

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Major Cineplex Group Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 30 June 2014, the related consolidated and company income statements, the related consolidated and company statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated and company statements of changes in shareholders' equity, and cash flows for the six-month period then ended, and condensed notes to interim financial information of Major Cineplex Group Public Company Limited and its subsidiaries, and of Major Cineplex Group Public Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 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 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 interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Pisit Thangtanagul
Certified Public Accountant (Thailand) No. 4095
PricewaterhouseCoopers ABAS Ltd.

Bangkok
8 August 2014

MAJOR CINEPLEX GROUP PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND COMPANY
FINANCIAL INFORMATION
(UNAUDITED)**

30 JUNE 2014

Major Cineplex Group Public Company Limited
Statement of Financial Position
As at 30 June 2014

		Unit: Baht'000			
		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 June	31 December	30 June	31 December
Notes		2014	2013	2014	2013
Assets					
Current assets					
	Cash and cash equivalents	541,467	495,682	427,071	394,325
7	Trade and other receivables	1,290,515	1,159,048	637,028	648,402
22	Short-term loans to related parties	-	-	632,414	526,664
	Inventories, net	154,310	174,908	37,841	58,360
	Films under production	144,844	61,140	-	-
	Current portion of prepaid rents	34,154	34,154	9,473	9,473
	Other current assets	172,729	211,990	34,101	60,131
	Total current assets	2,338,019	2,136,922	1,777,928	1,697,355
Non-current assets					
8	Available-for-sale investment	860,463	820,572	860,463	820,572
	Restricted cash	4,485	4,453	-	-
	Finance lease receivables	12,656	12,728	-	-
9	Investment in subsidiaries	-	-	2,741,450	2,741,450
9	Investment in associates	2,220,417	2,212,868	2,164,537	2,168,240
9	Interest in joint ventures	250,146	255,757	237,491	237,491
22	Long-term loans to related parties and others	2,679	3,198	555,465	755,969
10	Property, plant and equipment	6,564,708	6,696,318	3,328,766	3,360,543
	Goodwill	287,065	287,065	-	-
10	Intangible assets	233,233	368,597	47,378	50,445
	Deferred income tax assets	276	316	-	-
	Long-term prepaid rents	470,207	487,284	154,667	159,403
	Other non-current assets	394,622	343,680	308,419	230,985
	Total non-current assets	11,300,957	11,492,836	10,398,636	10,525,098
	Total assets	13,638,976	13,629,758	12,176,564	12,222,453

Director _____

Director _____

The accompanying condensed notes are an integral part of these interim financial information.

Statement of Financial Position (Cont'd)

As at 30 June 2014

		Unit: Baht'000				
		Consolidated		Company		
		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
		30 June	31 December	30 June	31 December	
Notes		2014	2013	2014	2013	
Liabilities and shareholders' equity						
Current liabilities						
Bank overdrafts and short-term						
	borrowings from financial institutions	12	1,757,438	2,238,928	1,045,000	1,545,703
	Trade and other payables	11	1,995,128	1,736,382	1,434,732	1,218,516
	Current portion of long-term borrowings	12	238,365	203,847	40,197	40,265
	Short-term loans from related parties	22	25,000	25,000	794,743	610,514
	Accrued income tax		114,198	37,982	76,512	17,104
	Other current liabilities		137,911	109,414	55,444	38,716
	Total current liabilities		4,268,040	4,351,553	3,446,628	3,470,818
Non-current liabilities						
	Long-term borrowings	12	2,260,577	2,351,862	1,861,032	1,881,137
	Deferred income tax liabilities		335,473	333,774	92,661	91,600
	Employee benefit obligations		23,940	22,919	17,032	16,006
	Other non-current liabilities		462,725	470,322	87,232	86,928
	Total non-current liabilities		3,082,715	3,178,877	2,057,957	2,075,671
	Total liabilities		7,350,755	7,530,430	5,504,585	5,546,489
Shareholders' equity						
Share capital						
Authorised share capital						
	Ordinary shares, 896,266,347 shares					
	(31 December 2013: 896,266,347 shares)					
	at par value of Baht 1 each		896,266	896,266	896,266	896,266
Issued and fully paid-up share capital						
	Ordinary shares, 888,492,614 shares					
	(31 December 2013: 887,576,343 shares)					
	at paid-up of Baht 1 each	13	888,493	887,576	888,493	887,576
	Share premium	13	3,935,595	3,919,499	3,935,595	3,919,499
	Warrants	14	20,758	21,442	20,174	20,990
Retained earnings						
Appropriated						
	Legal reserve		90,600	90,600	90,600	90,600
	Unappropriated		964,422	822,279	1,006,188	1,058,809
	Other components of shareholders' equity		394,021	361,582	730,929	698,490
	Equity attributable to owners of the parent		6,293,889	6,102,978	6,671,979	6,675,964
	Non-controlling interest	15	(5,668)	(3,650)	-	-
	Total shareholders' equity		6,288,221	6,099,328	6,671,979	6,675,964
	Total liabilities and shareholders' equity		13,638,976	13,629,758	12,176,564	12,222,453

The accompanying condensed notes are an integral part of these interim financial information.

Major Cineplex Group Public Company Limited
Income Statement (Unaudited)
For the three-month period ended 30 June 2014

		Unit: Baht'000			
		Consolidated		Company	
Notes		2014	2013	2014	2013
Revenues					
	Service income	1,950,257	1,961,167	1,218,092	1,229,209
	Sales	692,981	526,378	363,360	328,687
	Total revenues	2,643,238	2,487,545	1,581,452	1,557,896
Costs					
	Cost of services	(1,297,443)	(1,319,662)	(865,808)	(893,600)
	Cost of sales	(318,473)	(248,531)	(106,416)	(91,473)
	Total Costs	(1,615,916)	(1,568,193)	(972,224)	(985,073)
	Gross profit	1,027,322	919,352	609,228	572,823
	Other income	30,120	94,663	62,093	157,489
	Selling expenses	(115,284)	(128,436)	(50,700)	(47,569)
	Administrative expenses	(404,574)	(354,486)	(253,404)	(194,345)
	Finance costs	(43,329)	(33,202)	(36,832)	(26,851)
	Share of result of investments - equity method	46,070	56,584	-	-
	Profit before income tax	540,325	554,475	330,385	461,547
	Income tax	(97,014)	(131,590)	(61,194)	(84,986)
	Profit for the period	443,311	422,885	269,191	376,561
Attributable profit to:					
	Shareholders of the parent	445,870	440,183	269,191	376,561
	Non-controlling interests	(2,559)	(17,298)	-	-
		443,311	422,885	269,191	376,561
		Baht	Baht	Baht	Baht
Earnings per share					
	Basic earnings per share	0.50	0.50	0.30	0.42
	Diluted earnings per share	0.50	0.49	0.30	0.42

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

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 30 June 2014

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
Profit for the period	443,311	422,885	269,191	376,561
Other comprehensive income:				
Gain on remeasuring of available-for-sale investments, net of income tax of Baht 50.42 million	201,684	6,637	201,684	6,637
Other comprehensive income for the period, net of income tax	201,684	6,637	201,684	6,637
Total comprehensive income for the period	644,995	429,522	470,875	383,198
Total comprehensive income attributable to:				
Shareholders of the parent	647,554	446,820	470,875	383,198
Non-controlling interests	(2,559)	(17,298)	-	-
	644,995	429,522	470,875	383,198

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

Major Cineplex Group Public Company Limited
Income Statement (Unaudited)
For the six-month period ended 30 June 2014

		Unit: Baht'000			
		Consolidated		Company	
Notes		2014	2013	2014	2013
Revenues					
	Service income	3,233,934	3,250,539	2,006,991	1,994,814
	Sales	1,112,740	910,901	558,290	510,970
	Total revenues	4,346,674	4,161,440	2,565,281	2,505,784
Costs					
	Cost of services	(2,181,350)	(2,180,068)	(1,451,683)	(1,434,859)
	Cost of sales	(550,284)	(475,360)	(171,791)	(149,341)
	Total Costs	(2,731,634)	(2,655,428)	(1,623,474)	(1,584,200)
	Gross profit	1,615,040	1,506,012	941,807	921,584
	Other income	77,309	276,738	154,193	382,402
	Selling expenses	(235,759)	(236,587)	(89,430)	(85,070)
	Administrative expenses	(732,222)	(650,108)	(461,088)	(371,438)
	Finance costs	(88,605)	(64,406)	(74,156)	(53,322)
	Share of result of investments - equity method	85,468	101,348	-	-
	Profit before income tax	721,231	932,997	471,326	794,156
	Income tax	(138,297)	(209,682)	(80,163)	(147,797)
	Profit for the period	582,934	723,315	391,163	646,359
Attributable profit to:					
	Shareholders of the parent	585,927	740,879	391,163	646,359
	Non-controlling interests	(2,993)	(17,564)	-	-
		582,934	723,315	391,163	646,359
		Baht	Baht	Baht	Baht
Earnings per share					
	Basic earnings per share	0.66	0.83	0.44	0.73
	Diluted earnings per share	0.66	0.83	0.44	0.73

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

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2014

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
Profit for the period	582,934	723,315	391,163	646,359
Other comprehensive income:				
Gain on remeasuring of available-for-sale investments, net of income tax of Baht 8.11 million	32,439	21,785	32,439	21,785
Other comprehensive income for the period, net of income tax	32,439	21,785	32,439	21,785
Total comprehensive income for the period	615,373	745,100	423,602	668,144
Total comprehensive income attributable to:				
Shareholders of the parent	618,366	762,664	423,602	668,144
Non-controlling interests	(2,993)	(17,564)	-	-
	615,373	745,100	423,602	668,144

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

Major Cineplex Group Public Company Limited
Statement of Changes in Shareholders' Equity (Unaudited)
For the six-month period ended 30 June 2014

Unit: Baht'000

	Consolidated													
	Attributable to owners of the parent													
	Issued and paid-up share capital	Share premium	Warrants	Retained earnings			Share premium - Treasury share	Change in parent's ownership interest in subsidiaries	Other components of shareholders' equity		Total other component of equity	Total owners of the parent	Non-controlling interests	Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	Other comprehensive income Available-for-sale investment			Other comprehensive income Available-for-sale investment					
Opening balance at 1 January 2013	887,576	3,919,499	9,191	90,600	640,387	288,425	(12,986)	51,533	326,972	5,874,225	87,145	5,961,370		
Changes in equity for period														
Warrants	-	-	4,487	-	-	-	-	-	-	4,487	-	4,487		
Addition of investment in subsidiary by purchasing shares from non-controlling interest	-	-	-	-	-	-	(86,721)	-	(86,721)	(86,721)	(4,966)	(91,687)		
Dividends payment	-	-	-	-	(425,952)	-	-	-	-	(425,952)	-	(425,952)		
Total comprehensive income	-	-	-	-	740,879	-	-	21,785	21,785	762,664	(17,564)	745,100		
Closing balance at 30 June 2013	<u>887,576</u>	<u>3,919,499</u>	<u>13,678</u>	<u>90,600</u>	<u>955,314</u>	<u>288,425</u>	<u>(99,707)</u>	<u>73,318</u>	<u>262,036</u>	<u>6,128,703</u>	<u>64,615</u>	<u>6,193,318</u>		
Opening balance at 1 January 2014	887,576	3,919,499	21,442	90,600	822,279	288,425	(336,908)	410,065	361,582	6,102,978	(3,650)	6,099,328		
Changes in equity for period														
Proceeds from exercise of warrants (Note 13)	917	16,096	(3,316)	-	-	-	-	-	-	13,697	-	13,697		
Warrants (Note 14)	-	-	2,632	-	-	-	-	-	-	2,632	-	2,632		
Acquisition of investment in subsidiary	-	-	-	-	-	-	-	-	-	-	975	975		
Dividends payment (Note 19)	-	-	-	-	(443,784)	-	-	-	-	(443,784)	-	(443,784)		
Total comprehensive income	-	-	-	-	585,927	-	-	32,439	32,439	618,366	(2,993)	615,373		
Closing balance at 30 June 2014	<u>888,493</u>	<u>3,935,595</u>	<u>20,758</u>	<u>90,600</u>	<u>964,422</u>	<u>288,425</u>	<u>(336,908)</u>	<u>442,504</u>	<u>394,021</u>	<u>6,293,889</u>	<u>(5,668)</u>	<u>6,288,221</u>		

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

Major Cineplex Group Public Company Limited

Statement of Changes in Shareholders' Equity (Unaudited)

For the six-month period ended 30 June 2014

	Unit: Baht'000									
	Company									
						Other components of shareholders' equity				
	Issued and paid-up share capital	Share premium	Warrants	Retained earnings		Share premium - Treasury share	Other comprehensive income		Total other component of equity	Total shareholders' equity
				Appropriated Legal reserve	Unappropriated		Available- for-sale investment	Total other component of equity		
Opening balance at 1 January 2013	887,576	3,919,499	8,900	90,600	1,136,292	288,425	51,533	339,958	6,382,825	
Changes in equity for period									-	
Warrants	-	-	4,317	-	-	-	-	-	4,317	
Dividends payment	-	-	-	-	(425,952)	-	-	-	(425,952)	
Total comprehensive income	-	-	-	-	646,359	-	21,785	21,785	668,144	
Closing balance at 30 June 2013	<u>887,576</u>	<u>3,919,499</u>	<u>13,217</u>	<u>90,600</u>	<u>1,356,699</u>	<u>288,425</u>	<u>73,318</u>	<u>361,743</u>	<u>6,629,334</u>	
Opening balance at 1 January 2014	887,576	3,919,499	20,990	90,600	1,058,809	288,425	410,065	698,490	6,675,964	
Changes in shareholders' equity for period										
Proceeds from exercise of warrants (Note 13)	917	16,096	(3,316)	-	-	-	-	-	13,697	
Warrants (Note 14)	-	-	2,500	-	-	-	-	-	2,500	
Dividends payment (Note 19)	-	-	-	-	(443,784)	-	-	-	(443,784)	
Total comprehensive income for the period	-	-	-	-	391,163	-	32,439	32,439	423,602	
Closing balance at 30 June 2014	<u>888,493</u>	<u>3,935,595</u>	<u>20,174</u>	<u>90,600</u>	<u>1,006,188</u>	<u>288,425</u>	<u>442,504</u>	<u>730,929</u>	<u>6,671,979</u>	

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

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited)
For the six-month period ended 30 June 2014

		Unit: Baht'000			
		Consolidated		Company	
Notes	2014	2013	2014	2013	
Cash flows from operating activities					
Cash generated from operations	20	1,439,203	1,278,720	854,267	767,518
Interest paid		(76,400)	(62,545)	(71,619)	(56,348)
Income tax paid		(70,358)	(149,669)	(27,803)	(103,022)
Net cash generated from operating activities		<u>1,292,445</u>	<u>1,066,506</u>	<u>754,845</u>	<u>608,148</u>
Cash flows from investing activities					
Short-term loans to related parties	22	-	-	(584,573)	(548,014)
Proceeds from settlements short-term loans to related parties	22	-	-	478,823	548,887
Loans made to related parties	22	-	(16)	(30,000)	(240,016)
Proceeds from settlements of loans to related parties	22	504	2,196	230,504	236,846
Loans made to third parties		(100)	-	(100)	-
Proceeds from settlements of loans to third parties		-	5,857	-	5,857
Payment on investment from non-controlling interest		-	(91,687)	-	-
Payment on investment in subsidiaries		-	-	-	(97,687)
Proceeds from acquisition of subsidiary, net of cash payment	15	975	-	-	-
Proceeds from shares reduction of subsidiaries		-	-	-	10,620
Payments on investment in associate	9	(13,409)	(337,660)	(13,409)	(337,660)
Proceeds from disposal of investment in an associate	9	33,584	313,027	33,584	313,027
Payments on investment in joint ventures		-	(38,697)	-	(38,697)
Proceeds from disposal of available-for-sale investment		2,668	-	2,668	-
Purchases of property, plant and equipment		(284,587)	(278,703)	(198,647)	(205,384)
Proceeds from disposals of property, plant and equipment		9,392	2,271	334	258
Purchases of intangible assets		(122,564)	(243,097)	(6,341)	(5,531)
Interest received		28,175	9,613	54,667	52,494
Dividends received	9	77,894	77,181	77,894	77,181
Net cash (used in) from investing activities		<u>(267,468)</u>	<u>(579,715)</u>	<u>45,404</u>	<u>(227,819)</u>
Cash flows from financing activities					
Proceeds from short-term loans from related parties	22	-	25,000	842,025	643,946
Repayments of short-term loans from related parties	22	-	-	(657,796)	(479,117)
Repayments of bank overdrafts	12	(53,580)	(27,703)	(703)	-
Decrease in restricted cash		(32)	(113)	-	-
Proceeds from short-term borrowings		2,945,600	595,500	2,785,000	500,000
Payments of short-term borrowings		(3,373,510)	(828,100)	(3,285,000)	(700,000)
Repayments of finance lease liabilities		(46,404)	(17,442)	(1,009)	(997)
Proceeds from long-term borrowings	12	49,400	78,901	-	-
Repayments of long-term borrowings	12	(70,646)	(43,550)	(20,000)	(20,000)
Proceeds from issuance of debenture		-	800,000	-	800,000
Repayments of debenture		-	(800,000)	-	(800,000)
Proceeds from exercise of warrants	13	13,696	-	13,696	-
Dividends paid to shareholders		(443,716)	(425,868)	(443,716)	(425,868)
Net cash used in financing activities		<u>(979,192)</u>	<u>(643,375)</u>	<u>(767,503)</u>	<u>(482,036)</u>

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

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the six-month period ended 30 June 2014

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
Net increase (decrease) in cash and cash equivalents	45,785	(156,584)	32,746	(101,707)
Cash and cash equivalents at the beginning of the period	495,682	480,733	394,325	331,373
Cash and cash equivalents at the end of the period	541,467	324,149	427,071	229,666

Non-cash transactions

Significant non-cash transactions for the six-month periods ended 30 June 2014 and 2013 are as follows:

Investment in property, plant and equipment, not yet paid	24,984	398,067	5,088	323,289
Purchases of film rights, not yet paid	9,369	17,813	-	-
Purchases of property, plant and equipment under finance leases	-	474,746	-	-
Disposals of property, plant and equipment, not yet received	34	269	-	614
Disposals of equipment by offsetting with amount due from related parties	-	12	-	-
Offsetting amounts due from related parties with loan to related parties	15	4	-	10,000
Offsetting loan to related parties to trade accounts payable from related parties	-	-	-	43,759
Dividend paid, not yet paid	68	84	68	84

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

1 General information

Major Cineplex Group Public Company Limited (“the Company”) is a public limited company incorporated and resident in Thailand. The address of the Company’s registered office is as follows:

1839, 1839/1-6 Phaholyothin Road, Ladyao, Jatujak, Bangkok.

The Company is listed on the Stock Exchange of Thailand. For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

These group interim consolidated and company financial information have been authorised for issue by the Board of Directors on 8 August 2014.

These group interim consolidated and company financial information have been reviewed, not audited.

2 Accounting policies

2.1 Basis of preparation

These interim consolidated and company financial information are prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e. statement of financial position, income statement, statements of comprehensive income, changes in shareholders’ equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34 (revised 2012) “Interim Financial Reporting” and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2013.

An English version of the interim consolidated and company financial information have been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2013 except customer loyalty program as described in note 3.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations

The following amendments and related interpretations are effective for the periods beginning on or after 1 January 2014 and are relevant to the Group.

TFRIC 13 Customer Loyalty Programmes

TFRIC 13 clarifies that where goods or services are sold together with a customer loyalty incentive (for example, loyalty points or free products), the arrangement is a multiple-element arrangement, and the consideration received or receivable from the customer is allocated between the components of the arrangement using fair values. The Group has already adopted this interpretation.

3 New accounting policy

Customer loyalty programmes

The Group offers customer loyalty programmes (“loyalty points”) for members of M-Generation card as a part of sales and services. The member will receive loyalty points that could be redeemed in the future by customers for selected goods or services with no consideration paid based on terms and conditions as specified in the M-Generation card.

TFRIC 13 deals with the recognition of loyalty award credits granted to customers as part of loyalty programmes. These awards are granted on the sale of goods or services and can be redeemed in the future against free goods or services.

Under TFRIC 13, credits granted to a customer are considered as a separately identifiable component of the sale transaction. The consideration received in respect of the sale transaction is allocated between:

- the initial sale of goods or supply of services, for which the corresponding revenue is recognised immediately in income; and
- credits awarded and redeemable in the future, for which the corresponding revenue is deferred until the customer redeems the awards and the entity fulfils its obligations to supply the awards.

The Group measure the consideration allocated to the award credits with reference to fair value.

4 Change in accounting policies and reclassifications

As described in Note 3, the Group has adopted TFRIC 13 “Customer loyalty programmes”, effective on 1 January 2014, and has accounted for the adoption retrospectively in accordance with the accounting standard.

The Group had recorded unearned income - customer loyalty programmes with fair value since 1 January 2011, however, the Group recorded such transactions as a liabilities and charging to selling expense. The recording of this transaction according to TFRIC 13 should increase liabilities and reduce sales. Therefore, the adoption of the new accounting policy as mentioned above only on the income statement for the six-month period ended 30 June 2013 as follows:

	Consolidated			Company		
	As previously stated	Adjustments	Restated	As previously stated	Adjustments	Restated
Services income increase	3,249,266	1,273	3,250,539	1,993,541	1,273	1,994,814
Sales increase	910,574	327	910,901	510,643	327	510,970
Selling expenses increase	234,987	1,600	236,587	83,470	1,600	85,070

5 Estimates

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

In preparing this interim financial information, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2013.

6 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as chief executive officer that makes strategic decisions.

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6 Segment information (Cont'd)

Financial information by business segments is as follows:

	Consolidated					Unit: Million Baht
	Cinema business	Advertising business	Bowling and Karaoke business	Rental and services	Movie content business	Total
For the three-month period ended 30 June 2014						
Revenues						
Gross segment revenues	2,011	252	139	159	270	2,831
Inter-segment revenues	(111)	-	(18)	(30)	(29)	(188)
Net revenues	<u>1,900</u>	<u>252</u>	<u>121</u>	<u>129</u>	<u>241</u>	<u>2,643</u>
Segment results	<u>382</u>	<u>190</u>	<u>(3)</u>	<u>10</u>	<u>(18)</u>	561
Gain from selling of investments						2
Unallocated costs						<u>(25)</u>
Operating profit						<u>538</u>
For the three-month period ended 30 June 2013						
Revenues						
Gross segment revenues	1,993	222	128	151	206	2,700
Inter-segment revenues	(84)	(1)	(18)	(30)	(79)	(212)
Net revenues	<u>1,909</u>	<u>221</u>	<u>110</u>	<u>121</u>	<u>127</u>	<u>2,488</u>
Segment results	<u>434</u>	<u>163</u>	<u>8</u>	<u>9</u>	<u>(121)</u>	493
Gain from selling of investments						65
Unallocated costs						<u>(27)</u>
Operating profit						<u>531</u>

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6 Segment information (Cont'd)

Financial information by business segments is as follows: (Cont'd)

	Consolidated					Unit: Million Baht
	Cinema business	Advertising business	Bowling and Karaoke business	Rental and services	Movie content business	Total
For the six-month period ended 30 June 2014						
Revenues						
Gross segment revenues	3,252	397	278	311	504	4,742
Inter-segment revenues	(217)	-	(36)	(54)	(88)	(395)
Net revenues	<u>3,035</u>	<u>397</u>	<u>242</u>	<u>257</u>	<u>416</u>	<u>4,347</u>
Segment results	<u>505</u>	<u>284</u>	<u>(2)</u>	<u>26</u>	<u>(62)</u>	751
Compensation income						5
Gain from selling of investments						16
Unallocated costs						<u>(48)</u>
Operating profit						<u>724</u>
For the six-month period ended 30 June 2013						
Revenues						
Gross segment revenues	3,198	379	251	299	446	4,573
Inter-segment revenues	(149)	(1)	(37)	(55)	(170)	(412)
Net revenues	<u>3,049</u>	<u>378</u>	<u>214</u>	<u>244</u>	<u>276</u>	<u>4,161</u>
Segment results	<u>620</u>	<u>271</u>	<u>(7)</u>	<u>22</u>	<u>(179)</u>	727
Gain from selling of investments						221
Unallocated costs						<u>(52)</u>
Operating profit						<u>896</u>

There has been no material change in total assets or total liabilities from the amounts disclosed in the last annual financial statements.

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7 Trade and other receivables

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Third parties				
- Trade accounts receivable	649,840	773,229	54,781	150,520
- Unbilled revenue	318,438	154,373	154,652	13,718
Total	968,278	927,602	209,433	164,238
<u>Less</u> Allowance for doubtful accounts	(56,797)	(52,600)	-	-
Trade accounts receivable - third parties	911,481	875,002	209,433	164,238
Trade accounts receivable				
- related parties (Note 22)	94,240	33,056	81,833	100,586
Amounts due from related parties (Note 22)	70,784	73,415	190,808	253,806
Other accounts receivable	146,703	117,690	115,342	86,195
Prepaid expenses	67,307	59,885	39,612	43,577
Trade account receivables, net	1,290,515	1,159,048	637,028	648,402

Outstanding trade and other receivables can be analysed as follows:

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Third parties				
Unbilled revenue	318,438	154,373	154,652	13,718
Trade accounts receivable				
Current	276,849	341,661	24,170	89,197
Overdue less than 3 months	208,594	237,080	27,761	47,056
3 - 6 months	23,047	49,687	725	4,465
Over 6 months	141,350	144,801	2,125	9,802
Total	968,278	927,602	209,433	164,238
<u>Less</u> Allowance for doubtful accounts	(56,797)	(52,600)	-	-
Trade accounts receivable - third parties, net	911,481	875,002	209,433	164,238
Related parties				
Unbilled revenue	301	359	5,003	91
Trade accounts receivable				
Current	11,103	3,316	74,958	70,151
Overdue less than 3 months	2,624	3,556	1,087	25,060
3 - 6 months	54	12,713	-	4,993
Over 6 months	80,158	13,112	785	291
Total	94,240	33,056	81,833	100,586
<u>Less</u> Allowance for doubtful accounts	-	-	-	-
Trade accounts receivable - related parties, net	94,240	33,056	81,833	100,586

8 Available-for-sale investment

As of 30 June 2014, information relating to available-for-sale investment is as follows:

	Unit: Baht'000
	Consolidated and Company
	30 June 2014
Available-for-sale investment - at cost	307,334
<u>Add</u> Unrealised gain	553,129
Total available-for-sale investment	<u>860,463</u>

During the quarter ended 30 June 2014, the movements of available-for-sale investment are as follows:

	Unit: Baht'000
	Consolidated and Company
	30 June 2014
Opening book value	820,572
Disposal	(657)
Change in fair value of available-for-sale investment	40,548
Closing book value	<u>860,463</u>

9 Investments in subsidiaries, associates and interest in joint ventures

9.1 Investment in subsidiaries

Movements of investment in subsidiaries can be analysed as follows:

	Unit: Baht'000
	Company
	30 June 2014
Opening net book amount	2,744,450
<u>Less</u> Impairment	(3,000)
Closing net book amount	<u>2,741,450</u>
Opening net book amount	<u>2,741,450</u>
Closing net book amount	<u>2,741,450</u>

Additional of investment in subsidiary

Major Platinum Cineplex Cambodia Co., Ltd (Major Platinum)

On 13 June 2014, Major Holding International Co., Ltd. (Subsidiary) has purchased 70% of shares in Major Platinum Cineplex Cambodia Co., Ltd, a service provider for cinema services and bowling in Cambodia, totalling Baht 2.28 million.

9 Investments in subsidiaries, associates and interest in joint ventures (Cont'd)

9.2 Investment in associates

Movements of investment in associates can be analysed as follows:

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Opening net book amount	2,212,868	2,168,240
Acquisitions	13,409	13,409
Disposals	(19,045)	(17,112)
Dividends received	(77,894)	-
Share of results	91,079	-
	<u>2,220,417</u>	<u>2,164,537</u>
Closing net book amount		

Gain on disposals of assets to the Property Fund will be realised on the straight-line basis over the lease contracts period of the buildings leased out to the Property Fund. During the six-month period ended 30 June 2014, the Group realised gain on disposals of Baht 8.16 million in the consolidated income statement.

During the six-month period ended 30 June 2014, the Company received dividends income from associates amounting to Baht 77.89 million (30 June 2013: Baht 26.68 million), which was recognised in "Other income" in the company income statement and recognised in "Investment in associates" in the consolidated statement of financial position.

Siam Future Development Public Company Limited ("SF")

Additional of investment in associate

During the six-month period ended 30 June 2014, the Company has made additional investment in SF of 2.5 million shares totalling Baht 13.41 million.

Disposal of investment in associate

During the six-month period ended 30 June 2014, the Company disposed its investment in SF of 5.42 million shares for the considerations of Baht 33.58 million and recognised gain from disposal amounting to Baht 14.54 million, and Baht 16.47 million, which included in "Other income" in the consolidated and company income statements, respectively.

The aforesaid additional and disposal of investment resulted in the change to shareholding percentage from 23.72% to 23.49%.

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9 Investments in subsidiaries, associates and interest in joint ventures (Cont'd)

9.3 Interest in joint ventures

Movements of interest in joint ventures can be analysed as follows:

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Opening net book amount	255,757	237,491
Share of result	(5,611)	-
Closing net book amount	<u>250,146</u>	<u>237,491</u>

9.4 The details of investments in subsidiaries, associates and interest in joint ventures are as follows:

Subsidiaries	Nature of business	Nature of relationship	% Ownership interest	
			30 June 2014	31 December 2013
Major Cineplex Property Co., Ltd.	Building space for rent	Shareholder	99.99	99.99
Major Cineplex Services Co., Ltd.	Utilities services	Shareholder	99.99	99.99
Chiangmai Cineplex Co., Ltd.	Cinema services	Shareholder	99.99	99.99
Ratchayothin Management Co., Ltd.	Utilities services	Shareholder	99.99	99.99
Ratchayothin Cinema Co., Ltd.	Land and building space for rent	Shareholder	99.99	99.99
Ratchayothin Realty Co., Ltd.	Building space for rent	Shareholder	99.99	99.99
Major Bowl Group Co., Ltd.	Bowling, Karaoke and entertainment services	Shareholder	99.99	99.99
Major Cinead Co., Ltd.	Advertising and advisory services	Shareholder	99.93	99.93
Bangkok Imax Theater Co., Ltd.	Cinema services	Shareholder	99.93	99.93
Udon Five Star Cineplex Co., Ltd.	Cinema services	Shareholder	99.99	99.99
Siam Cineplex Co., Ltd.	Cinema services	Shareholder	99.99	99.99
EGV Entertainment Public Company Limited ("EGV")	Cinema services, advertising services, area for rent	Shareholder	99.98	99.98
M Picture Entertainment Public Company Limited ("MPIC")	Publishing, advertising and distribution of film rights	Shareholder	91.37	91.37
Major Holding International Co., Ltd. ("MHD")	Holding business	Shareholder	99.96	99.96
Digital Projector Management Co., Ltd.	Projector rental and system management	Shareholder	99.99	99.99
Subsidiaries under EGV				
Entertain Golden Village Exhibition Co., Ltd.	Cinema services	Indirect shareholding	99.96	99.96
EGV Exhibition Co., Ltd.	Cinema services	Indirect shareholding	99.96	99.96
EGV Five Star Co., Ltd.	Cinema services	Indirect shareholding	99.96	99.96

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9 Investments in subsidiaries, associates and interest in joint ventures (Cont'd)

9.4 The details of investments in subsidiaries, associates and interest in joint ventures are as follows:
(Cont'd)

Subsidiaries	Nature of business	Nature of relationship	% Ownership interest	
			30 June 2014	31 December 2013
Subsidiaries under MPIC				
TV Forum Co., Ltd.	Television media business	Indirect shareholding	91.37	91.37
M Picture Co., Ltd.	Distribution of film rights for cinema services, VCD/DVD production and TV broadcast	Indirect shareholding	91.37	91.37
M.V.D. Co., Ltd. ("MVD")	Distribution of VCD/DVD and film rights	Indirect shareholding	91.37	91.37
M Thirtynine Co., Ltd.	Film production	Indirect shareholding	91.37	91.37
Talent One Co., Ltd. ("TLO")	Film production and services for all forms of entertainment	Indirect shareholding	82.23	82.23
Subsidiary under MVD				
Pacific Media Sale Co., Ltd.	Distribution of CD, VCD and DVD	Indirect shareholding	90.82	90.82
Subsidiary under MHD				
Major Platinum Cineplex (Cambodia) Co., Ltd. ("Major Platinum")	Cinema and bowling services	Indirect shareholding	69.97	-
Associates				
Siam Future Development Public Company Limited ("SF")	Rental of building space and utilities services	Shareholder	23.49	23.72
Ratchayothin Avenue Co., Ltd.	Rental of building space and utilities services	Shareholder	50.00	50.00
Major Cineplex Lifestyle Leasehold Property Fund	Rental of building and utilities services	Indirect shareholding via SF	11.75	11.86
Thaiticketmajor Co., Ltd.	Agent for selling of tickets	Shareholder	33.00	33.00
Thaiticketmajor Co., Ltd.	Agent for selling of tickets	Shareholder	40.00	40.00
Joint ventures				
PVR blu-O Entertainment Limited ("PVR blu-O")	Bowling, Karaoke and entertainment services	Shareholder	49.00	49.00
K Arena Co.,Ltd.	Karaoke services	Shareholder	50.00	50.00
Joint Venture under MPIC				
Major Kantana Broadcasting Company Limited ("MKB")	Sattellite broadcasting and distribution of file rights	Shareholder	41.11	41.11

All subsidiaries and associates are incorporated in Thailand except PVR blu-O and Major Platinum, which are incorporated in India and Cambodia respectively. All holdings are investments in ordinary shares and investment unit in the Property Fund.

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10 Property, plant, equipment and intangible assets

	Unit: Baht'000			
	Consolidated		Company	
	Property, plant and equipment	Intangible assets	Property, plant and equipment	Intangible assets
For the six-month period ended 30 June 2014				
Opening net book amount	6,696,318	368,597	3,360,543	50,445
Additions	309,571	113,195	203,735	6,341
Disposals	(11,448)	-	(2,425)	-
Write-off	(19,655)	-	(17,460)	-
Depreciation/amortisation	(367,004)	(235,621)	(179,920)	(9,408)
Impairment of asset	(43,074)	(12,938)	(35,707)	-
Closing net book amount	<u>6,564,708</u>	<u>233,233</u>	<u>3,328,766</u>	<u>47,378</u>

Capital expenditure contracted for at the statement of financial position date, but not recognised in the financial statements is presented as follows:

	Currency	Consolidated		Company	
		30 June 2014	31 December 2013	30 June 2014	31 December 2013
		Thousand	Thousand	Thousand	Thousand
Property, plant and equipment	THB	47,955	45,772	47,955	45,772
Intangible assets	THB	62,218	78,000	-	-
	USD	3,501	4,737	-	-
	EURO	28	33	-	-
Total	THB	110,173	123,772	47,955	45,772
	USD	3,501	4,737	-	-
	EURO	28	33	-	-
Total in Thai Baht		<u>151,565</u>	<u>281,322</u>	<u>47,955</u>	<u>45,772</u>

11 Trade and other payables

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Trade account payables	968,433	620,359	765,856	481,790
Amounts due to related parties (Note 22)	44,015	72,947	46,856	99,653
Other payables	275,532	473,007	183,873	326,997
Accrued expenses	346,133	255,722	198,093	130,725
Unearned rental and services income	361,015	314,347	240,054	179,351
Trade account and other payables	<u>1,995,128</u>	<u>1,736,382</u>	<u>1,434,732</u>	<u>1,218,516</u>

Unearned rental and service income included cash advanced from customers amounting to Baht 86.84 million (31 December 2013: Baht 49.74 million), which received from selling of cash cards, being deposited at banks. In order to comply with the Notification of the Bank of Thailand applicable to the electronic card business, the balance of the deposit has to be maintained at the outstanding value of the cash cards on hands of the customers as the minimum.

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12 Borrowings

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Current				
Bank overdrafts	6,838	60,418	-	703
Short-term loans from financial institutions	1,750,600	2,178,510	1,045,000	1,545,000
Total bank overdrafts and short-term loans from financial institutions	1,757,438	2,238,928	1,045,000	1,545,703
Current portion of long-term borrowings:				
- Finance lease liabilities	73,725	71,922	197	265
- Bank borrowings	164,640	131,925	40,000	40,000
Total current portion of long-term borrowings	238,365	203,847	40,197	40,265
Non-current portion of long-term borrowings				
- Finance lease liabilities	406,085	443,409	21,032	21,137
- Bank borrowings	54,492	108,453	40,000	60,000
- Debentures	1,800,000	1,800,000	1,800,000	1,800,000
Total non-current portion of long-term borrowings	2,260,577	2,351,862	1,861,032	1,881,137
Total borrowings	4,256,380	4,794,637	2,946,229	3,467,105

The movements in long-term borrowings (excluding finance lease liabilities) can be analysed as follows:

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Opening amount	240,378	100,000
Additions	49,400	-
Repayments	(70,646)	(20,000)
Closing amount	219,132	80,000

Long-term bank borrowings bear interest at the rate at ranging from 4.60% to 6.25% per annum, and are secured by pledge of property, building, leasehold rights and operating lease contracts.

Debentures

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Opening amount	1,800,000	1,800,000
Closing amount	1,800,000	1,800,000

Borrowing facilities

As at 30 June 2014, the available credit facilities from financial institutions of the Group and the Company are Baht 2,978.43 million and Baht 2,480.00 million, respectively (31 December 2013: Baht 2,295.70 million and Baht 1,879.30 million, respectively). The facilities, mainly expiring within 3 years, are subject to review at various dates. The facilities have been arranged to mainly used for cinema construction and working capital.

13 Share capital and premium on share capital

	Authorised number of shares Shares'000	Issued and fully paid up shares		
		Number of shares Shares'000	Ordinary shares Baht'000	Shares premium Baht'000
For the six-month period ended 30 June 2014				
Opening balance	896,266	887,576	887,576	3,919,499
Issuance of shares				
The exercised warrant - w4	-	917	917	16,096
Closing balance	896,266	888,493	888,493	3,935,595

Employee share option scheme: During the period to 30 June 2014, 887,000 options were exercised with exercise ratio 1:1.033 resulted in 916,271 shares being issued (30 June 2014 : None), with exercise price of Baht 14.948 totaling proceeds of Baht 13.70 million (30 June 2014 : None). The related weighted average price at the time of exercise was Baht 18.567 per share (30 June 2014 : None).

14 Warrants

Warrants issued and offered to directors and employees (ESOP)

The Company and a subsidiary issued and offered warrants (ESOP-W4 and ESOP-W1, respectively) to directors and employees of the Company and its subsidiaries, which are in registered form and are non-transferable. The warrants have no offered price and their terms do not exceed 5 years from the issued date.

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Opening balance	21,442	20,990
Expense during the period	2,632	2,500
Exercise of warrants	(3,316)	(3,316)
Closing balance	20,758	20,174

15 Non-controlling interest

	Unit: Baht'000
	Consolidated
For the six-month period ended 30 June 2014	
Opening balance	(3,650)
Acquisition of investment in subsidiary	975
Share of result	(2,993)
Closing balance	(5,668)

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16 Other income

Significant transactions including in other income for the interim period are as follows:

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
For the three-month periods ended				
Dividend income	3,324	-	31,359	50,500
Gain on disposals of available-for-sale investment	2,011	-	2,011	-
Gain on disposals of investment in associate	-	65,041	-	71,211
Management fee income	12,479	10,972	11,997	10,429
Interest income	3,061	5,533	14,243	19,083
	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
For the six-month periods ended				
Dividend income	3,324	-	81,218	77,181
Gain on disposals of available-for-sale investment	2,011	-	2,011	-
Gain on disposals of investment in associate (Note 9)	14,539	221,482	16,472	238,005
Management fee income	25,233	21,375	23,849	20,421
Interest income	4,735	8,212	28,011	35,712

17 Income taxes

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used are 19% and 17% per annum for the consolidated and company financial information, respectively.

18 Earnings per share

Earnings per share attributable to shareholders of the parent is calculated by dividing the profit attributable to shareholders of the parent by the weighted average number of paid-up ordinary shares in issue during the period.

The diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

	Unit: Shares'000			
	Consolidated and Company			
	For the three-month period ended		For the six-month period ended	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
Number of weighted average shares:				
- basic	887,586	887,576	887,581	887,576
- diluted	888,954	890,000	888,735	889,771

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19 Dividends

At the Annual General Shareholders Meeting held on 3 April 2014, the shareholders passed the resolution to approved dividends payment in respect of the operating results for the period from July to December 2013 at Baht 0.48 per share, totaling Baht 443.78 million. The dividend will be distributed to shareholders listed in the register on 16 April 2014. The dividends were distributed to the shareholders on 2 May 2014.

20 Cash flows from operating activities

Reconciliation of profit before income tax to cash flows from operating activities:

For the six-month period ended	Notes	Unit: Baht'000			
		Consolidated		Company	
		30 June 2014	30 June 2013	30 June 2014	30 June 2013
Profit before income tax		721,231	932,997	471,326	794,156
Adjustments for:					
Depreciation/ amortisation	10	602,625	498,875	189,328	138,090
Amortisation of prepaid rents		17,077	17,077	4,736	4,736
Doubtful and bad debts (reversal)		34,859	25,452	544	(38)
Loss on obsolescence		-	1,204	-	-
Provision for interest receivable		17	17	-	-
Loss on goods returns (reversal)		2,600	(92)	-	-
Impairment loss		56,012	4,760	35,707	-
Loss (gain) on disposals of equipment		2,022	7,653	2,091	(120)
Loss on write-off equipment	10	19,655	15,179	17,460	734
Gain on disposals of investment in associate	9	(14,539)	(221,482)	(16,472)	(238,005)
Gain on disposals of available-for-sale investment		(2,011)	-	(2,011)	-
Shares of results of investment in associates and joint ventures	9	(85,468)	(101,348)	-	-
Provision of liabilities on loyalty program		1,011	(1,600)	1,011	(1,600)
Employee benefit obligations		1,021	1,158	1,026	665
Warrants	14	2,632	4,487	2,500	4,317
Dividends income		(3,324)	-	(81,218)	(77,181)
Interest income		(4,735)	(8,212)	(28,011)	(35,712)
Finance costs		88,605	64,406	74,156	53,322
Changes in operating assets and liabilities:					
- trade and other receivables		(186,402)	148,754	(12,502)	30,554
- inventories		20,598	(12,380)	20,519	(14,197)
- movies under productions		(83,704)	(25,370)	-	-
- other current assets		42,900	(48,878)	26,386	29,320
- finance lease receivables		72	45	-	-
- long-term accounts receivable		-	9,903	-	9,903
- other non-current assets		(50,843)	93,012	(77,334)	(15,761)
- trade and other payables		240,003	(74,948)	228,893	53,053
- other current liabilities		24,885	(67,750)	(4,172)	6,149
- other non-current liabilities		(7,596)	15,801	304	25,133
Cash generated from operations		<u>1,439,203</u>	<u>1,278,720</u>	<u>854,267</u>	<u>767,518</u>

21 Commitments and contingencies

i) Bank guarantees and letter of credits

As at 30 June 2014, there are outstanding bank guarantees and letter of credits given on behalf of the Group to third parties amounting to Baht 174.76 million (31 December 2013: Baht 167.83 million).

ii) Guarantees

As at 30 June 2014, the Company and a subsidiary have given guarantees for bank loans granted to subsidiaries and associate for a total of Baht 878.07 million (31 December 2013: Baht 833.61 million).

iii) Operating lease commitments - where a Group is the lessee

The Company and its subsidiaries have commitment obligations in terms of long-term lease of land, buildings and service contracts. The future aggregate non-cancellable minimum lease and service payments under the contracts are as follows:

	Unit: Million Baht			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Not later than 1 year	554	573	594	618
Later than 1 year but not later than 5 years	2,368	1,941	2,205	2,023
Later than 5 years	5,515	4,847	3,138	2,429
	8,437	7,361	5,937	5,070

In addition to the minimum lease and service payments, the Group also has obligations in respect of lease of buildings and service contracts based on revenue sharing with the lessors.

iv) Commitment from film productions

As at 30 June 2014, the Group has commitments in respect of payments to film directors amounting to Baht 64.76 million (31 December 2013: Baht 47.28 million).

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22 Related party transactions

The significant investments in subsidiaries, associates and joint ventures are set out in Note 9.

Other related companies are companies belonging to directors and directors' family of the Company and is therefore related parties.

The following significant transactions were carried out with related parties:

i) Sales of goods and services and others

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
For the three-month period ended 30 June				
Sales of goods and services				
Subsidiaries	-	-	79,064	71,630
Associates	1,352	1,774	5,178	24,772
Leasehold property fund	17,600	15,737	34,283	36,419
Joint ventures	3,704	1,344	120	120
Related parties	18,384	20,773	6,761	1,520
	41,040	39,628	125,406	134,461
 Sale of equipment				
Subsidiaries	-	-	-	59
	-	-	-	59
	-	-	-	59
	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
For the six-month period ended 30 June				
Sales of goods and services				
Subsidiaries	-	-	154,929	140,059
Associates	2,628	2,599	27,052	25,307
Leasehold property fund	33,423	30,339	73,542	71,857
Joint ventures	7,361	2,565	240	245
Related parties	34,027	40,581	10,989	3,021
	77,439	76,084	266,752	240,489
 Sale of equipment				
Subsidiaries	-	-	-	59
	-	-	-	59
	-	-	-	59

22 Related party transactions (Cont'd)

ii) Purchases of goods and services and others

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
For the three-month period ended 30 June				
Purchases of goods and services				
Subsidiaries	-	-	58,842	57,791
Associates	8,385	13,144	7,022	11,588
Leasehold property fund	39,568	37,509	30,460	30,596
Joint ventures	295	20	20	20
Related parties	42,428	38,313	37,650	35,327
	<u>90,676</u>	<u>88,986</u>	<u>133,994</u>	<u>135,322</u>
Purchases of equipment				
Subsidiaries	-	-	-	27
	<u>-</u>	<u>-</u>	<u>-</u>	<u>27</u>

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
For the six-month period ended 30 June				
Purchases of goods and services				
Subsidiaries	-	-	134,233	108,800
Associates	14,395	23,063	11,633	19,299
Leasehold property fund	76,388	73,595	58,387	56,867
Joint ventures	664	20	20	20
Related parties	85,300	69,045	76,273	63,924
	<u>176,747</u>	<u>165,723</u>	<u>280,546</u>	<u>248,910</u>
Purchases of equipment				
Subsidiaries	-	-	120	27
	<u>-</u>	<u>-</u>	<u>120</u>	<u>27</u>

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22 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

iii) Outstanding balances arising from sales/purchases of goods/services and others

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Trade accounts receivable (include unbilled revenue)				
Subsidiaries	-	-	80,779	98,326
Associates	3,491	3,158	219	1,257
Joint venture	87,787	26,787	245	240
Related parties	2,962	3,111	590	763
	<u>94,240</u>	<u>33,056</u>	<u>81,833</u>	<u>100,586</u>
Amounts due from related parties				
Subsidiaries	-	-	166,540	226,702
Associates	31,677	37,720	6,239	11,073
Joint venture	463	4,388	4	4,087
Related parties	38,644	31,307	18,025	11,944
	<u>70,784</u>	<u>73,415</u>	<u>190,808</u>	<u>253,806</u>
Deposit (included in "Other non-current assets")				
Subsidiaries	-	-	44,528	18,688
Associates	8,979	8,979	3,460	3,460
Related parties	-	200	-	200
	<u>8,979</u>	<u>9,179</u>	<u>47,988</u>	<u>22,348</u>
Finance lease receivables				
Related parties	1,752	1,768	-	-
	<u>1,752</u>	<u>1,768</u>	<u>-</u>	<u>-</u>

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22 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

iii) Outstanding balances arising from sales/purchases of goods/services and others (Cont'd)

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2014	31 December 2013	30 June 2014	31 December 2013
Trade accounts payable (included in "Trade account payables")				
Subsidiaries	-	-	104,584	101,173
Associates	2,256	978	2,223	1
Related parties	1,184	1,014	1,078	901
	<u>3,440</u>	<u>1,992</u>	<u>107,885</u>	<u>102,075</u>
Other payables (included in "Amounts due to related parties")				
Subsidiaries	-	-	15,069	44,083
Associates	7,585	5,647	6,939	4,864
Joint venture	1,866	2,026	-	-
Related parties	33,997	61,516	24,281	47,406
Directors	567	3,758	567	3,300
	<u>44,015</u>	<u>72,947</u>	<u>46,856</u>	<u>99,653</u>
Advance received for rental and services (included in "Other non-current liabilities")				
Associate	27,579	28,103	-	-
Related parties	14,824	15,579	-	-
	<u>42,403</u>	<u>43,682</u>	<u>-</u>	<u>-</u>
Deposits received (included in "Other non-current liabilities")				
Subsidiaries	-	-	1,253	983
Associates	120,003	120,003	-	-
Joint venture	420	420	-	-
Related parties	5,666	5,238	135	135
	<u>126,089</u>	<u>125,661</u>	<u>1,388</u>	<u>1,118</u>
Finance lease liabilities (included in "Long-term borrowings from financial institutions")				
Associates	12,458	12,392	12,458	12,392
Related parties	8,305	8,262	8,305	8,262
	<u>20,763</u>	<u>20,654</u>	<u>20,763</u>	<u>20,654</u>

22 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

iv) Short-term loans to related parties

The short-term loans to related parties are loans to subsidiaries of Major Cineplex Group Public Company Limited ("Major's Group") for the use of financing to other Major's Group companies. The short-term loans to related parties as at 30 June 2014 comprise unsecured loans of Baht 629.91 million, repayable within 1 month which carry interest at the rate of 4.00% per annum and on-call loans of Baht 2.50 million which carry interest at the rate of 4.00% per annum and on-call loans of Baht 2.50 million which carry interest at the rate of 4.00% per annum.

The movements of short-term loans to related parties are shown below.

	Unit: Baht'000
	Company
For the six-month period ended 30 June 2014	
Opening balance	526,664
Loans advanced during the period	584,573
Loans repayments received during the period	<u>(478,823)</u>
Closing balance	<u><u>632,414</u></u>

The related interest income in the company income statement was Baht 10.82 million. As at 30 June 2014, the accrued interest income in the company statement of financial position was Baht 1.83 million.

v) Long-term loans to related parties and others

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Subsidiaries and associates and employees		
Opening balance	3,198	755,969
Loans advanced during the period	-	30,000
Loans repayments received during the period	<u>(519)</u>	<u>(230,504)</u>
Closing balance	<u><u>2,679</u></u>	<u><u>555,465</u></u>

The long-term loans to related parties are carrying interest at the rate of 4.00% per annum and there is no specific repayment date.

The interest income in the consolidated and company income statements were Baht 0.11 million and Baht 1.23 million, respectively. As at 30 June 2014, the accrued interest incomes in the company statements of financial position were Baht 119.29 million.

22 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

vi) Short-term loans from related parties

The short-term loans from related parties are loans from subsidiaries of Major Cineplex Group Public Company Limited ("Major's Group") for the use of financing to other Major's Group companies. The short-term loans from related parties as at 30 June 2014 comprise unsecured loans of Baht 769.74 million, repayable within 1 month which carry interest at the rate of 4.00% per annum and on-call promissory note of Baht 25.00 million bears interest rate of 3.10% per annum.

The movements of short-term loans from related parties are shown below.

	Unit: Baht'000	
	Consolidated	Company
For the six-month period ended 30 June 2014		
Opening balance	25,000	610,514
Loans borrowed during the period	-	842,025
Loans repaid during the period	-	(657,796)
Closing balance	<u>25,000</u>	<u>794,743</u>

The related interest expense in the company income statement was Baht 13.57 million. As at 30 June 2014, the accrued interest expense in the company statement of financial position was Baht 3.16 million.

vii) Key management's remunerations

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
For the three-month periods ended 30 June				
Short-term employee benefits	14,052	11,192	12,786	6,929
Retirement benefits	251	225	240	225
Share-based payments	257	502	257	502
	<u>14,560</u>	<u>11,919</u>	<u>13,283</u>	<u>7,656</u>

	Unit: Baht'000			
	Consolidated		Company	
	2014	2013	2014	2013
For the six-month periods ended 30 June				
Short-term employee benefits	24,072	21,382	21,775	12,303
Retirement benefits	502	450	480	450
Share-based payments	642	1,108	642	1,108
	<u>25,216</u>	<u>22,940</u>	<u>22,897</u>	<u>13,861</u>

23 Subsequent events

At the Board of Directors Meeting held on 8 August 2014, the Board passed the following resolutions:

- 23.1.1 Approve interim dividends in respect of the operating results for the period from January to June 2014 at Baht 0.50 per share, totalling Baht 444.25 million. The dividend will be distributed to shareholders listed in the register on 26 August 2014. The dividends will be distributed to the shareholders on 5 September 2014.
- 23.1.2 Approve an additional investment in Major Holding International Co., Ltd, a subsidiary, of 1,489,404 shares with a par value of Baht 100.00 or equivalent to Baht 148.94 million to maintain the percentage of ownership interest. The first payment considered to be paid 60% of total additional investment of Baht 89.36 million.

Subsidiary

- 23.2.1 At the Board of Directors (“the Board”) Meeting of a subsidiary held on 5 August 2014, the Board passed a resolution to approve the incorporation of a Thai film production company, whose registered share capital is Baht 175.00 million representing 1,750,000 ordinary shares at a par value of Baht 100 per share. The subsidiary will own 28.57% or equivalent to Baht 50.00 million. It is expected that this new company will be incorporated by the end of the 3rd quarter of 2014.
- 23.2.2 At the Extraordinary Shareholders’ Meeting of subsidiary No. 1/2014 held on 22 July 2014, the shareholders approved the increase of authorised share capital of Baht 657.83 million from issuing 657,829,978 shares at a par value of Baht 1 per share with the Right Offering at Baht 1.50 per share for the use of restructuration of the subsidiary’s capital to support establishment of new business including expansion of content provider and film right distribution business for digital TV.