificant in the current financial market because company can generate enough income and cash flows to pay interest.

Risk from credit term

Credit risk refers to the risk that trade accounts receivable may default in its obligations resulting in a financial loss to company. However, since the company currently sells its products to creditworthy customers, it does not anticipate any material problem in collecting its debt. The concentration of credit risk with respect to trade receivable is limited because company's debtors are spread over in different area and type of business. Account receivable showed in the statement of financial position, net of a portion of allowance for doubtful debts, represents the maximum exposure to credit risk.

Fair value

The fair value of company's financial assets and liabilities determine by the following basis.

Consolidated and Separate Financial Statement				
(Thousand Baht)				
Cost	Fair value			
	Level 1	Level 2	Level 3	Total
As of March 31, 2014				
<u>Current</u>				
Temporary Investment				
<i>Available-for-sale securities</i>	100,260	84,000	-	84,000

The fair value of the Group's investment were determined to the Level 1 under the fair value hierarchy as such current investment has a published quotation price in an active market.

21. PRIVILEGES FROM BOARD OF INVESTMENT (BOI)

The Company received privileges from BOI as stated in the BOI certificate number 1837/2538 and 1653(2)/2545 dated November 28, 1995 and October 24, 2002 respectively, which accordance with investment legislative 1977, for manufacturing of lingerie and related products. The privilege includes exempt of corporate income tax, but the Company has to comply with the conditions indicated in the BOI certificates.

22. FINANCIAL INFORMATION BY SEGMENT OF BUSINESS

Statements of income segmented by business for the three month periods ended March 31, 2015 and 2014 as follows:

	Consolidated Financial Statement (Million Baht)					
	March 31, 2015			March 31, 2014		
	Export	Domestic	Total	Export	Domestic	Total
Revenue						
Sales – net	59.79	424.00	483.79	78.02	408.58	486.60
Services income	-	0.02	0.02	-	-	-
	<u>59.79</u>	<u>424.02</u>	<u>483.81</u>	<u>78.02</u>	<u>408.58</u>	<u>486.60</u>
Cost of sales			(218.97)			(229.54)
Gross profit			264.84			257.06
Selling and administrative expenses			(224.65)			(211.84)
Net profit from operation			<u>40.19</u>			<u>45.22</u>
Other income and expenses						
Other income			4.30			1.56
Financial cost			(2.65)			(3.71)
Total other income and expenses			<u>1.65</u>			<u>(2.15)</u>
Profit before income tax			41.84			43.07
Income tax expense			(9.72)			(9.92)
Net profit			<u>32.12</u>			<u>33.15</u>

Property, plant and equipment of company have been commonly used for export and domestic operations.

Separate Financial Statement (million Baht)						
	March 31, 2015			March 31, 2014		
	Export	Domestic	Total	Export	Domestic	Total
Revenue						
Sales – net	8.88	170.42	179.30	-	166.34	166.34
Services income	-	12.15	12.15	-	16.73	16.73
Total revenue	<u>8.88</u>	<u>182.57</u>	<u>191.45</u>	<u>-</u>	<u>183.07</u>	<u>183.07</u>
Cost of sales			(154.21)			(143.42)
Gross profit			37.24			39.65
Selling and administrative			(20.43)			(20.39)
Net profit from operation			16.81			19.26
Other income and expenses						
Other income			4.97			2.86
Financial cost			-			-
Total other income and expenses			4.97			2.86
Profit before income tax			21.78			22.12
Income tax expense			(3.25)			(2.92)
Net profit			<u>18.52</u>			<u>19.20</u>

Property, plant and equipment of the Company have been commonly used for export and domestic operations.

Major customer information

During quarter 1 of year 2015, the Company has earned from 3 major customers from Thailand and Overseas operating segment amounting to Baht 174.26 million.

23. EXPENSE BY NATURE

The significant expenses for the three month periods ended March 31, 2015 and 2014 classified by nature are as follow;

	Baht			
	Consolidated Financial Statement		Separate Financial Statement	
	2015	2014	2015	2014
Changes in finished goods -				
- and work in process	46,168,955.82	37,341,562.46	(17,710,705.54)	10,760,419.32
Purchase of finished goods	6,059.75	6,181,028.46	-	-
Raw material and supply usage	137,464,582.04	102,828,926.83	73,194,732.56	84,161,936.38
Employees' expenses -				
- (Exclude management)	128,633,824.33	124,650,609.42	25,520,790.90	25,026,480.09
Depreciation and Amortization	14,470,361.00	14,087,558.56	3,016,546.95	3,485,147.14
Transportation expense	2,655,448.87	3,054,570.37	1,180.00	2,360.00
Chemical supplies and cost of analysis	941,970.29	563,044.92	27,220.00	16,700.00
Advertising and promotion	13,171,830.66	9,181,595.94	33,460.00	276,190.00

24. APPROVAL OF THE FINANCIAL STATEMENTS

These interim financial statements have been approved by the authorize director on May 13, 2015.

(Signed)Director (Signed).....Director