

# **Alucon Public Company Limited**

Interim financial statements  
for the three-month and six-month periods ended  
30 June 2018

and

Independent Auditor's Report  
on Review of Interim Financial Information

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

### **To the Board of Directors of Alucon Public Company Limited**

I have reviewed the accompanying statement of financial position of Alucon Public Company Limited as at 30 June 2018; the statements of comprehensive income for the three-month and six-month periods ended 30 June 2018; the statement of changes in equity and cash flows for the six-month period ended 30 June 2018; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standards 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

#### *Scope of Review*

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

#### *Conclusion*

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

(Sumate Jangsamsee)  
Certified Public Accountant  
Registration No. 9362

KPMG Phoomchai Audit Ltd.  
Bangkok  
9 August 2018

**Alucon Public Company Limited**  
**Statement of financial position**

<b>Assets</b>	<i>Note</i>	30 June 2018 (Unaudited)	31 December 2017
		<i>(in thousand Baht)</i>	
<b><i>Current assets</i></b>			
Cash and cash equivalents		297,153	201,907
Trade accounts receivable	3, 4	1,121,940	1,033,228
Inventories		1,286,011	1,243,788
Refundable value added tax		35,070	32,687
Other current assets		13,798	11,728
<b>Total current assets</b>		<b><u>2,753,972</u></b>	<b><u>2,523,338</u></b>
<b><i>Non-current assets</i></b>			
Property, plant and equipment	5	3,646,449	3,767,202
Intangible assets		10,325	11,428
Deferred tax assets		42,378	42,576
Other non-current assets		310	361
<b>Total non-current assets</b>		<b><u>3,699,462</u></b>	<b><u>3,821,567</u></b>
<b>Total assets</b>		<b><u>6,453,434</u></b>	<b><u>6,344,905</u></b>

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

**Alucon Public Company Limited**  
**Statement of financial position**

		30 June 2018 (Unaudited)	31 December 2017
<b>Liabilities and equity</b>	<i>Note</i>		
		<i>(in thousand Baht)</i>	
<b>Current liabilities</b>			
Bank overdrafts		879	2,677
Trade accounts payable	3, 6	297,711	266,812
Other payables to and short-term loans from related parties	3	257,987	66,337
Other payables		180,338	120,972
Deferred income		5,786	5,786
Current tax payable		73,531	73,961
Current provisions for employee benefits		22,142	27,478
Other current liabilities		17,105	25,133
<b>Total current liabilities</b>		<b>855,479</b>	<b>589,156</b>
<b>Non-current liabilities</b>			
Deferred income		3,376	6,246
Non-current provisions for employee benefits		488,333	478,391
<b>Total non-current liabilities</b>		<b>491,709</b>	<b>484,637</b>
<b>Total liabilities</b>		<b>1,347,188</b>	<b>1,073,793</b>
<b>Equity</b>			
Share capital			
Authorised share capital		432,000	432,000
Issued and paid-up share capital		432,000	432,000
Share premium			
Share premium on ordinary shares		254,000	254,000
Retained earnings			
Appropriated			
Legal reserve		43,200	43,200
Unappropriated		4,377,046	4,541,912
<b>Total equity</b>		<b>5,106,246</b>	<b>5,271,112</b>
<b>Total liabilities and equity</b>		<b>6,453,434</b>	<b>6,344,905</b>

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

**Alucon Public Company Limited**  
**Statement of comprehensive income (Unaudited)**

	Note	Three-month period ended		Six-month period ended	
		30 June		30 June	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
<b>Revenue</b>					
Revenue from sales of goods	3, 7	1,564,644	1,537,374	3,150,907	3,095,152
Net foreign exchange gain		40,060	-	23,446	-
Other income		50,827	51,028	97,558	96,314
<b>Total revenue</b>		<b>1,655,531</b>	<b>1,588,402</b>	<b>3,271,911</b>	<b>3,191,466</b>
<b>Expenses</b>					
Cost of sale of goods	3	1,351,854	1,210,143	2,723,548	2,411,149
Distribution costs	3	42,315	36,550	80,341	70,634
Administrative expenses	3	39,887	40,592	83,388	86,409
Net foreign exchange loss		-	4,204	-	16,876
Finance costs	3	379	813	548	1,428
<b>Total expenses</b>		<b>1,434,435</b>	<b>1,292,302</b>	<b>2,887,825</b>	<b>2,586,496</b>
<b>Profit before income tax expense</b>		<b>221,096</b>	<b>296,100</b>	<b>384,086</b>	<b>604,970</b>
Tax expense		41,071	57,809	73,752	119,715
<b>Profit for the period</b>		<b>180,025</b>	<b>238,291</b>	<b>310,334</b>	<b>485,255</b>
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>180,025</b>	<b>238,291</b>	<b>310,334</b>	<b>485,255</b>
<b>Basic earnings per share (in Baht)</b>	8	<b>4.17</b>	<b>5.52</b>	<b>7.18</b>	<b>11.23</b>

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

**Alucon Public Company Limited**  
**Statement of changes in equity (Unaudited)**

	Note	Issued and paid-up share capital	Share premium	<u>Retained earnings</u>		Total equity
				Legal reserve	Unappropriated	
				(in thousand Baht)		
<b>Six-month period ended 30 June 2017</b>						
<b>Balance at 1 January 2017</b>		<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>4,398,792</b>	<b>5,127,992</b>
<b>Transactions with owners, recorded directly in equity</b>						
<i>Distributions to owners</i>						
Dividends	9	-	-	-	(647,850)	(647,850)
<i>Total distributions to owners</i>		-	-	-	(647,850)	(647,850)
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	(647,850)	(647,850)
<b>Comprehensive income for the period</b>						
Profit		-	-	-	485,255	485,255
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		-	-	-	<b>485,255</b>	<b>485,255</b>
<b>Balance at 30 June 2017</b>		<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>4,236,197</b>	<b>4,965,397</b>

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

**Alucon Public Company Limited**  
**Statement of changes in equity (Unaudited)**

	Issued and paid-up share capital	Share premium	<u>Retained earnings</u>		Total equity
<i>Note</i>			Legal reserve	Unappropriated	
	<i>(in thousand Baht)</i>				
<b>Six-month period ended 30 June 2018</b>					
<b>Balance at 1 January 2018</b>	<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>4,541,912</b>	<b>5,271,112</b>
<b>Transactions with owners, recorded directly in equity</b>					
<i>Distributions to owners</i>					
Dividends	9	-	-	(475,200)	(475,200)
<b>Total distributions to owners</b>		-	-	<b>(475,200)</b>	<b>(475,200)</b>
<b>Total transactions with owners, recorded directly in equity</b>		-	-	<b>(475,200)</b>	<b>(475,200)</b>
<b>Comprehensive income for the period</b>					
Profit		-	-	310,334	310,334
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period</b>		-	-	<b>310,334</b>	<b>310,334</b>
<b>Balance at 30 June 2018</b>	<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>4,377,046</b>	<b>5,106,246</b>

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

# Alucon Public Company Limited

## Statement of cash flows (Unaudited)

	Six-month period ended	
	30 June	
	2018	2017
	<i>(in thousand Baht)</i>	
<b><i>Cash flows from operating activities</i></b>		
Profit for the period	310,334	485,255
<i>Adjustments to reconcile profit to cash receipts (payments)</i>		
Tax expense	73,752	119,715
Finance costs	548	1,428
Depreciation	269,856	267,270
Amortisation of intangible assets	1,313	1,092
Employee benefits expense	33,371	29,381
Recognised deferred income	-2,870	-2,869
Unrealised (gain) loss on exchange	(20,108)	4,519
(Reversal of) losses on inventories devaluation	(2,385)	915
Gain on disposal of equipment	-1,658	-1,704
Interest income	-191	-487
	<u>661,962</u>	<u>904,515</u>
<i>Changes in operating assets and liabilities</i>		
Trade accounts receivable	-66,771	-106,117
Inventories	-39,838	-175,426
Refundable value added tax	-2,383	-15,388
Other current assets	-2,080	-71
Other non-current assets	51	-59
Trade accounts payable	29,066	25,222
Other payables to related parties	-2,256	-2,941
Other payable	62,640	75,456
Provisions for employee benefits	-28,765	-29,876
Other current liabilities	-8,028	-7,927
	<u>603,598</u>	<u>667,388</u>
<b>Net cash generated from operating</b>		
Taxes paid	-73,984	-120,084
	<u>529,614</u>	<u>547,304</u>
<b>Net cash from operating activities</b>		

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

# Alucon Public Company Limited

## Statement of cash flows (Unaudited)

	Six-month period ended	
	30 June	
	2018	2017
	<i>(in thousand Baht)</i>	
<b><i>Cash flows from investing activities</i></b>		
Proceeds from sale of property, plant and equipment	1,673	1,789
Acquisition of property, plant and equipment	-152,509	-161,021
Acquisition of intangible assets	-93	-880
Interest received	201	497
<b>Net cash used in investing activities</b>	<b>-150,728</b>	<b>-159,615</b>
<b><i>Cash flows from financing activities</i></b>		
Decrease (increase) in bank overdrafts	(1,798)	5,962
Proceeds from short-term borrowings from related party	250,000	400,000
Repayment of short-term loans from related party	(56,000)	(250,000)
Dividends paid to owners of the Company	-475,200	-647,850
Interest paid	-642	-2,028
<b>Net cash used in financing activities</b>	<b>-283,640</b>	<b>-493,916</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>95,246</b>	<b>-106,227</b>
Cash and cash equivalents at beginning of period	201,907	241,784
<b>Cash and cash equivalents at ending of period</b>	<b>297,153</b>	<b>135,557</b>

### ***Non-cash transactions***

During the period ended 30 June 2018, the Company acquired plant and equipment totalling Baht 149 million (2017: Baht 148 million), cash payments of Baht 153 million (2017: Baht 161 million) were made to purchase plant and equipment.

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

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 9 August 2018.

**1 General information**

Alucon Public Company Limited, “the Company”, is incorporated in Thailand and has its registered head office at 500 Moo 1, Soi Sirikam, Sukhumvit 72 Road, North Samrong, Muang, Samut Prakarn. Another plant at Chonburi is located at 272/5, Moo 3, Bor Win, Sriracha, Chonburi.

The Company was listed on the Stock Exchange of Thailand in November 1989 and converted to a public company in May 1994.

The parent company during the financial period was Takeuchi Press Industries Company Limited, incorporated in Japan, who held 66.91% of the paid-up share capital.

The principal businesses of the Company are producing and distributing aluminium containers such as Aluminium Collapsible Tubes, Aluminium Monobloc Aerosol Cans, Aluminium Rigid Wall Containers, Aluminium Bottles, Technical Impact Extrusions, Aluminium Slugs (Blanks), Aluminium Coils, Aluminium Pellets, strips, plates, etc.

**2 Basis of preparation of the interim financial statements**

*(a) Statement of compliance*

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2017) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2017. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2017.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2017 except that the Company has adopted all the new and revised Thai Financial Reporting Standard (“TFRS”) that are effective for annual periods beginning on or after 1 January 2018. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Company.

In addition to the above new and revised TFRS, The FAP has issued TFRS 15 *Revenue from Contracts with Customers* which is effective for annual periods beginning on or after 1 January 2019. The Company has not early adopted this standard in preparing these interim financial statements.

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

TFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. Revenue should be recognised when (or as) an entity transfers control over goods or services to a customer, measured at the amount to which the entity expects to be entitled. It replaces existing revenue recognition standards as follows:

- TAS 11 (revised 2017) *Construction Contracts*,
- TAS 18 (revised 2017) *Revenue*,
- TSIC 31 (revised 2017) *Revenue-Barter Transactions Involving Advertising Services*,
- TFRIC 13 (revised 2017) *Customer Loyalty Programmes*,
- TFRIC 15 (revised 2017) *Agreements for the Construction of Real Estate*, and
- TFRIC 18 (revised 2017) *Transfers of Assets from Customers*.

Management is presently considering the potential impact of adopting and initially applying TFRS 15 on the financial statements.

*(b) Functional and presentation currency*

The interim financial statements are prepared and presented in Thai Baht, which is the Company's functional currency.

*(c) Use of judgements and estimates*

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2017.

**3 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties were as follows:

<b>Name of entities</b>	<b>Country of incorporation</b>	<b>Nature of relationships</b>
Takeuchi Press Industries Company Limited Key management personnel	Japan	Parent, 66.91% shareholding Person having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

The pricing policies for transactions with related parties are explained further below:

<b>Transactions</b>	<b>Pricing policies</b>
Sales of goods	The market price or the price based on the memorandum of understanding. The selling price structure with the parent company is based on the actual cost incurred plus gross margin rate including the consideration of size, sale volume, country and transportation.
Purchase of raw materials and spare parts	The market price
License fee	Percentage of sales amount as determined in an agreement
Commission expenses	Percentage of sales amount as determined in an agreement
Key management personnel compensation	Amount approved by the directors and / or the shareholders
Interest expense	1.25 - 1.40% per annum in 2018 and 1.25 - 1.40% per annum in 2017

Significant transactions for the three-month and six-month periods ended 30 June with related parties were as follows:

	Three-month period ended 30 June		Six-month period ended 30 June	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
<b>Parent</b>				
Sale of goods	323,232	308,413	641,193	602,016
Purchase of raw materials and spare parts	2,286	4,331	4,790	6,364
License fee	4,409	4,038	9,636	7,465
Commission expenses	619	587	1,306	1,120
Other expenses	225	165	258	165
Interest expense	370	760	539	1,373
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefit	13,550	15,741	29,295	31,384
Post-employment benefits	338	289	676	579
Total key management personnel compensation	<u>13,888</u>	<u>16,030</u>	<u>29,971</u>	<u>31,963</u>

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

Balances as at 30 June 2018 and 31 December 2017 with related parties were as follows:

***Trade account receivable - related party***

	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>	
<b>Parent</b>		
Takeuchi Press Industries Company Limited	<u>111,591</u>	<u>60,801</u>

***Trade account payable - related party***

	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>	
<b>Parent</b>		
Takeuchi Press Industries Company Limited	<u>79</u>	<u>1,590</u>

***Other payable to and short-term loans from related party***

	Interest rate		30 June 2018	31 December 2017
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>	
<b><i>Short-term loans</i></b>				
<b>Parent</b>				
Takeuchi Press Industries Company Limited	1.30	1.35 - 1.40	250,000	56,000
<b><i>Other payable</i></b>				
<b>Parent</b>				
Takeuchi Press Industries Company Limited			15	72
<b><i>Accrued license fee</i></b>				
<b>Parent</b>				
Takeuchi Press Industries Company Limited			4,409	4,315
<b><i>Accrued commission payable</i></b>				
<b>Parent</b>				
Takeuchi Press Industries Company Limited			619	531
<b><i>Accrued interest expense</i></b>				
<b>Parent</b>				
Takeuchi Press Industries Company Limited			370	466
<b><i>Accrued management's remuneration and other benefits</i></b>				
Key management personnel			<u>2,574</u>	<u>4,953</u>
<b>Total</b>			<u><b>257,987</b></u>	<u><b>66,337</b></u>

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

Movements during the six-month periods ended 30 June of short-term loans from related party were as follows:

	2018	2017
	<i>(in thousand Baht)</i>	
<b>Short-term loans</b>		
<b>Parent</b>		
At 1 January	56,000	280,000
Increase	250,000	400,000
Decrease	<u>(56,000)</u>	<u>(250,000)</u>
<b>At 30 June</b>	<b><u>250,000</u></b>	<b><u>430,000</u></b>

**Significant agreement with related party**

**Technical license agreement**

The Company entered into a technical license agreement with Takeuchi Press Industries Company Limited, the parent company. Under the term of the agreement, the parent company agrees to provide technical assistance inclusive technical information and know-how, equipment for manufacturing and rights to sell the products. The Company is committed to pay a license and commission fee as indicated in the agreement. This agreement is valid for 10 years and shall be renewed automatically from year to year unless either party notifies the other party by a written notice at least 6 months prior to the expiration of the agreement.

**Commitments for purchase of raw materials and spare parts**

	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>	
<b>Parent</b>		
Takeuchi Press Industries Company Limited	<u>3,912</u>	<u>2,688</u>

**Significant memorandum of understanding**

On 6 February 2018, the Company entered into a memorandum of understanding with Takeuchi Press Industries Company Limited to supply aluminium slugs in quantity of about 6,000 MT for the production of aluminum monobloc aerosol cans and collapsible tubes for a period from April 2018 to March 2019.

**4 Trade accounts receivable**

	<i>Note</i>	30 June 2018	31 December 2017
		<i>(in thousand Baht)</i>	
Related party	3	111,591	60,801
Other parties		<u>1,010,349</u>	<u>972,427</u>
<b>Total</b>		<b><u>1,121,940</u></b>	<b><u>1,033,228</u></b>
Current		<u>1,121,940</u>	<u>1,033,228</u>
<b>Total</b>		<b><u>1,121,940</u></b>	<b><u>1,033,228</u></b>

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

Aging analyses for trade accounts receivable were as follows:

	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>	
<b>Related party</b>		
Within credit terms	111,591	60,801
	<b>111,591</b>	<b>60,801</b>
<b>Other parties</b>		
Within credit terms	817,559	803,203
Overdue:		
Less than 3 months	182,065	169,060
3-6 months	10,725	164
	<b>1,010,349</b>	<b>972,427</b>
<b>Total</b>	<b>1,121,940</b>	<b>1,033,228</b>

The normal credit term granted by the Company ranges from 7 days to 90 days.

## 5 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month periods ended 30 June were as follows:

<i>Six-month period ended 30 June</i>	2018		2017	
	Acquisitions and transfers - at cost	Disposals - net book value <i>(in thousand Baht)</i>	Acquisitions and transfers - at cost	Disposals - net book value
Land improvement	1,418	-	-	-
Buildings and building improvement	16,655	-	19,539	-
Machinery and equipment	230,367	(15)	94,457	(85)
Office equipment	253	-	435	-
Vehicles	673	-	6,863	-
Spare parts	6,981	-	(4,780)	-
Construction in progress	(107,227)	-	31,537	-
<b>Total</b>	<b>149,118</b>	<b>(15)</b>	<b>148,051</b>	<b>(85)</b>

## 6 Trade accounts payable

	<i>Note</i>	30 June 2018	31 December 2017
		<i>(in thousand Baht)</i>	
Related party	3	79	1,590
Other parties		297,632	265,222
<b>Total</b>		<b>297,711</b>	<b>266,812</b>
Current		297,711	266,812
<b>Total</b>		<b>297,711</b>	<b>266,812</b>

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

**7 Segment information**

The Company has two reportable segments. The following summary describes the operations in each of the Company's reportable segments.

*Segment 1* Can and tube  
*Segment 2* Slug

**Information about reportable segments**

<i>Three-month period ended 30 June</i>	<b>Segment 1</b>		<b>Segment 2</b>		<b>Total</b>	
	2018	2017	2018	2017	2018	2017
	<i>(in thousand Baht)</i>					
Revenue from sales	<u>868,505</u>	<u>879,967</u>	<u>696,139</u>	<u>657,407</u>	<u>1,564,644</u>	<u>1,537,374</u>
<b>Gross Profit</b>	<b><u>157,110</u></b>	<b><u>219,070</u></b>	<b><u>55,680</u></b>	<b><u>108,161</u></b>	<b><u>212,790</u></b>	<b><u>327,231</u></b>
Unallocated revenues					90,887	51,028
Unallocated expenses					(82,202)	(81,346)
Finance costs					<u>(379)</u>	<u>(813)</u>
<b>Profit before income tax</b>					<b><u>221,096</u></b>	<b><u>296,100</u></b>
	<i>(in thousand Baht)</i>					
<i>Six-month period ended 30 June</i>	<b>Segment 1</b>		<b>Segment 2</b>		<b>Total</b>	
	2018	2017	2018	2017	2018	2017
Revenue from sales	<u>1,750,547</u>	<u>1,827,351</u>	<u>1,400,360</u>	<u>1,267,801</u>	<u>3,150,907</u>	<u>3,095,152</u>
<b>Gross Profit</b>	<b><u>332,938</u></b>	<b><u>481,493</u></b>	<b><u>94,421</u></b>	<b><u>202,510</u></b>	<b><u>427,359</u></b>	<b><u>684,003</u></b>
Unallocated revenues					121,004	96,314
Unallocated expenses					(163,729)	(173,919)
Finance costs					<u>(548)</u>	<u>(1,428)</u>
<b>Profit before income tax</b>					<b><u>384,086</u></b>	<b><u>604,970</u></b>

**8 Basic earnings per share**

The calculations of basic earnings per share for the three-month and six-month periods ended 30 June 2018 and 2017 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

	Three-month period ended 30 June		Six-month period ended 30 June	
	2018	2017	2018	2017
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit for the period attributable to shareholders of the Company</b>	<b><u>180,025</u></b>	<b><u>238,291</u></b>	<b><u>310,334</u></b>	<b><u>485,255</u></b>
<b>Number of ordinary shares outstanding</b>	<b><u>43,200</u></b>	<b><u>43,200</u></b>	<b><u>43,200</u></b>	<b><u>43,200</u></b>
<b>Basic earnings per share (in Baht)</b>	<b><u>4.17</u></b>	<b><u>5.52</u></b>	<b><u>7.18</u></b>	<b><u>11.23</u></b>

**Alucon Public Company Limited**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2018 (Unaudited)**

**9 Dividends**

At the annual general meeting of the shareholders of the Company held on 24 April 2018, the shareholders approved the appropriation of cash dividends of Baht 11 per share, amounting to Baht 475 million, which was paid to shareholders in May 2018.

At the annual general meeting of the shareholders of the Company held on 20 April 2017, the shareholders approved the appropriation of cash dividends of Baht 15 per share, amounting to Baht 648 million, which was paid to shareholders in May 2017.

**10 Commitments with non-related parties**

	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>	
<b><i>Capital commitments</i></b>		
Contracted but not provided for:		
Factory, machinery and equipment	<u><b>94,683</b></u>	<u><b>120,994</b></u>
<b><i>Other commitments</i></b>		
Purchase orders accepted by suppliers		
Within one year	2,262,150	2,753,036
After one year but within five years	<u>654,641</u>	<u>1,324,990</u>
	<u><b>2,916,791</b></u>	<u><b>4,078,026</b></u>
Letter of credit	-	16,354
Bank guarantees	<u>25,799</u>	<u>25,799</u>
<b>Total</b>	<u><b>2,942,590</b></u>	<u><b>4,120,179</b></u>

*Bank guarantee*

As at 30 June 2018, the Company had commitment with a local bank for letters of guarantee issued in favour of the Company to the Metropolitan Electricity Authority and the Provincial Electricity Authority totaling Baht 26 million (*31 December 2017: Baht 26 million*).

*Purchase orders accepted by suppliers*

As at 30 June 2018, the Company had purchase orders accepted by suppliers for purchase of aluminium ingot for a total quantity of 40,100 MT (*31 December 2017: 55,400 MT*), at the price as determined in purchase orders (*31 December 2017: at the price as determined in purchase orders*) that will be delivered during 2018 to 2019 (*31 December 2017: 2018 to 2019*).