



บริษัท อาร์ ซี แอล จำกัด (มหาชน) Regional Container Lines Public Company Limited

Press Release for Financial Results in Q2/2017

The Company recorded a profit amounting to Baht 163 million, which translated to an improvement of 189.2% as compared to the same quarter in 2016. With the improved world economy, the Company's total revenues was Baht 2,844 million, an increase of 7% and freight rate per unit improved by 3.5%. In addition the Company achieved higher liftings of 5.4% and together with its cost control efficiency, it resulted in a 5% reduction in total expenses. A profit from its sale of containers at Baht 36 million and a gain on exchange rate at Baht 26.6 million were also added to the result. The Company recognized all above factors played a part in the Company's impressive performance.

The total liftings was 457,407 TEUS an increase of 5.4%. Liftings for Shipper Owned Container (SOC) was 185,111 TEUS, a rise of 5.6% and Carrier Owned Container (COC) liftings clocked in 272,296 TEUS, up by 5.2%.

With regard to expenses, the Company was able to manage its cost, having achieved a reduction of 5% in total expenses in Q2/2017, despite a per ton increase of 59% in the oil price, an element of which usually formed the main bulk of the cost. In spite of that the total expenses reduced as a result of the decreased in cost of freight and operations and administrative expenses by 5% and 9.3% respectively. The Company registered a total expense of Baht 2,709 million, with the cost of freight and operations at Baht 2,436 million and administrative expenses at Baht 222 million.

Comparing the performances in Q2/2017 and Q1/2017, the Company's performance has remarkably improved by 162.4%. The figures were reflective of the Company's continual trend to improve performance, with total liftings increased by 2.7% in Q2/2017 and freight income increased by 7.8%, which resulted in a 7.6% increase in the revenues, while the cost of freight and operations decreased 7.8%. Total expenses and profit on sale of containers decreased by 7.4% and 43% respectively, whereas freight rate per unit improved 7.3% when compared to Q1/2017.



บริษัท อาร์ ซี แอล จำกัด (มหาชน) Regional Container Lines Public Company Limited

With the improved economy which consequently led to the sea's transportation recovery, higher liftings as well as the continual increased in freight rates per unit prevailed. Even though the oil price was high, the Company managed its cost and control the expenses well. The Company's performance in 2Q/2017 was better than the same period in 2016 and also better than Q1/2017.

Date : 15 August 2017

Founded in 1979, RCL is a Thai based container shipping line. Listed on the Thai Stock Exchange since 1988, its core business is in the carriage of Shipper owned containers (SOC) and its own Carrier container containers (COC) in a service network that is fully Asia centric. RCL currently owns and operates a fleet of 44 vessels with sizes ranging between 500 TEUs to 3316 TEUs. It also has a fleet of 86,366 TEUs to support its own COC carriage as well. RCL operates a network of 61 offices made up of both owned and agency partner offices to support its operations. Today, RCL is recognised as amongst the leading SOC and Intra Asian operator by both peers and customers alike.



REGIONAL CONTAINER LINES GROUP

QUARTERLY EARNING STATEMENTS IN THAI BAHT MILLION

(million baht)

	1st Quarter 2016	Half-Year 2016	9 months 2016	Year-End 2016	1st Quarter 2017	Half-Year 2017
Freight income	2,651.5	5,273.6	7,806.5	10,440.7	2,574.0	5,349.0
Cost of freight and operations	(2,604.6)	(5,168.5)	(7,919.1)	(10,659.1)	(2,642.2)	(5,078.3)
Gross Profit	46.9	105.1	(112.6)	(218.4)	(68.2)	270.7
Gross Profit Margin	1.8%	2.0%	-1.4%	-2.1%	-2.6%	5.1%
Other income	24.7	42.5	55.0	74.1	29.5	65.5
Unrealised gain from changes in the fair value of Derivatives	0.0	0.0	0.0	1.1	0.6	0.1
Gain on exchange	0.0	0.0	16.0	57.9	0.0	16.1
Gain on sale of investments	0.0	0.0	0.0	0.8	0.0	0.0
Gain on sale of assets	3.4	7.0	8.2	17.7	62.9	98.9
Total other income	28.1	49.5	79.2	151.6	93.0	180.6
Admin expenses	(239.3)	(484.4)	(724.9)	(966.2)	(222.4)	(445.3)
Unrealised loss from changes in the fair value of Derivatives	(4.5)	(5.5)	(2.9)	0.0	0.0	0.0
Loss on exchange	(32.2)	(6.4)	0.0	0.0	(10.6)	0.0
Doubtful debt	0.0	0.0	0.0	0.0	(0.4)	0.0
Loss on impairment of Vessels	0.0	0.0	0.0	(136.6)	0.0	0.0
Provision for loss under onerous contracts	0.0	0.0	0.0	(26.8)	0.0	0.0
Total other expenses	(276.0)	(496.3)	(727.8)	(1,129.6)	(233.4)	(445.3)
Interest expenses	(38.9)	(81.0)	(121.3)	(174.6)	(48.9)	(98.8)
Profit / (loss) before taxation	(239.9)	(422.7)	(882.5)	(1,371.0)	(257.5)	(92.8)
Income tax	(3.5)	(3.3)	0.5	(4.9)	(3.6)	(5.5)
Profit / (loss) after taxation	(243.4)	(426.0)	(882.0)	(1,375.9)	(261.1)	(98.3)
Minority interest	0.0	0.0	0.9	1.2	0.0	0.0
Net profit / (loss) attributable to members	(243.4)	(426.0)	(881.1)	(1,374.7)	(261.1)	(98.3)

COMPUTATION OF EBITDA

Profit / (loss) before taxation	(239.9)	(422.7)	(882.5)	(1,371.0)	(257.5)	(92.8)
Add: Impairment loss of assets	0.0	0.0	0.0	136.6	0.0	0.0
Add: Provision for loss under onerous contracts	0.0	0.0	0.0	26.8	0.0	0.0
Less Adjustment / Add Allowance for unrealised (Gain) / Loss on derivatives	4.5	5.5	2.9	(1.1)	(0.6)	(0.1)
Add: Interest	38.9	81.0	121.3	174.6	48.9	98.8
EBIT	(196.5)	(336.2)	(758.3)	(1,034.1)	(209.2)	5.9
Add: Amortisation	0.0	0.0	0.0	0.1	0.0	0.0
Add: Depreciation	350.4	687.0	1,024.3	1,424.0	397.7	774.6
EBITDA	153.9	350.8	266.0	390.0	188.5	780.5

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
THAILAND

INTERIM FINANCIAL STATEMENTS
FOR THE THREE - MONTH AND SIX - MONTH PERIODS ENDED JUNE 30, 2017
AND
INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

EXPRESSED IN
THAI BAHT



A. M. T. & Associates

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INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

**To The shareholders and Board of Directors of
Regional Container Lines Public Company Limited**

(1) I have reviewed the accompanying consolidated statement of financial position as of June 30, 2017 of Regional Container Lines Public Company Limited and its subsidiaries, the related consolidated statements of income and comprehensive income for the three - month and six - month periods ended June 30, 2017, the statements of changes in equity and cash flows for the six - month period ended June 30, 2017, as well as the condensed notes to the consolidated financial statements, and I have also reviewed the separate financial information for the same periods of Regional Container Lines Public Company Limited. Management is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard 34 (revised 2016), "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of review

(2) 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.

Conclusion

(3) 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 2016), "Interim Financial Reporting".

Other matter

(4.1) The consolidated interim financial statements of Regional Container Lines Public Company Limited and its subsidiaries and the interim separate financial statements of Regional Container Lines Public Company Limited for the three - month and six - month periods ended June 30, 2016, presented herein for comparison, were reviewed by another auditor in my office, in accordance with Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" and he drew a conclusion from the review under her report dated August 11, 2016 that nothing had come to her attention that caused him to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Accounting Standard 34 (revised 2015), "Interim Financial Reporting".

(4.2) The consolidated statement of financial position of Regional Container Lines Public Company Limited and its subsidiaries and the separate statement of financial position of Regional Container Lines Public Company Limited as of December 31, 2016, presented herein for comparison, have been derived from such financial statements, which audited by another auditor in my office and reported in accordance with Standards on Auditing and expressed an unqualified opinion in her report dated February 24, 2017. I have not performed any other audit procedures subsequent such report date.



(CHAIYUTH ANGSUWITHAYA)
Certified Public Accountant
Registration No. 3885

A.M.T. & ASSOCIATES
Bangkok, Thailand
August 11, 2017

Regional Container Lines Public Company Limited and its subsidiaries

Statements of financial position

As at 30 June 2017

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	30 June 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 June 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Assets				
Current assets				
Cash and cash equivalents	1,496,005	1,255,452	57,890	35,932
Trade receivables - unrelated parties	1,513,103	1,583,663	16,325	23,495
Less: allowance for doubtful accounts	(58,709)	(62,020)	-	-
Trade receivables - unrelated parties, net	4 1,454,394	1,521,643	16,325	23,495
Trade receivables - related parties	4 and 16 13,603	12,085	45,092	122,871
Other receivables				
- Dividend receivables	-	-	-	20,000
- Others	16 607,973	360,014	144,860	443,555
Material supplies	224,663	243,115	16,369	27,803
Other current assets	5 31,348	45,088	1,513	1,306
Total current assets	3,827,986	3,437,397	282,049	674,962
Non - current assets				
Property investments held for				
long - term investment	5,439	5,824	-	-
Investments in subsidiaries, net	6 -	-	7,124,093	7,527,106
Investments in associates	7 378,540	391,661	56,426	59,618
Other long - term investments	11,467	12,116	-	-
Property and premises, net	8.1, 10 and 12 332,768	357,753	444	469
Vessels and equipment, net	8.2, 11 and 12 12,754,384	13,750,286	4,409,304	4,901,889
Intangible assets, net	9 20	31	-	-
Other non - current assets				
- Advances for vessel constructions	20 155,988	164,813	155,988	164,813
- Other	4,436	4,472	2,406	2,404
Total non - current assets	13,643,042	14,686,956	11,748,661	12,656,299
Total assets	23 17,471,028	18,124,353	12,030,710	13,331,261



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

DIRECTOR

DIRECTOR

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Mr. Sumate Tanthuwant
Director

Mr. Sutep Tranantasin
Director

Regional Container Lines Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 June 2017

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	30 June 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 June 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Liabilities and shareholders' equity				
Current liabilities				
Short - term loans from financial institutions	10	1,400,689	1,271,194	828,800
Trade payables - unrelated parties		2,832,569	2,580,880	38,937
Trade payables - related parties	16	18,072	181,357	-
Other payables				
- Accrued expenses		98,304	97,377	26,375
- Advance receipt	16	8,213	7,089	1,233,540
- Payable on purchase of assets	16	31,089	22,036	90,293
Current portion of liabilities				
under financial lease agreement	11	175,209	103,843	-
Current portion of long - term loans	12	1,643,951	1,525,285	980,255
Provision for onerous contracts	19.1 (a)	389,037	411,045	-
Income tax payable		1,199	3,155	-
Other current liabilities		103,847	87,503	1,052
Total current liabilities		6,702,179	6,290,764	3,199,252
Non - current liabilities				
Liabilities under financial lease agreements,				
net of current portion	11	763,069	511,985	-
Long - term loans, net of current portion	12	1,315,142	2,024,889	854,417
Employee benefit obligation	14	40,030	37,362	37,601
Other non - current liabilities	17	8,925	8,713	-
Total non - current liabilities		2,127,166	2,582,949	892,018
Total liabilities	23	8,829,345	8,873,713	4,091,270



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

Mr. Sumate Tanthuwant
Director

DIRECTOR

Mr. Sutep Tranantasin
Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 June 2017

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)
Shareholders' equity				
Share capital				
Registered				
828,750,000 ordinary shares of Baht 1 each	828,750	828,750	828,750	828,750
Issued and fully paid - up				
828,750,000 ordinary shares of Baht 1 each	828,750	828,750	828,750	828,750
Share premium	4,982,964	4,982,964	4,982,964	4,982,964
Retained earnings				
Appropriated - legal reserve	66,300	66,300	66,300	66,300
Unappropriated	2,779,694	2,877,943	2,054,974	2,299,515
Other components of equity	(17,641)	474,708	6,452	463,670
Total equity of parent Company's shareholders	8,640,067	9,230,665	7,939,440	8,641,199
Non - controlling interests	1,616	19,975	-	-
Total shareholders' equity	8,641,683	9,250,640	7,939,440	8,641,199
Total liabilities and shareholders' equity	23 17,471,028	18,124,353	12,030,710	13,331,261



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

DIRECTOR

DIRECTOR

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Mr. Sumate Tanthuwani
Director

Mr. Sutep Tranantasin
Director

Regional Container Lines Public Company Limited and its subsidiaries
Statements of changes in equity
For the six - month period ended 30 June 2017

(Unit: Thousand Baht)

Consolidated financial statements								
	Equity holders of parent company							
	Note	Issued and fully paid - up share capital	Share premium	Retained earnings		Other components of equity		Total shareholder's equity
				Appropriated - legal reserve	Unappropriated	Other comprehensive income (loss)	Total equity of the parent Company's shareholder	
Balance as at 1 January 2016								
Total comprehensive income (loss) for the period		828,750	4,982,964	66,300	4,294,052	564,864	10,736,930	10,769,251
Dividend paid	15	-	-	-	(425,969)	(256,014)	(681,983)	(683,218)
		-	-	-	(41,437)	-	(41,437)	(41,437)
Balance as at 30 June 2016		828,750	4,982,964	66,300	3,826,646	308,850	10,013,510	10,044,596
Balance as at 1 January 2017								
Subsidiaries dissolve and liquidate		828,750	4,982,964	66,300	2,877,943	474,708	9,230,665	9,250,640
Total comprehensive income (loss) or the period		-	-	-	-	(6,498)	(6,498)	(18,363)
		-	-	-	(98,249)	(485,851)	(584,100)	4
Balance as at 30 June 2017		828,750	4,982,964	66,300	2,779,694	(17,641)	8,640,067	8,641,683



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

[Signature]

Mr. Sumale Tanthuwant
Director

DIRECTOR

[Signature]

Mr. Suteep Tranantasin
Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries

Statements of changes in equity (continued)

For the six - month period ended 30 June 2017

(Unit: Thousand Baht)

Separate financial statements

	Note	Issued and fully paid - up share capital	Share premium	Retained earnings		Other components of equity		Total shareholder's equity
				Appropriated - legal reserve	Unappropriated	Other comprehensive income (loss)	Exchange differences on translating financial statement	
Balance as at 1 January 2016								
Total comprehensive income (loss) for the period		828,750	4,982,964	66,300	2,921,629		519,640	9,319,283
Dividend paid	15	-	-	-	(220,995)		(217,457)	(438,452)
		-	-	-	(41,437)		-	(41,437)
Balance as at 30 June 2016		828,750	4,982,964	66,300	2,659,197		302,183	8,839,394
Balance as at 1 January 2016								
Total comprehensive income (loss) for the period		828,750	4,982,964	66,300	2,299,515		463,670	8,641,199
		-	-	-	(244,541)		(457,218)	(701,759)
Balance as at 30 June 2017		828,750	4,982,964	66,300	2,054,974		6,452	7,939,440



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

.....DIRECTOR

Mr.Sumate Tanthuwaniit
 Director

.....DIRECTOR

Mr.Sutep Tranantasin
 Director

Regional Container Lines Public Company Limited and its subsidiaries

Statements of income

For the three - month period ended 30 June 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		For the three - month periods ended 30 June		For the three - month periods ended 30 June	
		2017	2016	2017	2016
Revenues					
Freight income	16	2,774,968	2,622,095	207,951	231,317
Others income					
Gain on exchange rate		26,699	25,824	-	304
Dividend income	7	-	-	22,109	-
Gain on sales of assets	8.2	36,075	3,612	-	-
Interest income		1,010	1,300	112	117
Others		5,634	5,447	-	3
Total revenues		<u>2,844,386</u>	<u>2,658,278</u>	<u>230,172</u>	<u>231,741</u>
Expenses					
Cost of freight and operations	16	2,436,112	2,563,951	238,260	256,579
Administrative expenses	16	222,467	245,118	54,517	60,616
Other expense					
Loss on exchange rate		-	-	236	-
Unrealized loss on derivatives	5	539	1,066	539	1,066
Finance costs		49,871	42,115	31,610	23,918
Total expenses		<u>2,708,989</u>	<u>2,852,250</u>	<u>325,162</u>	<u>342,179</u>
Share of profit (loss) from investments in associates and joint venture	7	29,366	11,098	-	-
Profit (loss) before income tax expenses		<u>164,763</u>	<u>(182,874)</u>	<u>(94,990)</u>	<u>(110,438)</u>
Tax expenses (income)	17	1,923	(264)	-	-
Profit (loss) for the periods	23	<u>162,840</u>	<u>(182,610)</u>	<u>(94,990)</u>	<u>(110,438)</u>
Profit (loss) for the periods attributable to:					
Equity holders of the parent		162,838	(182,609)	(94,990)	(110,438)
Non - controlling interests		2	(1)	-	-
		<u>162,840</u>	<u>(182,610)</u>	<u>(94,990)</u>	<u>(110,438)</u>
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the parent (Baht)		<u>0.20</u>	<u>(0.22)</u>	<u>(0.11)</u>	<u>(0.13)</u>
The weighted average number of ordinary shares (Thousand share)		<u>828,750</u>	<u>828,750</u>	<u>828,750</u>	<u>828,750</u>



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

DIRECTOR

DIRECTOR

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Mr. Sumate Tanthuanit
Director

Mr. Sutep Tranantasin
Director

Regional Container Lines Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three - month period ended 30 June 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	For the three - month periods		For the three - month periods	
	ended 30 June		ended 30 June	
	2017	2016	2017	2016
Profit (loss) for the periods	162,840	(182,610)	(94,990)	(110,438)
Other comprehensive income (loss):				
Items that will be reclassified subsequently to profit or loss :				
Exchange differences on translating financial statement	(109,936)	17,797	(99,002)	21,351
Total items that will be reclassified subsequently to profit or loss	(109,936)	17,797	(99,002)	21,351
Other comprehensive income (loss) for the periods	(109,936)	17,797	(99,002)	21,351
Total comprehensive income (loss) for the periods	52,904	(164,813)	(193,992)	(89,087)
Total comprehensive income (loss) for the periods attributable to:				
Equity holders of the parent	52,902	(164,272)	(193,992)	(89,087)
Non - controlling interests	2	(541)	-	-
	52,904	(164,813)	(193,992)	(89,087)



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

[Signature]
Mr. Sumate Tanthuanit
 Director

DIRECTOR

[Signature]
Mr. Sutep Tranantasin
 Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries
Statements of income
For the six - month period ended 30 June 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		For the six - month periods		For the six - month periods	
		ended 30 June		ended 30 June	
		2017	2016	2017	2016
Revenues					
Freight income	16	5,348,970	5,273,593	402,630	460,024
Others income					
Gain on exchange rate		16,129	-	-	-
Dividend income	7	-	-	44,777	22,293
Gain on sales of assets	8.2	98,928	7,027	-	169
Interest income		1,627	2,949	120	380
Unrealized gain on derivatives	5	90	-	90	-
Others		11,394	15,017	157	3
Total revenues		<u>5,477,138</u>	<u>5,298,586</u>	<u>447,774</u>	<u>482,869</u>
Expenses					
Cost of freight and operations	16	5,078,279	5,168,525	498,587	525,569
Administrative expenses	16	445,268	484,392	108,360	112,484
Other expense					
Loss on exchange rate		-	6,407	20,466	14,853
Unrealized loss on derivatives	5	-	5,517	-	5,517
Finance costs		98,782	81,042	64,902	45,441
Total expenses		<u>5,622,329</u>	<u>5,745,883</u>	<u>692,315</u>	<u>703,864</u>
Share of profit (loss) from investments in associates and joint venture	7	52,472	24,550	-	-
Profit (loss) before income tax expenses		<u>(92,719)</u>	<u>(422,747)</u>	<u>(244,541)</u>	<u>(220,995)</u>
Tax expenses (income)	17	5,526	3,283	-	-
Profit (loss) for the periods	23	<u>(98,245)</u>	<u>(426,030)</u>	<u>(244,541)</u>	<u>(220,995)</u>
Profit (loss) for the periods attributable to:					
Equity holders of the parent		(98,249)	(425,969)	(244,541)	(220,995)
Non - controlling interests	4	(61)	-	-	-
		<u>(98,245)</u>	<u>(426,030)</u>	<u>(244,541)</u>	<u>(220,995)</u>
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the parent (Baht)		<u>(0.12)</u>	<u>(0.51)</u>	<u>(0.30)</u>	<u>(0.27)</u>
The weighted average number of ordinary shares (Thousand share)		<u>828,750</u>	<u>828,750</u>	<u>828,750</u>	<u>828,750</u>



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

Mr. Sumate Tanthuwant
Director

DIRECTOR

Mr. Sutep Tranantasin
Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries
Statements of comprehensive income
For the six - month period ended 30 June 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the six - month periods		For the six - month periods	
	ended 30 June		ended 30 June	
	2017	2016	2017	2016
Profit (loss) for the periods	(98,245)	(426,030)	(244,541)	(220,995)
Other comprehensive income (loss):				
Items that will be reclassified subsequently to profit or loss :				
Exchange differences on translating financial statement	(485,851)	(257,188)	(457,218)	(217,457)
Total items that will be reclassified subsequently to profit or loss	(485,851)	(257,188)	(457,218)	(217,457)
Other comprehensive income (loss) for the periods	(485,851)	(257,188)	(457,218)	(217,457)
Total comprehensive income (loss) for the periods	(584,096)	(683,218)	(701,759)	(438,452)
Total comprehensive income (loss) for the periods attributable to:				
Equity holders of the parent	(584,100)	(681,983)	(701,759)	(438,452)
Non - controlling interests	4	(1,235)	-	-
	(584,096)	(683,218)	(701,759)	(438,452)



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

Mr. Sumate Tanthuanit
Director

DIRECTOR

Mr. Sutep Tranantasin
Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries

Statements of cash flows

For the six - month period ended 30 June 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the six - month periods		For the six - month periods	
	ended 30 June		ended 30 June	
	2017	2016	2017	2016
Cash flows from operating activities				
Profit (loss) before income tax expenses	(92,719)	(422,747)	(244,541)	(220,995)
Adjustments to reconcile profit (loss) before income tax expenses to net cash provided by (used in) operating activities:				
Depreciation	774,570	686,927	236,224	236,008
Amortization	11	36	-	-
Loss (gain) on sales of assets	(98,928)	(7,027)	-	(169)
Increase (decrease) in allowance for doubtful accounts	(3,311)	(14)	-	-
Dividend income	-	-	(44,777)	(22,293)
Unrealized loss (gain) on derivatives	(90)	5,517	(90)	5,517
Unrealized loss (gain) on exchange rate	(27,303)	(12,546)	7,870	11,404
Share of profit (loss) from investments in associates and joint venture	(52,472)	(24,550)	-	-
Employee benefit obligation	3,598	3,395	3,349	3,169
Interest income	(1,627)	(2,949)	(120)	(380)
Finance costs	98,782	81,042	64,902	45,441
Profit (loss) from operating activities before changes in operating assets and liabilities	600,511	307,084	22,817	57,702
Operating assets decrease (increase)				
Trade receivables - unrelated parties	105,726	208,038	7,170	7,305
Trade receivables - related parties	(1,518)	29,034	77,779	106,345
Other receivables	(247,395)	(108,595)	298,743	297,404
Material supplies	18,452	(6,218)	11,434	592
Other current assets	15,794	6,048	(117)	7,090
Other non - current assets	36	616	(2)	500
Operating liabilities increase (decrease)				
Trade payables - unrelated parties	250,062	(91,222)	(27,378)	18,560
Trade payables - related parties	(163,285)	95,749	-	-
Other payables - accrued expenses	(18,049)	24,064	521	2,424
Advance receipt	1,124	(3,305)	67,929	(426,463)
Other current liabilities	16,340	(4,105)	(1,429)	(1,463)
Employee benefit obligation paid	(930)	(5,583)	(930)	(5,398)
Cash from operating activities	576,868	451,605	456,537	64,598
Cash received (paid) for income tax expenses	(9,439)	(10,763)	-	-
Net cash provided by (used in) operating activities	567,429	440,842	456,537	64,598



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

Mr. Sumate Tanthuwant
Director

Mr. Sutep Tranantasin
Director

DIRECTOR

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Regional Container Lines Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the six - month period ended 30 June 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the six - month periods		For the six - month periods	
	ended 30 June		ended 30 June	
	2017	2016	2017	2016
Cash flows from investing activities				
Decrease (increase) in property, premises, vessels and equipment	(405,180)	(111,280)	(853)	(78,674)
Decrease (increase) in payable on purchase of assets	9,053	-	(5,108)	(640,470)
Dividend received	44,777	22,293	64,777	22,293
Interest received	1,063	3,184	72	488
Proceeds from subsidiaries dissolve and liquidate	48,060	-	-	-
Paid for subsidiary's investment in associates company	-	(7,350)	-	-
Net cash provided by (used in) investing activities	(302,227)	(93,153)	58,888	(696,363)
Cash flows from financing activities				
Increase (decrease) in short - term loans from financial institution	177,491	226,737	(290,404)	121,167
Increase (decrease) in short term - from related party	-	(300,000)	-	(300,000)
Increase (decrease) in liabilities financial lease	322,450	-	-	-
Increase (decrease) in long - term loans	(409,453)	(506,254)	(189,914)	539,330
Finance cost paid	(79,806)	(78,583)	(63,897)	(44,208)
Dividend paid	-	(41,437)	-	(41,437)
Payment of liquidated subsidiaries to non - controlling interests	(18,363)	-	-	-
Net cash provided by (used in) financing activities	(7,681)	(699,537)	(544,215)	274,852
Exchange differences on translating financial statement	(16,968)	3,182	50,748	61,437
Net increase (decrease) in cash and cash equivalents	240,553	(348,666)	21,958	(295,476)
Cash and cash equivalents at beginning of periods	1,255,452	2,014,379	35,932	341,623
Cash and cash equivalents at end of periods	1,496,005	1,665,713	57,890	46,147



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

DIRECTOR

DIRECTOR

13

Mr. Sumate Tanthuanit
Director

Mr. Sutep Tranantasin
Director

Regional Container Lines Public Company Limited and its subsidiaries**Notes to interim financial statements****For the three - month and six - month periods ended 30 June 2017****1. General information****1.1 General matter**

Regional Container Lines Public Company Limited ("the Company") was incorporated as a public limited company under Thai laws. The Company operates its business in Thailand and other countries in South China Sea and its principal activity is in the business of international vessel operations. The Company's registered address is 127/35 Ratchadapisek Road, Chongnonsi, Yannawa, Bangkok.

1.2 Basis for the preparation of the interim financial statements

These interim financial statements are prepared in accordance with Accounting Standards No. 34 (revised 2016) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, changes in equity, income, comprehensive income and cash flows in the same format as that used for the annual financial statements.

These interim financial statements are presented in Thai Baht which is different from the functional currency of the Company, which is US Dollar. The presentation is in Thai Baht in accordance with the regulatory requirements in Thailand.

The USD functional currency interim financial statements are translated into the Thai Baht presentation currency financial statements at the rate of exchange prevailing at the end of reporting period in respect of assets and liabilities, and the transactions in the income statements and statements of comprehensive income are translated at the average exchange rates of each period, differences being recorded as "Exchange differences on translating financial statement" in other comprehensive income, other component of shareholders' equity.


The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statement should therefore be read in conjunction with the financial statements for the year ended 31 December 2016.

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

1.3 Basis of consolidation

These interim consolidated financial statements include the financial statements of Regional Container Lines Public Company Limited and its subsidiaries ("the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016.

However, Since the 1st quarter of year 2017, the financial statements of Regional Merchants Maritime Co., Ltd. and Regional Merchants International Freight Forwarding Co., Ltd. shall not be included in the consolidated financial statement due to dissolution of those companies.


 Mr. Sumate Tanthuwant
 Director




 Mr. Sutep Tranantasin
 Director

DIRECTOR

1.4 Financial reporting standards which are effective for the current period

During the period, the Company and its subsidiaries adopted a number of revised and new accounting standards and financial reporting standards including their interpretations, issued by the Federation of Accounting Professions, which are effective for financial statements year beginning on or after January 1, 2017. Adoption of the above financial reporting standards in the current period do not have material effect on the financial statements.

2. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2016.

3. Change in accounting estimation

During the current period, the Group changed the estimated residual value of the vessels. This change was made so that the residual value of the vessels would approximate market value. The effect of the change is to decrease net income of the Company and the Group for the three - month period ended 30 June 2017 by Baht 4.07 million and Baht 15.77 million, respectively (Baht 0.005 per share and Baht 0.019 per share, respectively) and for the six - month period ended 30 June 2017 by Baht 18.81 million and Baht 53.05 million, respectively (Baht 0.023 per share and Baht 0.064 per share, respectively).

4. Trade receivables

The balances of trade receivables - unrelated parties are classified by aging as follows:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	financial statements
	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
	(Unaudited	(Audited)	(Unaudited	(Audited)
	but reviewed)		but reviewed)	
Under 90 days	1,385,910	1,440,535	16,325	23,495
91 - 180 days	22,363	82,263	-	-
181 - 365 days	64,818	27,445	-	-
Over 365 days	40,012	33,420	-	-
Total	1,513,103	1,583,663	16,325	23,495
Less Allowance for doubtful accounts	(58,709)	(62,020)	-	-
Net	1,454,394	1,521,643	16,325	23,495




Mr. Sumate Tanthuwant
Director

DIRECTOR


Mr. Sutep Tranantasin
Director

Mr. Sutep Tranantasin

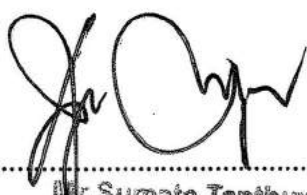
DIRECTOR

The balances of trade receivables - related parties are classified by aging as follows:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
	(Unaudited	(Audited)	(Unaudited	(Audited)
	but reviewed)		but reviewed)	
Under 90 days	13,603	12,085	45,092	122,871
91 - 180 days	-	-	-	-
181 - 365 days	-	-	-	-
Over 365 days	-	-	-	-
Total	13,603	12,085	45,092	122,871

5. Unrealized gain from changes in the fair value of derivatives

	Note	(Unit: Thousand Baht)	
		Consolidated	Separate
		financial statement	financial statement
Beginning balance as at 31 December 2016 (audited)		1,095	1,095
Unrealized gain on derivatives		90	90
Exchange differences on translating financial statement		(61)	(61)
Ending balance as at 30 June 2017			
(unaudited but reviewed)	21.1(2)	1,124	1,124



DIRECTOR

Mr. Sumate Tanthuanit
Director




DIRECTOR

Mr. Sutep Tranantasin
Director

6. Investments in subsidiaries, net

(Unit: Million Baht)

Company's name	Separate financial statements							
	Percentage directly owned by the Company						Dividend for the six - month periods ended	
	Paid - up capital				Cost			
	As at 30 June 2017	As at 31 December 2016	As at 30 June 2017	As at 31 December 2016	As at 30 June 2017	As at 31 December 2016	30 June 2017	30 June 2016
			Percent	Percent	(Unaudited but reviewed)	(Audited)		
<u>Subsidiaries operating in Thailand</u>								
a) Asian Bulk Shipping Co., Ltd.	Baht 25 Million	Baht 25 Million	51	51	13	14	-	-
b) RCL Logistics Co., Ltd.	Baht 5 Million	Baht 5 Million	100	100	5	5	-	-
<u>Subsidiaries operating in Singapore</u>								
c) RCL Investment Pte. Ltd.	S\$ 10 Million	S\$ 10 Million	100	100	241	255	-	-
d) Regional Container Lines Pte. Ltd.	S\$ 136.5 Million	S\$ 136.5 Million	100	100	5,372	5,675	-	-
e) RCL Feeder Pte. Ltd.	USD 138.6 Million	USD 138.6 Million	27	27	1,162	1,228	-	-
f) RCL Service S.A.	USD 10,000	USD 10,000	49	49	2	2	-	-
g) RCL Holdings Ltd.	S\$ 0.3 Million	S\$ 0.3 Million	49	49	158	167	-	-
h) RCL Shipmanagement Pte. Ltd.	S\$ 0.3 Million	S\$ 0.3 Million	49	49	83	88	-	-
<u>Subsidiary operating in Hong Kong</u>								
i) Regional Container Lines (H.K.) Ltd.	HK\$ 20 Million	HK\$ 20 Million	100	100	246	260	-	-
					7,282	7,694	-	-
<u>Less : Allowance for impairment</u>					(158)	(167)	-	-
Total investments in subsidiaries, net					7,124	7,527	-	-

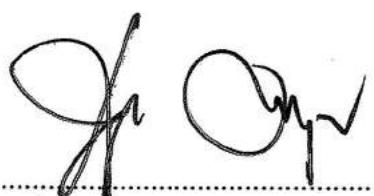
In July 2017, RCL Holding Ltd. has been dissolved. The dissolution of the aforesaid subsidiary does not affect the operations of the Company.

Movement in the investments in subsidiaries for the six - month period ended 30 June 2017 are summarized below:

(Unit: Thousand Baht)

Investment as at 31 December 2016 (audited)
 Exchange differences on translating financial statement
 Investment as at 30 June 2017 (unaudited but reviewed)

7,527,106
 (403,013)
7,124,093



Mr. Sumate Tanthuwant
Director



DIRECTOR



Mr. Sutep Tranantasin
Director

DIRECTOR

7. Investments in associates

(Unit: Million Baht)

Company's name	Separate financial statements									
	Paid - up capital		Percentage directly owned by the Company		Cost method		Equity method		Dividend for the six - month periods ended	
	As at 30 June	As at 31 December	As at 30 June	As at 31 December	As at 30 June	As at 31 December	As at 30 June	As at 31 December	30 June	30 June
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
			Percent	Percent	(Unaudited but reviewed)	(Audited)				
<u>Investment in associates of the Company</u>										
<u>Associated company operating in Thailand</u>										
TIPS Co., Ltd. (Port operating)	100	100								
	Million	Million								
	Baht	Baht	22	22	56	60	331	353	45	22
Total investment in associates					56	60	331	353	45	22

Movements in the investment in associates for the six - month period ended 30 June 2017 are summarized below:

(Unit: Thousand Baht)

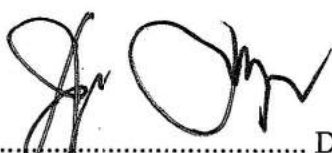
	Consolidated financial statements	Separate financial statements
Investment as at 31 December 2016 (audited)	391,661	59,618
Dividend income	(44,777)	-
Share of profit under equity method	52,472	-
Exchange differences on translating financial statement	(20,816)	(3,192)
Investment as at 30 June 2017 (unaudited but reviewed)	378,540	56,426

Investment in associates, consisted of :

(Unit: Thousand Baht)

	Consolidated financial statements	
	As at 30 June 2017	As at 31 December 2016
	(Unaudited but reviewed)	(Audited)
The Company's investment in associates	331,081	352,548
The subsidiaries' investments in associates	47,459	39,113
Total investments in associate under equity method	378,540	391,661




 Mr. Sumate Tanthuwant
 Director

DIRECTOR


 Mr. Sutep Tranantasin
 Director

DIRECTOR

8. Property, premises, vessels and equipment, net8.1 Property and premises, net

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2016 (audited)	357,753	469
<u>Add</u> Acquisitions during period - at cost	41	-
<u>Less</u> Depreciation for the period	(4,597)	-
Exchange differences on translating financial statement	(20,429)	(25)
Net book value as at 30 June 2017 (unaudited but reviewed)	<u>332,768</u>	<u>444</u>

The subsidiaries have mortgaged the above properties to secure credit facilities.

8.2 Vessels and equipment, net

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2016 (audited)	13,750,286	4,901,889
<u>Add</u> Acquisitions during period - at cost	533,497	853
<u>Less</u> Sale during period - at net book value	(29,429)	-
Depreciation for the period	(769,973)	(236,224)
Exchange differences on translating financial statement	(729,997)	(257,214)
Net book value as at 30 June 2017 (unaudited but reviewed)	<u>12,754,384</u>	<u>4,409,304</u>

The Group has mortgaged most of their vessels to secure credit facilities granted to the Group.



As at 30 June 2017 and 31 December 2016, the subsidiary in Singapore has containers acquired under finance lease agreements, with net book value amounting to USD 27.0 million (approximately Baht 918.1 million) and USD 16.9 million (approximately Baht 604.4 million), respectively (the Company only: amounted to approximately Baht - million and Baht - million, respectively).

During the first quarter of 2016, a subsidiary in Singapore sold containers which the gain on the sale was USD 0.1 million (approximately Baht 3.3 million).

During the second quarter of 2016, a subsidiary in Singapore sold containers which the gain on the sale was USD 0.1 million (approximately Baht 3.6 million).

During the first quarter of 2017, a subsidiary in Singapore sold containers which the gain on the sale was USD 1.8 million (approximately Baht 62.9 million).

During the second quarter of 2017, a subsidiary in Singapore sold containers which the gain on the sale was USD 1.1 million (approximately Baht 36.8 million).



 DIRECTOR
 Mr. Sumate Tanthuwani
 Director


 DIRECTOR
 Mr. Sutep Tranantasin
 Director

Depreciation in the statements of income for the three - month periods ended 30 June 2017 and 2016 consisted of the following:

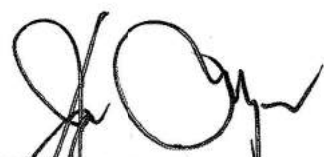
	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Depreciation included in				
Cost of freight and operations	372,926	333,133	110,827	114,022
Administrative expenses	3,908	3,484	318	272
Total	376,834	336,617	111,145	114,294

	(Unit : Thousand USD)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Depreciation included in				
Cost of freight and operations	10,875	9,445	3,235	3,233
Administrative expenses	114	98	9	8
Total	10,989	9,543	3,244	3,241


Depreciation in the statements of income for the six - month periods ended 30 June 2017 and 2016 consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Depreciation included in				
Cost of freight and operations	766,722	679,995	235,591	235,488
Administrative expenses	7,848	6,932	633	520
Total	774,570	686,927	236,224	236,008

	(Unit : Thousand USD)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Depreciation included in				
Cost of freight and operations	22,088	19,175	6,787	6,640
Administrative expenses	226	195	18	15
Total	22,314	19,370	6,805	6,655


 Mr. Sumate Tanthuwant
 Director




 Mr. Suteep Tranantasin
 Director

DIRECTOR

9. Intangible assets, net

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<u>Computer software</u>		
Net book value as at 31 December 2016 (audited)	31	-
Add Increased during period - at cost	-	-
Less Amortization for the period	(11)	-
Exchange differences on translating financial statement	-	-
Net book value as at 30 June 2017 (unaudited but reviewed)	20	-

10. Short - term loans from financial institutions


	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)
Loans from financial institution no. 1	150,000	450,000	150,000	450,000
Loans from financial institution no. 2	678,800	717,200	678,800	717,200
Loans from financial institution no. 3	96,729	103,994	-	-
Loans from financial institution no. 4	475,160	-	-	-
Total	1,400,689	1,271,194	828,800	1,167,200

As at 30 June 2017 and 31 December 2016, loans from financial institution no. 1 is promissory note with interest at the rate of MLR% p.a., which is unsecured.


As at 30 June 2017 and 31 December 2016, loans from financial institution no. 2 are promissory notes amounting to USD 20 million, with interest at the rate of 4.45% - 4.78% p.a., and 3.61% p.a., respectively, which is unsecured.

As at 30 June 2017 and 31 December 2016, loans from financial institution no. 3 is short - term loan amounting to USD 2.9 million with interest at the rate of LIBOR+4.10% and LIBOR+2% p.a., respectively, is secured by office building subsidiaries.

As at 30 June 2017, loans from financial institution no. 4 is short - term loan amounting to USD 19.5 million with interest at the rate of LIBOR+1.8% p.a., which is unsecured.


 DIRECTOR
Mr. Sumate Tanthuwant
 Director




 DIRECTOR
Mr. Sutep Tranantasin
 Director

11. Liabilities under finance lease agreements

(Unit: Thousand Baht)

	Consolidated financial statements		Separate Financial statements	
	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)
Liabilities under finance lease agreements	1,019,827	677,506	-	-
<u>Less : deferred interest</u>	<u>(81,549)</u>	<u>(61,678)</u>	<u>-</u>	<u>-</u>
	938,278	615,828	-	-
<u>Less : current portion due within one year</u>	<u>(175,209)</u>	<u>(103,843)</u>	<u>-</u>	<u>-</u>
Liabilities under finance lease agreements net of current portion	<u>763,069</u>	<u>511,985</u>	<u>-</u>	<u>-</u>

(Unit : Thousand Baht)

	Consolidated financial statements					
	As at 30 June 2017 (Unaudited but reviewed)			As at 30 June 2016 (Audited)		
	Deffered			Deffered		
	Principal	interest	Total	Principal	interest	Total
1 - 5 years	700,223	50,743	750,966	417,900	38,923	456,823
Over 5 years	62,846	761	63,607	94,085	1,608	95,693
Total	<u>763,069</u>	<u>51,504</u>	<u>814,573</u>	<u>511,985</u>	<u>40,531</u>	<u>552,516</u>

(Unit : Thousand Baht)

	Separate financial statements					
	As at 30 June 2017 (Unaudited but reviewed)			As at 31 December 2016 (Audited)		
	Deffered			Deffered		
	Principal	interest	Total	Principal	interest	Total
1 - 5 years	-	-	-	-	-	-
Over 5 years	-	-	-	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



Mr. Sumate Tanthuwant
Director




Mr. Sutep Tranantasin
Director

DIRECTOR

12. Long - term loans

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<u>Loans of the Company</u>				
1) USD 10 million loan (2016: USD 10.5 million), repayable quarterly until the year 2017.	338,382	375,454	338,382	375,454
2) USD 10 million loan (2016: USD 10.5 million), repayable quarterly until the year 2017.	338,382	375,454	338,382	375,454
3) USD 9.8 million loan (2016: USD 11.3 million), repayable quarterly until the year 2020.	330,915	403,425	330,915	403,425
4) USD 24.4 million loan (2016: USD 27.3 million), repayable quarterly until the year 2021.	826,993	980,317	826,993	980,317
<u>Loans of the Singapore Subsidiaries</u>				
5) USD 9.3 million loan (2016: USD 10.5 million), repayable quarterly until the year 2018.	315,642	376,530	-	-
6) USD 8 million loan (2016: USD 10.7 million), repayable semi - annually until the year 2018.	272,878	384,419	-	-
7) USD 6.4 million loan (2016: USD 7.3 million), repayable quarterly until the year 2018.	217,782	262,973	-	-
8) USD 6.6 million loan (2016: USD 7.9 million), repayable semi - annually until the year 2019.	222,307	281,860	-	-
<u>Loan of the Hong Kong Subsidiary</u>				
9) HKD 22 million loan (2016: HKD 23.7 million), repayable monthly until the year 2023.	95,812	109,742	-	-
Total	2,959,093	3,550,174	1,834,672	2,134,650
<u>Less</u> Current portion	(1,643,951)	(1,525,285)	(980,255)	(1,071,568)
Long - term loans, net of current portion	1,315,142	2,024,889	854,417	1,063,082

The above loans carry interest at rates based on LIBOR or SIBOR.


 DIRECTOR
Mr. Sumate Tanthuwant
 Director


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Mr. Sutep Tranantasin
 Director

Movements in the long - term loans during the six - month period ended 30 June 2017 are summarized below:

	Consolidated financial statements	(Unit: Thousand Baht) Separate financial statements
Beginning balance as at 31 December 2016 (audited)	3,550,174	2,134,650
<u>Add</u> Borrowings	-	-
<u>Less</u> Repayments	(409,453)	(189,914)
Exchange differences on translating financial statement	(181,628)	(110,064)
Ending balance as at 30 June 2017 (unaudited but reviewed)	<u>2,959,093</u>	<u>1,834,672</u>

These loans have been secured by the mortgage of most of the vessels of the Group and the property of subsidiaries, and guaranteed by the Company.

The loan agreements contain certain covenants and restrictions pertaining to matters such as the maintenance of financial ratios and shareholding structure.

In January 2016, the Company had entered into long - term loan agreement with a financial institution. This loan has credit line of USD 32.5 million (30 June 2017: approximately Baht 1,103 million) which is for the payment of 2 container vessels' construction, at present, the Company has not drawn down the loan.

13. Debenture

At the Annual General Meeting of Shareholders held on 24 April 2015, the shareholders approved issue and offer debentures not exceeding Baht 3,000 million and not longer than 7 years from the date of each issuance. The terms and conditions of the debentures shall be determined by the Board of Directors. Currently, the Company has not issued and offered the said debentures.



Mr. Sumate Tanthuwant
Director




Mr. Sutep Tranantasin
Director

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14. Employee benefit obligation

- Movement in the present value of the employee benefit obligation for the six - month periods ended 30 June 2017 and 2016 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Employee benefit obligation at beginning of periods	37.36	38.87	35.18	36.96
Benefits paid	(1.05)	(5.58)	(1.05)	(5.40)
Current service cost and interest	3.60	3.39	3.35	3.17
Losses (gains) on the settlement of employee benefit	0.12	-	0.12	-
Employee benefit obligation at ending of periods	<u>40.03</u>	<u>36.68</u>	<u>37.60</u>	<u>34.73</u>

- Expenses recognized in the statements of income for the three - month periods ended 30 June 2017 and 2016 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Current service costs	1.46	1.37	1.36	1.28
Interest cost	0.34	0.32	0.32	0.31
Losses (gains) on the settlement of employee benefit	0.12	-	0.12	-
Total	<u>1.92</u>	<u>1.69</u>	<u>1.80</u>	<u>1.59</u>

- Expenses recognized in the statements of income for the six - month periods ended 30 June 2017 and 2016 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Current service costs	2.92	2.75	2.72	2.56
Interest cost	0.68	0.64	0.63	0.61
Losses (gains) on the settlement of employee benefit	0.12	-	0.12	-
Total	<u>3.72</u>	<u>3.39</u>	<u>3.47</u>	<u>3.17</u>



Mr. Sumate Tanthuwant
Director




Mr. Sutep Tranantasin
Director

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- Principal actuarial assumptions as at 30 June 2017 and 31 December 2016 are as follows:

	Percent	
	Consolidated financial statements	Separate financial statements
Discount rate	3.39 - 3.67	3.39
Salary increase rate	6.00	6.00
Employee turnover rate	0 - 24.00*	0 - 24.00*
Mortality rate	TMO2008**	TMO2008**

* Based on the weighted average by age group of employees

** Reference from TMO2008 : Thai Mortality Ordinary Table of 2008

- Sensitivity analysis of significant actuarial assumptions




Significant actuarial assumptions for sensitivity analysis are discount rate, salary increase rate and mortality, while holding all other assumptions constant. The sensitivity analysis of change in the relevant actuarial assumption that were reasonably possible as of 30 June 2017 as follows:

- If the discount rate increases (decreases) by 0.5%, the employee benefit obligation in Consolidated financial statements would decrease Baht 0.97 million (increase Baht 1.04 million) and Separate financial statements would decrease Baht 0.90 million (increase Baht 0.97 million).
- If the salary increase rate increases (decreases) by 0.5%, the employee benefit obligation in Consolidated financial statements would increase Baht 1.06 million (decrease Baht 1.00 million) and Separate financial statements would increase Baht 0.99 million (decrease Baht 0.93 million).
- If the life expectancy increases (decreases) by one year for all employees, the employee benefit obligation in Consolidated financial statements would increase Baht 0.17 million (decrease Baht 0.17 million) and Separate financial statements would increase Baht 0.16 million (decrease Baht 0.16 million).

In presenting the above sensitivity analysis, the present value of the employee benefit obligation has been calculated by using the same method that applied in calculating the employee benefit obligation recognized in the statement of financial position.

15. Dividend paid

At the Annual General Meeting of Shareholder on 29 April 2016, the shareholders approved pay dividend amounted Baht 41.44 million at Baht 0.05 per shares.

Mr. Sumate Tanthuwant
Director

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Mr. Sutep Tranantasin
Director

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16. Related party transactions

a) The Group has business dealings with its customers through regional shipping agents (third parties and related companies) of which a substantial part is through its related companies, which have been concluded on commercial terms and bases agreed upon in the ordinary course of businesses between the Group and those companies.

b) In addition to the matter discussed in (a), during the periods, the Group had other significant business transactions with its related parties. The transactions are summarised below:

(Unit: Million Baht)

	For the three - month periods ended 30 June				
	Consolidated		Separate		
	financial statements		financial statements		
	2017	2016	2017	2016	Pricing policy
<u>Transactions with subsidiary</u>					
Charter freight income	-	-	65	60	Market price as at agreement date
Ship management fee	-	-	2	2	Price approximates market price
<u>Transactions with related parties</u>					
Commission expenses	34	28	-	-	Price approximates market price
Terminal operating service	61	63	-	-	Price per tariff minus volume discount
Logistic service fees	2	4	-	-	Price approximates market price

(Unit: Million Baht)

	For the six - month periods ended 30 June				
	Consolidated		Separate		
	financial statements		financial statements		
	2017	2016	2017	2016	Pricing policy
<u>Transactions with subsidiary</u>					
Charter freight income	-	-	114	116	Market price as at agreement date
Ship management fee	-	-	4	4	Price approximates market price
<u>Transactions with related parties</u>					
Commission expenses	67	56	-	-	Price approximates market price
Terminal operating service	134	124	-	-	Price per tariff minus volume discount
Logistic service fees	5	7	-	-	Price approximates market price



Mr. Sumate Tanthuanit
Director




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The outstanding balances of the above transactions have been presented in the statements of financial position as follows:

(Unit: Million Baht)


	Consolidated financial statements		Separate financial statements	
	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)	As at 30 June 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)
<u>Trade receivables - related parties</u>				
<u>Subsidiary</u>				
RCL Feeder Pte. Ltd.	-	-	45	123
<u>Related parties</u>				
Siam Paetra International Co., Ltd	10	12	-	-
Ngow Hock Co., Ltd.	4	-	-	-
	14	12	-	-
<u>Other receivables - related parties</u>				
<u>- Receipt on behalf of the Company</u>				
<u>Subsidiaries</u>				
RCL Feeder Pte. Ltd.	-	-	98	396
Regional Container Lines Pte. Ltd.	-	-	7	7
	-	-	105	403
<u>- Advances payment</u>				
<u>Subsidiary</u>				
RCL Shipmanagement Pte. Ltd.	-	-	22	20
<u>Trade payables - related parties</u>				
<u>Related parties</u>				
Ngow Hock Co., Ltd.	1	171	-	-
RCL (Vietnam) Co., Ltd.	10	8	-	-
RCL Agencies (India) private Limited	7	-	-	-
Others	-	2	-	-
	18	181	-	-
<u>Advance from related parties</u>				
<u>Subsidiaries</u>				
RCL Feeder Pte. Ltd.	-	-	1,049	619
RCL Shipmanagement Pte. Ltd.	-	-	168	533
Regional Container Lines Pte. Ltd.	-	-	8	6
	-	-	1,225	1,158
<u>Payable on purchase of assets</u>				
<u>Subsidiary</u>				
Regional Container Lines Pte. Ltd.	-	-	90	95



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 Mr. Sumate Tanthuwant
 Director

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 Mr. Sutep Tranantasin
 Director

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c) Management benefit expenses

Management benefit expenses consist the benefits paid to the Company's management such as salaries and related benefit including the benefit paid by other means. The Company's management are the persons who are defined under the Securities and Exchange.

Management benefit expenses for the three - month and six - month periods ended 30 June 2017 and 2016 are as follows:

(Unit: Million Baht)

	For the three - month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Short - term employee benefits	6	8	2	5

(Unit: Million Baht)

	For the six - month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Short - term employee benefits	12	14	4	7

17. Tax expenses

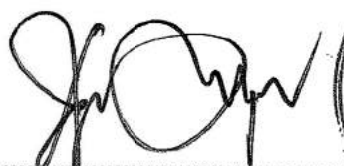
The Company has been granted various tax privileges by the Board of Investment under the Investment Promotion Act. B.E. 2520. These include exemption from corporate income tax on profits for a period of 8 years for certain operations. In addition, since 1999 shipping profits have been exempted from income tax.

The corporate income tax rate being used by the Company and its subsidiaries in Thailand 20% on the net income of those operations which are not eligible for the above tax exemption.


Corporate income tax of the overseas subsidiaries and associate has been calculated by applying the applicable statutory rates of the relevant countries.

As at 30 June 2017 and 31 December 2016 the Group has deductible temporary differences, temporary differences arising from exchange difference occurring while translating financial statements in functional currency into presentation currency, employee benefit obligation and unused tax losses totaling Baht 363.78 million and Baht 398.14 million, respectively, (the Company Baht 68.34 million and Baht 64.31 million, respectively). However, the Group did not recognize deferred tax assets as the Group believes that it is not probable that future taxable profit will be available to allow the entire deferred tax assets to be utilized including almost income of the Group being exempted from income tax, except a subsidiary in Thailand which recognized deferred tax assets amounted Baht 0.49 million and Baht 0.44 million, respectively.

As at 30 June 2017 and 31 December 2016 the Group has temporary difference arising from exchange difference from the translation of the financial statements from functional currency into presentation currency associated with investments in subsidiaries for which deferred tax liability has not been recognized, aggregating Baht 263.78 million and Baht 336.77 million, respectively.


 Mr. Sumate Tanthuwant
 Director




 Mr. Sutep Tranantasin
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Tax expense (income) for the three - month periods ended 30 June 2017 and 2016, consisted of:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Current tax expense (income)	1,958	(276)	-	-
Deferred tax expense (income) of temporary differences	(35)	12	-	-
Tax expense (income) reported in the statement of income	<u>1,923</u>	<u>(264)</u>	<u>-</u>	<u>-</u>

Tax expense (income) for the six - month periods ended 30 June 2017 and 2016, consisted of:

	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Current tax expense (income)	4,821	2,579	-	-
Deferred tax expense (income) of temporary differences	705	704	-	-
Tax expense (income) reported in the statement of income	<u>5,526</u>	<u>3,283</u>	<u>-</u>	<u>-</u>

As at 30 June 2017 and 31 December 2016, the components of deferred tax assets and liabilities are as follows:

	Consolidated financial statements	
	As at	As at
	30 June 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
<u>Deferred tax assets</u>		
Employee benefit obligation	486	436
Unused tax benefits on loss carry forward	-	-
Total	<u>486</u>	<u>436</u>
<u>Deferred tax liabilities</u>		
Property and premises, net	<u>8,925</u>	<u>8,713</u>




DIRECTOR

Mr. Sumate Tanthuwani
Director



DIRECTOR

Mr. Sutep Tranantasin
Director

18. Financial information by segment

The Group's operations involve mainly a single industry segment, the business of feeder and vessel operations, and are carried on in geographic areas in Thailand, Singapore, Hong Kong, The People's Republic of China, Taiwan and other countries around the South China Sea. Financial information of the Group presented by geographical segment are as follows:

(Unit: Million Baht)

	Consolidated financial statements											
	For the three - month periods ended 30 June											
	Thailand		Singapore		Hong Kong		Total		Elimination		Grand Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Revenues from external customers	177	213	2,578	2,329	20	80	2,775	2,622	-	-	2,775	2,622
Inter - segment revenues	65	60	220	295	3	3	288	358	(288)	(358)	-	-
Freight income	242	273	2,798	2,624	23	83	3,063	2,980	(288)	(358)	2,775	2,622
Segment gross profit (loss)	(23)	(17)	359	53	15	22	351	58	(12)	(1)	339	57
Gain (loss) on exchange rate											27	26
Gain on sales of assets											36	4
Others income											7	7
Share of profit (loss) from investments												
in associates and joint venture											29	11
Administrative expenses											222	245
Unrealized loss on derivatives											1	1
Finance costs											50	42
Tax expenses (income)											2	-
Profit (loss) for the periods											163	(183)




Mr. Sumate Tanthuwant
Director



Mr. Sutep Tranantasin
Director

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(Unit: Million Baht)

Consolidated financial statements


For the six - month periods ended 30 June

	Thailand		Singapore		Hong Kong		Total		Elimination		Grand Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Revenues from external customers	351	433	4,961	4,692	37	149	5,349	5,274	-	-	5,349	5,274
Inter - segment revenues	114	116	430	556	6	6	550	678	(550)	(678)	-	-
Freight income	465	549	5,391	5,248	43	155	5,899	5,952	(550)	(678)	5,349	5,274
Segment gross profit (loss)	(81)	(48)	347	105	30	42	296	99	(25)	6	271	105
Gain (loss) on exchange rate											16	(6)
Gain on sales of assets											99	7
Others income											13	18
Share of profit (loss) from investments												
in associates and joint venture											52	24
Administrative expenses											445	484
Unrealized loss on derivatives											-	6
Finance costs											99	81
Tax expenses (income)											5	3
Profit (loss) for the periods											(98)	(426)

(Unit: Million Baht)

Consolidated financial statements

	Thailand		Singapore		Hong Kong		Total		Elimination		Grand Total	
	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Property, premises, vessels												
and equipment, net	4,416	4,906	8,028	8,481	205	220	12,649	13,607	438	501	13,087	14,108
Others											4,384	4,016
Total assets											17,471	18,124


Mr. Sumate Tanthuwant
Director

DIRECTOR


Mr. Sutep Tranantasin
Director

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19. Commitments and contingent liabilities19.1 Commitments

- (a) As at 30 June 2017, the Company and its subsidiary in Thailand have outstanding commitments relating to the lease agreements for buildings of approximately Baht 8 million (31 December 2016: Baht 6 million) in respect of lease agreements, and subsidiaries in Singapore has outstanding commitments of USD 35 million or approximately Baht 1,177 million (31 December 2016: USD 35 million or approximately Baht 1,246 million) in respect of the following agreements.

(Unit: Million Baht)

Payment period	Charter hire	Container lease	Other rental	Total
Within 1 year	514	-	23	537
During 1 - 5 years	620	-	20	640
Over than 5 years	-	-	-	-
Total	1,134	-	43	1,177

- (b) As at 30 June 2017, a subsidiary in Singapore has Bunker Purchase Commitments amounting to USD 5 million or approximately Baht 171 million covering the period of July 2017 to September 2017 at 5,000 - 7,000 MT per month (31 December 2016 : USD - million, or approximately Baht - million at - MT per month).

19.2 Guarantees

As at 30 June 2017, the Company has guarantee obligations of USD 253 million, SGD 6 million and HKD 35 million, or approximately Baht 8,903 million (31 December 2016: USD 253 million, SGD 6 million and HKD 35 million or approximately Baht 9,400 million). These guarantees were issued to secure credit lines of overseas subsidiaries from financial institutions. The subsidiaries have outstanding guarantees totaling USD 56 million and HKD 22 million, or approximately Baht 2,001 million (31 December 2016: USD 66 million and HKD 24 million, or approximately Baht 2,470 million).

20. Shipbuilding contracts

On 5 November 2015, the Company entered into 2 vessel building contracts amount of USD 46 million (As at 30 June 2017: approximately Baht 1,559.9 million). The contract price of each vessel will be paid in 5 installments according to % of the contract price. The 1st and 2nd installments of 10% of contract price, the 3rd installment of 0%, the 4th installment of 5% of contract price and the 5th installment (on delivery) of 75% of contract price. And on 28 December 2016 the Company amended to extend the 2nd installment to July 2017 and September 2017 for each vessel including postponed the delivery date of 2 vessels to July 2018 and September 2018 respectively.

As at 30 June 2017, the Company had paid amounted USD 4.6 million (approximately Baht 156.0 million).

In July 2017, the Company paid the 2nd installment amounted USD 2.3 million.



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Director



Mr. Sutep Tranantasin
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21. Financial instruments

The Group could be exposed to the market risk, including primarily changes in interest rates and currency exchange rates. The Group uses derivatives and other instruments to manage and hedge such risk but not for speculative or trading purposes.

21.1 Financial risk management

The Group's financial instruments principally comprise cash and cash equivalents, trade receivables, trade payables, and loans. The financial risks associated with these financial instruments and how they are managed is described below.

(1) Credit risk

Credit risk arises from the inability of customers to meet the payment terms in the normal course of business. Credit limits are set for specific amounts and due care is taken in granting credit. Furthermore, it is the Group's policy to evaluate customer's credit worthiness based on its latest financial performance. Therefore, the Group does not anticipate incurring material credit losses from its debt collection.

(2) Interest rate risk

The Group could be exposed to risk in interest rates due primarily to the Group's long-term loan obligations. However, derivative and other financial instrument hedging are used for its long-term loan interest obligations.

The Group's policy is to manage its interest cost using a mix of fixed and variable interest rate debt. To manage this mix in a cost-efficient manner, the Group enters into interest rate swaps in which the Group agrees to exchange at specific intervals, the difference between fixed and variable interest amounts calculated by reference to an agreed-upon notional principal amount. These swaps are designated to hedge underlying debt obligations at the statements of financial position date. The Group does not hold or issue derivative instruments for speculative or trading purposes.

As at 30 June 2017, the Company had a period-by-period knock out swap and interest rate swap agreement covering the notional amount of USD 9.8 million (31 December 2016: USD 11.3 million), an interest rate of LIBOR is to be swapped for a fixed interest rate, with the notional amount base used for determination of the interest to be amortized at a rate of USD 0.75 million per quarter over the period from 2015 to 2020.

As at 30 June 2017, the Company had unrealized gain from changes in the fair value of derivatives of USD 0.003 million, or approximately Baht 0.09 million (31 December 2016: USD 0.03 million, or approximately Baht 1.09 million). The Company recorded the unrealized gain in the statements of income.




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(3) Foreign currency risk

The Group business spans across the Asian region and, as a result, is exposed to foreign currency exchange rates. For that reason, the freight charges are prices in US dollars and payable in local currency equivalents, a natural foreign currency hedge is created by matching the currency of income flow (linked to US dollars) to the currency of indebtedness. This mechanism functions as a key factor for the Group's ability to manage its foreign exchange exposures. Most of the loans extended to the Group, are thus denominated in currencies similar to that of its income flow. In addition, the Group uses derivative instruments, as and when it considers appropriate, to manage such risks. The Group does not use foreign currency forward contracts or purchased currency options for trading purposes.

In addition to foreign currency transactional exposures, the Group is also exposed to foreign exchange movements on its net investment in foreign subsidiaries. As at 30 June 2017 and 31 December 2016, the Group does not hedge such exposures to foreign movement risk as it is minimal.

Whenever possible, it is the Group's policy to negotiate the terms of the hedged derivatives to match the terms of the hedged financial assets or liabilities item to maximise hedge effectiveness.

(4) Commodity price risk

Since year 2008, a subsidiary in Singapore had entered into various contracts to hedge exposure to bunker price fluctuations, which those contracts have been expired in June 2009 and the Group has not made any renewal.

However, a subsidiary in Singapore has taken protection against the higher price risk with the physical bunker forward purchase contract within the certain limit in accordance with the Group's policy. The physical bunker forward purchase policy which blends interval forward with spot purchase has provide the Group with a less risk exposure to bunker price. And a subsidiary has outstanding commitments under the above purchase contract as described in note 19.1(b) to the interim financial statements.

21.2 Fair value

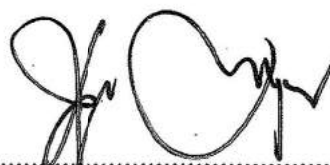
Other than the long - term loans, which carry interest at rates which closely approximate market interest rates, the majority of financial assets and liabilities are short - term, and their carrying values do not materially differ from their fair values.

22. Capital management

The primary objective of the Company's capital management is to ensure that it has an appropriate financial structure and preserves the ability to continue its business as a going concern.

The Company manages its capital position with reference to its debt - to - equity ratio also to comply with a condition in the long - term loan agreements, which require the Company to maintain a consolidated debt - to - equity ratio of not more than 1.5 : 1.

As at 30 June 2017, the Group's debt - to - equity ratio was 1.02 : 1 (31 December 2016 : 0.96 : 1) and the Company's was 0.52 : 1 (31 December 2016 : 0.54 : 1).



Mr. Sumate Tanthuanit
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Mr. Sutep Tranantasin
Director

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23. Functional currency financial statements

The USD functional currency statements of financial position as at 30 June 2017 and 31 December 2016 and the statements of income for the three - month and six month periods ended 30 June 2017 and 2016, are as follows:

Regional Container Lines Public Company Limited and its subsidiaries**Statements of financial position****As at 30 June 2017**

(Unit: Thousand USD)

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets				
Current assets				
Cash and cash equivalents	44,078	35,010	1,706	1,002
Trade receivables - unrelated parties	44,582	44,162	481	655
Less: allowance for doubtful accounts	(1,730)	(1,729)	-	-
Trade receivables - unrelated parties, net	42,852	42,433	481	655
Trade receivables - related parties	401	337	1,329	3,426
Other receivables				
- Dividend receivables	-	-	-	558
- Others	17,913	10,039	4,268	12,369
Material supplies	6,619	6,780	482	775
Other current assets	924	1,257	44	37
Total current assets	112,787	95,856	8,310	18,822
Non - current assets				
Property investments held for long - term investment	160	162	-	-
Investments in subsidiaries, net	-	-	209,903	209,903
Investments in associates	11,153	10,922	1,662	1,662
Other long - term investments	338	338	-	-
Property and premises, net	9,805	9,976	13	13
Vessels and equipment, net	375,792	383,444	129,915	136,695
Intangible assets, net	1	1	-	-
Other non - current assets				
- Advance for vessel constructions	4,596	4,596	4,596	4,596
- Other	130	125	71	67
Total non - current assets	401,975	409,564	346,160	352,936
Total assets	514,762	505,420	354,470	371,758

Mr. Sumate Tanthuwani
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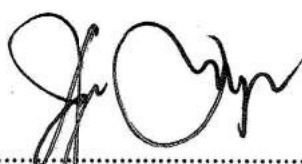
Regional Container Lines Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 June 2017

(Unit: Thousand USD)

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity				
Current liabilities				
Short - term loans from financial institutions	41,270	35,449	24,420	32,549
Trade payables - unrelated parties	83,419	71,971	1,147	1,804
Trade payables - related parties	572	5,057	-	-
Other payables				
- Accrued expenses	2,896	2,716	777	693
- Advance receipt	242	198	36,345	32,505
- Payable on purchase of assets	916	615	2,660	2,660
Current portion of liabilities				
Under financial lease agreement	5,162	2,896	-	-
Current portion of long - term loans	48,437	42,534	28,882	29,882
Provision for onerous contracts	11,462	11,462	-	-
Income tax payable	35	88	-	-
Other current liabilities	3,060	2,440	32	69
Total current liabilities	197,471	175,426	94,263	100,162
Non - current liabilities				
Liabilities under financial lease agreements,				
net of current portion	22,483	14,277	-	-
Long - term loans, net of current portion	38,749	56,467	25,174	29,645
Employee benefit obligation	1,179	1,042	1,108	981
Other non - current liabilities	264	243	-	-
Total non - current liabilities	62,675	72,029	26,282	30,626
Total liabilities	260,146	247,455	120,545	130,788



Mr. Sumate Tanthuanit
Director



DIRECTOR



Mr. Sutep Tranantasin
Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 June 2017

(Unit: Thousand USD)

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
828,750,000 ordinary shares	25,834	25,834	25,834	25,834
Issued and fully paid - up				
828,750,000 ordinary shares	25,834	25,834	25,834	25,834
Share premium	173,890	173,890	173,890	173,890
Retained earnings				
Appropriated - legal reserve	1,943	1,943	1,943	1,943
Unappropriated	95,310	98,141	32,258	39,303
Other components of equity	(42,409)	(42,559)	-	-
Total equity of parent Company's shareholders	254,568	257,249	233,925	240,970
Non - controlling interests	48	716	-	-
Total shareholders' equity	254,616	257,965	233,925	240,970
Total liabilities and shareholders' equity	514,762	505,420	354,470	371,758



[Signature]
 Mr. Sumate Tanthuwant
 Director

DIRECTOR

[Signature]
 Mr. Sutep Tranantasin
 Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries

Statements of income


For the three - month period ended 30 June 2017

(Unit: Thousand USD)

	Consolidated financial statements		Separate financial statements	
	For the three - month periods ended 30 June		For the three - month periods ended 30 June	
	2017	2016	2017	2016
Revenues				
Freight income	80,802	74,331	6,056	6,557
Others income				
Gain on exchange rate	765	724	-	6
Dividend income	-	-	645	-
Gain on sales of assets	1,060	102	-	-
Interest income	30	37	3	3
Others	164	155	-	-
Total revenues	<u>82,821</u>	<u>75,349</u>	<u>6,704</u>	<u>6,566</u>
Expenses				
Cost of freight and operations	71,063	72,684	6,951	7,275
Administrative expenses	6,483	6,947	1,588	1,714
Others expense				
Loss on exchange rate	-	-	14	-
Unrealized loss on derivatives	15	31	15	31
Finance cost	1,454	1,193	922	677
Total expenses	<u>79,015</u>	<u>80,855</u>	<u>9,490</u>	<u>9,697</u>
Share of profit (loss) from investments in associates and joint venture	<u>854</u>	<u>315</u>	<u>-</u>	<u>-</u>
Profit (loss) before income tax expenses	<u>4,660</u>	<u>(5,191)</u>	<u>(2,786)</u>	<u>(3,131)</u>
Tax expenses (income)	<u>56</u>	<u>(7)</u>	<u>-</u>	<u>-</u>
Profit (loss) for the period	<u>4,604</u>	<u>(5,184)</u>	<u>(2,786)</u>	<u>(3,131)</u>
Profit (loss) for the period attributable to:				
Equity holders of the parent	<u>4,604</u>	<u>(5,184)</u>	<u>(2,786)</u>	<u>(3,131)</u>
Non - controlling interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>4,604</u>	<u>(5,184)</u>	<u>(2,786)</u>	<u>(3,131)</u>
Basic earnings (loss) per share				
Profit (loss) attributable to equity holders of the parent (USD)	<u>0.006</u>	<u>(0.006)</u>	<u>(0.003)</u>	<u>(0.004)</u>
The weighted average number of ordinary shares (Thousand share)	<u>828,750</u>	<u>828,750</u>	<u>828,750</u>	<u>828,750</u>



Mr. Sumate Tanthuanit
Director

Mr. Sutep Tranantasin
Director

DIRECTOR

Regional Container Lines Public Company Limited and its subsidiaries

Statements of income

For the six - month period ended 30 June 2017

(Unit: Thousand USD)

	Consolidated financial statements		Separate financial statements	
	For the six - month periods ended 30 June		For the six - month periods ended 30 June	
	2017	2016	2017	2016
Revenues				
Freight income	154,092	148,708	11,599	12,972
Others income				
Gain on exchange rate	464	-	-	-
Dividend income	-	-	1,290	629
Gain on sales of assets	2,850	198	-	5
Interest income	47	83	3	10
Unrealized gain on derivatives	3	-	3	-
Others	328	423	5	-
Total revenues	157,784	149,412	12,900	13,616
Expenses				
Cost of freight and operations	146,294	145,745	14,363	14,820
Administrative expenses	12,827	13,659	3,122	3,172
Others expense				
Loss on exchange rate	-	180	590	419
Unrealized loss on derivatives	-	156	-	156
Finance cost	2,846	2,285	1,870	1,281
Total expenses	161,967	162,025	19,945	19,848
Share of profit (loss) from investments in associates and joint venture	1,512	692	-	-
Profit (loss) before income tax expenses	(2,671)	(11,921)	(7,045)	(6,232)
Tax expenses (income)	159	92	-	-
Profit (loss) for the period	(2,830)	(12,013)	(7,045)	(6,232)
Profit (loss) for the period attributable to:				
Equity holders of the parent	(2,830)	(12,011)	(7,045)	(6,232)
Non - controlling interests	-	(2)	-	-
	(2,830)	(12,013)	(7,045)	(6,232)
Basic earnings (loss) per share				
Profit (loss) attributable to equity holders of the parent (USD)	(0.003)	(0.014)	(0.009)	(0.008)
The weighted average number of ordinary shares (Thousand share)	828,750	828,750	828,750	828,750


23. Approval of financial statements

These interim financial statements were authorized for issue by the Company's Board of Directors on 11 August 2017.



 Mr. Sumate Tanthuwani
 Director

DIRECTOR



 Mr. Sutep Tranantasin
 Director

DIRECTOR