

## **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 2015, 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  
7 August 2015

**MAJOR CINEPLEX GROUP PUBLIC COMPANY LIMITED**

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

**30 JUNE 2015**

**Major Cineplex Group Public Company Limited**  
**Statement of Financial Position**  
**As at 30 June 2015**

		Unit: Baht'000			
		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 June	31 December	30 June	31 December
Notes		2015	2014	2015	2014
<b>Assets</b>					
<b>Current assets</b>					
	Cash and cash equivalents	631,123	577,250	407,030	387,004
	Trade account and other receivables	7 1,247,265	1,306,898	500,948	586,479
	Short-term loans to related parties	23 -	-	581,695	641,578
	Inventories	165,156	154,449	71,219	55,882
	Films under production	116,831	127,670	-	-
	Current portion of prepaid rents	40,654	34,154	15,973	9,473
	Other current assets	210,312	181,124	50,159	36,065
	<b>Total current assets</b>	<b>2,411,341</b>	<b>2,381,545</b>	<b>1,627,024</b>	<b>1,716,481</b>
<b>Non-current assets</b>					
	Available-for-sale investment	8 721,925	785,507	721,925	785,507
	Restricted cash	4,536	4,512	-	-
	Finance lease receivables	12,500	12,628	-	-
	Investment in subsidiaries	9 -	-	3,751,098	3,732,412
	Investment in associates	9 2,306,754	2,343,980	2,166,301	2,233,091
	Interest in joint ventures	9 277,684	294,160	245,168	255,168
	Long-term loans to related parties	23 1,796	2,113	396,574	431,891
	Property, plant and equipment	10 6,872,258	6,730,491	3,708,195	3,512,522
	Goodwill	283,361	283,361	-	-
	Intangible assets	10 206,150	209,100	50,376	46,245
	Deferred income tax assets	20,447	19,771	-	-
	Long-term prepaid rents	557,929	453,130	267,070	149,931
	Other non-current assets	313,535	412,126	216,675	318,986
	<b>Total non-current assets</b>	<b>11,578,875</b>	<b>11,550,879</b>	<b>11,523,382</b>	<b>11,465,753</b>
	<b>Total assets</b>	<b>13,990,216</b>	<b>13,932,424</b>	<b>13,150,406</b>	<b>13,182,234</b>

Director \_\_\_\_\_

Director \_\_\_\_\_

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

**Major Cineplex Group Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 30 June 2015**

		Unit: Baht'000				
		Consolidated		Company		
		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
		30 June	31 December	30 June	31 December	
Notes		2015	2014	2015	2014	
<b>Liabilities and shareholders' equity</b>						
<b>Current liabilities</b>						
	Short-term borrowings from financial institutions	12	2,093,127	2,235,000	2,088,127	2,185,000
	Trade account and other payables	11	1,965,064	1,899,355	1,325,715	1,306,240
	Current portion of long-term borrowings	12	917,445	115,558	840,020	40,170
	Short-term loans from related parties	23	25,000	25,000	1,073,267	973,924
	Accrued income tax		138,470	112,914	86,390	59,486
	Other current liabilities		132,939	154,533	56,001	54,340
	<b>Total current liabilities</b>		<b>5,272,045</b>	<b>4,542,360</b>	<b>5,469,520</b>	<b>4,619,160</b>
<b>Non-current liabilities</b>						
	Long-term borrowings from financial institutions	12	1,329,221	2,187,674	1,021,010	1,840,945
	Deferred income tax liabilities		313,201	328,475	67,919	82,187
	Employee benefit obligations		27,079	25,657	18,729	18,058
	Other non-current liabilities		466,949	461,482	105,631	91,713
	<b>Total non-current liabilities</b>		<b>2,136,450</b>	<b>3,003,288</b>	<b>1,213,289</b>	<b>2,032,903</b>
	<b>Total liabilities</b>		<b>7,408,495</b>	<b>7,545,648</b>	<b>6,682,809</b>	<b>6,652,063</b>
<b>Shareholders' equity</b>						
	Share capital	13				
	Authorised share capital					
	Ordinary shares, 896,266,347 shares (2014: 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, 892,112,396 shares (2014: 890,058,836 shares) at paid-up of Baht 1 each		892,112	890,059	892,112	890,059
	Share premium	13	4,007,018	3,967,548	4,007,018	3,967,548
	Warrants	14	10,480	17,249	8,001	15,067
	Retained earnings					
	Appropriated					
	Legal reserve		90,600	90,600	90,600	90,600
	Unappropriated		1,220,315	1,020,529	825,619	873,622
	Other components of shareholders' equity		296,610	344,830	644,247	693,275
	Equity attributable to owners of the parent		6,517,135	6,330,815	6,467,597	6,530,171
	Non-controlling interest	15	64,586	55,961	-	-
	<b>Total shareholders' equity</b>		<b>6,581,721</b>	<b>6,386,776</b>	<b>6,467,597</b>	<b>6,530,171</b>
	<b>Total liabilities and shareholders' equity</b>		<b>13,990,216</b>	<b>13,932,424</b>	<b>13,150,406</b>	<b>13,182,234</b>

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 2015**

		Unit: Baht'000			
		Consolidated		Company	
Notes		2015	2014	2015	2014
<b>Revenues</b>					
	Service income	2,096,274	1,950,257	1,303,751	1,218,092
	Sales	570,085	692,981	358,131	363,360
	<b>Total revenues</b>	<b>2,666,359</b>	<b>2,643,238</b>	<b>1,661,882</b>	<b>1,581,452</b>
<b>Costs</b>					
	Cost of services	(1,421,558)	(1,297,443)	(953,179)	(865,808)
	Cost of sales	(231,405)	(318,473)	(105,196)	(106,416)
	<b>Total Costs</b>	<b>(1,652,963)</b>	<b>(1,615,916)</b>	<b>(1,058,375)</b>	<b>(972,224)</b>
	<b>Gross profit</b>	<b>1,013,396</b>	<b>1,027,322</b>	<b>603,507</b>	<b>609,228</b>
	Other income	97,186	30,120	134,435	62,093
	Selling expenses	(144,229)	(115,284)	(66,894)	(50,700)
	Administrative expenses	(382,968)	(404,574)	(234,649)	(253,404)
	Finance costs	(39,299)	(43,329)	(45,971)	(36,832)
	Share of result of investments - equity method	72,260	46,070	-	-
	<b>Profit before income tax</b>	<b>616,346</b>	<b>540,325</b>	<b>390,428</b>	<b>330,385</b>
	Income tax	(119,623)	(97,014)	(72,870)	(61,194)
	<b>Profit for the period</b>	<b>496,723</b>	<b>443,311</b>	<b>317,558</b>	<b>269,191</b>
<b>Attributable profit to:</b>					
	Shareholders of the parent	490,584	445,870	317,558	269,191
	Non-controlling interests	6,139	(2,559)	-	-
		<b>496,723</b>	<b>443,311</b>	<b>317,558</b>	<b>269,191</b>
		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Earnings per share</b>					
	Basic earnings per share	0.55	0.50	0.36	0.30
	Diluted earnings per share	0.55	0.50	0.36	0.30

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 2015**

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>Profit for the period</b>	496,723	443,311	317,558	269,191
<b>Other comprehensive income:</b>				
<b>Items that will be reclassified subsequently to profit or loss</b>				
Remeasuring of available-for-sale investment	(22,568)	252,105	(22,568)	252,105
Currency translation differences	1,262	-	-	-
Income tax relating to items that will be reclassified	4,514	(50,421)	4,514	(50,421)
Other comprehensive income for the period, net of income tax	(16,792)	201,684	(18,054)	201,684
<b>Total comprehensive income for the period</b>	<b>479,931</b>	<b>644,995</b>	<b>299,504</b>	<b>470,875</b>
<b>Total comprehensive income attributable to:</b>				
Shareholders of the parent	473,792	647,554	299,504	470,875
Non-controlling interests	6,139	(2,559)	-	-
	<b>479,931</b>	<b>644,995</b>	<b>299,504</b>	<b>470,875</b>

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 2015**

		<b>Unit: Baht'000</b>			
		<b>Consolidated</b>		<b>Company</b>	
<b>Notes</b>		<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>Revenues</b>					
	Service income	3,445,878	3,233,934	2,092,857	2,006,991
	Sales	969,275	1,112,740	559,569	558,290
	<b>Total revenues</b>	<b>4,415,153</b>	<b>4,346,674</b>	<b>2,652,426</b>	<b>2,565,281</b>
<b>Costs</b>					
	Cost of services	(2,372,348)	(2,181,350)	(1,545,397)	(1,451,683)
	Cost of sales	(425,426)	(550,284)	(163,388)	(171,791)
	<b>Total Costs</b>	<b>(2,797,774)</b>	<b>(2,731,634)</b>	<b>(1,708,785)</b>	<b>(1,623,474)</b>
	<b>Gross profit</b>	<b>1,617,379</b>	<b>1,615,040</b>	<b>943,641</b>	<b>941,807</b>
	Other income	177,210	77,309	257,081	154,193
	Selling expenses	(244,767)	(235,759)	(111,885)	(89,430)
	Administrative expenses	(727,052)	(732,222)	(459,400)	(461,088)
	Finance costs	(79,897)	(88,605)	(92,320)	(74,156)
	Share of result of investments - equity method	124,532	85,468	-	-
	<b>Profit before income tax</b>	<b>867,405</b>	<b>721,231</b>	<b>537,117</b>	<b>471,326</b>
	Income tax	(170,155)	(138,297)	(95,497)	(80,163)
	<b>Profit for the period</b>	<b>697,250</b>	<b>582,934</b>	<b>441,620</b>	<b>391,163</b>
<b>Attributable profit to:</b>					
	Shareholders of the parent	689,409	585,927	441,620	391,163
	Non-controlling interests	7,841	(2,993)	-	-
		<b>697,250</b>	<b>582,934</b>	<b>441,620</b>	<b>391,163</b>
		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Earnings per share</b>					
	Basic earnings per share	0.77	0.66	0.50	0.44
	Diluted earnings per share	0.77	0.66	0.49	0.44

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 2015**

	Unit: Baht'000			
	Consolidated		Company	
	2015	2014	2015	2014
<b>Profit for the period</b>	697,250	582,934	441,620	391,163
<b>Other comprehensive income:</b>				
<b>Items that will be reclassified subsequently to profit or loss</b>				
Remeasuring of available-for-sale investment (Note 8)	(61,285)	40,549	(61,285)	40,549
Currency translation differences	1,039	-	-	-
Income tax relating to items that will be reclassified	12,257	(8,110)	12,257	(8,110)
Other comprehensive income for the period, net of income tax	(47,989)	32,439	(49,028)	32,439
<b>Total comprehensive income for the period</b>	<u>649,261</u>	<u>615,373</u>	<u>392,592</u>	<u>423,602</u>
<b>Total comprehensive income attributable to:</b>				
Shareholders of the parent	641,420	618,366	392,592	423,602
Non-controlling interests	7,841	(2,993)	-	-
	<u>649,261</u>	<u>615,373</u>	<u>392,592</u>	<u>423,602</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 2015

Unit: Baht'000

	Consolidated													
	Attributable to owners of the parent													
	Other components of shareholders' equity											Total owners of the parent	Non- controlling interests	Total shareholders' equity
	Issued and paid-up share capital	Share premium	Warrants	Retained earnings		Share premium - Treasury share	Change in parent's ownership interest in subsidiaries	Other comprehensive income (expense)		Total other component of equity				
Appropriated Legal reserve				Unappropriated	Translation of financial statements			Available- for-sale investment						
<b>Opening balance at 1 January 2014</b>	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	
<b>Changes in equity for period</b>														
Proceeds from exercise of warrants	917	16,096	(3,316)	-	-	-	-	-	-	-	13,697	-	13,697	
Warrants	-	-	2,632	-	-	-	-	-	-	-	2,632	-	2,632	
Acquisition of investment in subsidiary	-	-	-	-	-	-	-	-	-	-	-	975	975	
Dividends payment	-	-	-	-	(443,784)	-	-	-	-	-	(443,784)	-	(443,784)	
Total comprehensive income	-	-	-	-	585,927	-	-	-	32,439	32,439	618,366	(2,993)	615,373	
<b>Closing balance at 30 June 2014</b>	<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>-</u>	<u>442,504</u>	<u>394,021</u>	<u>6,293,889</u>	<u>(5,668)</u>	<u>6,288,221</u>	
<b>Opening balance at 1 January 2015</b>	890,059	3,967,548	17,249	90,600	1,020,529	288,425	(349,216)	771	404,850	344,830	6,330,815	55,961	6,386,776	
<b>Changes in equity for period</b>														
Proceeds from exercise of warrants (Note 13)	2,053	39,470	(11,307)	-	-	-	-	-	-	-	30,216	-	30,216	
Warrants (Note 14)	-	-	4,693	-	-	-	-	-	-	-	4,693	-	4,693	
Exercise of warrants in subsidiary (Note 14)	-	-	(155)	-	-	-	(231)	-	-	(231)	(386)	784	398	
Dividends payment (Note 19)	-	-	-	-	(489,623)	-	-	-	-	-	(489,623)	-	(489,623)	
Total comprehensive income	-	-	-	-	689,409	-	-	1,039	(49,028)	(47,989)	641,420	7,841	649,261	
<b>Closing balance at 30 June 2015</b>	<u>892,112</u>	<u>4,007,018</u>	<u>10,480</u>	<u>90,600</u>	<u>1,220,315</u>	<u>288,425</u>	<u>(349,447)</u>	<u>1,810</u>	<u>355,822</u>	<u>296,610</u>	<u>6,517,135</u>	<u>64,586</u>	<u>6,581,721</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 2015**

	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			
<b>Opening balance at 1 January 2014</b>	887,576	3,919,499	20,990	90,600	1,058,809	288,425	410,065	698,490	6,675,964	
<b>Changes in shareholders' equity for period</b>										
Proceeds from exercise of warrants	917	16,096	(3,316)	-	-	-	-	-	13,697	
Warrants	-	-	2,500	-	-	-	-	-	2,500	
Dividends payment	-	-	-	-	(443,784)	-	-	-	(443,784)	
Total comprehensive income for the period	-	-	-	-	391,163	-	32,439	32,439	423,602	
<b>Closing balance at 30 June 2014</b>	<b>888,493</b>	<b>3,935,595</b>	<b>20,174</b>	<b>90,600</b>	<b>1,006,188</b>	<b>288,425</b>	<b>442,504</b>	<b>730,929</b>	<b>6,671,979</b>	
<b>Opening balance at 1 January 2015</b>	890,059	3,967,548	15,067	90,600	873,622	288,425	404,850	693,275	6,530,171	
<b>Changes in shareholders' equity for period</b>										
Proceeds from exercise of warrants (Note 13)	2,053	39,470	(11,307)	-	-	-	-	-	30,216	
Warrants (Note 14)	-	-	4,241	-	-	-	-	-	4,241	
Dividends payment (Note 19)	-	-	-	-	(489,623)	-	-	-	(489,623)	
Total comprehensive income for the period	-	-	-	-	441,620	-	(49,028)	(49,028)	392,592	
<b>Closing balance at 30 June 2015</b>	<b>892,112</b>	<b>4,007,018</b>	<b>8,001</b>	<b>90,600</b>	<b>825,619</b>	<b>288,425</b>	<b>355,822</b>	<b>644,247</b>	<b>6,467,597</b>	

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 2015**

	Notes	Unit: Baht'000			
		Consolidated		Company	
		2015	2014	2015	2014
<b>Cash flows from operating activities</b>					
Cash generated from operations	20	1,160,350	1,439,203	547,047	854,267
Interest paid		(85,756)	(76,400)	(104,266)	(71,619)
Income tax paid		(148,292)	(70,358)	(70,604)	(27,803)
Net cash generated from operating activities		<u>926,302</u>	<u>1,292,445</u>	<u>372,177</u>	<u>754,845</u>
<b>Cash flows from investing activities</b>					
Increase in restricted cash		(24)	(32)	-	-
Short-term loans to related parties	23	-	-	(380,140)	(584,573)
Proceeds from settlements short-term loans to related parties	23	-	-	440,023	478,823
Loans made to related parties		-	-	-	(30,000)
Proceeds from settlements of loans to related parties	23	317	504	35,317	230,504
Loans made to third parties		(250)	(100)	(250)	(100)
Proceeds from settlements of loans to third parties		45	-	45	-
Payment on investment in subsidiaries	22	-	-	(8,686)	-
Proceeds from acquisition of subsidiary, net of cash payment	22	1,238	975	-	-
Payments on investment in associate	9	(5,715)	(13,409)	(5,715)	(13,409)
Proceeds from disposal of investment in an associate	9	184,389	33,584	184,389	33,584
Proceeds from disposal of available-for-sale investment		6,845	2,668	6,845	2,668
Purchases of property, plant and equipment		(333,961)	(284,587)	(258,322)	(198,647)
Proceeds from disposals of property, plant and equipment		787	9,392	230	334
Purchases of intangible assets		(171,774)	(122,564)	(13,335)	(6,341)
Interest received		10,925	28,175	36,863	54,667
Dividends received	9	90,033	77,894	76,533	77,894
Net cash (used in) from investing activities		<u>(217,145)</u>	<u>(267,500)</u>	<u>113,797</u>	<u>45,404</u>
<b>Cash flows from financing activities</b>					
Proceeds from short-term loans from related parties	23	-	-	1,126,295	842,025
Repayments of short-term loans from related parties	23	-	-	(1,026,952)	(657,796)
Repayments of bank overdrafts		-	(53,580)	-	(703)
Proceeds from short-term borrowings		3,095,000	2,945,600	3,050,000	2,785,000
Payments of short-term borrowings		(3,225,000)	(3,373,510)	(3,135,000)	(3,285,000)
Repayments of finance lease liabilities		(46,313)	(46,404)	(922)	(1,009)
Proceeds from long-term borrowings		-	49,400	-	-
Repayments of long-term borrowings	12	(20,000)	(70,646)	(20,000)	(20,000)
Proceeds from exercise of warrants	13	30,614	13,696	30,216	13,696
Dividends paid to shareholders		(489,585)	(443,716)	(489,585)	(443,716)
Net cash used in financing activities		<u>(655,284)</u>	<u>(979,160)</u>	<u>(465,948)</u>	<u>(767,503)</u>
<b>Net increase in cash and cash equivalents</b>		<b>53,873</b>	<b>45,785</b>	<b>20,026</b>	<b>32,746</b>
Cash and cash equivalents at the beginning of the period		<u>577,250</u>	<u>495,682</u>	<u>387,004</u>	<u>394,325</u>
<b>Cash and cash equivalents at the end of the period</b>		<b><u>631,123</u></b>	<b><u>541,467</u></b>	<b><u>407,030</u></b>	<b><u>427,071</u></b>

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 2015**

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		Unit: Baht'000	
Consolidated		Company	
2015	2014	2015	2014

**Non-cash transactions**

Significant non-cash transactions for the six-month periods ended 30 June 2015 and 2014 are as follows:

Investment in property, plant and equipment, not yet paid	224,958	24,984	146,592	5,088
Purchases of property, plant and equipment under finance leases	748	-	-	-
Disposals of property, plant and equipment, not yet received	3,385	34	176	-
Offsetting amounts due from related parties with loan to related parties	-	15	-	-
Dividend paid, not yet paid	38	68	38	68
Convertible investment in joint venture to investment in subsidiary	8,638	-	10,000	-

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

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## **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 7 August 2015.

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 2014.

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 2014 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 2015 and are relevant to the Group.

TAS 1 (revised 2014)	Presentation of financial statements
TAS 19 (revised 2014)	Employee benefits
TFRS 13	Fair value measurement

TAS 1 (revised 2014), the main change is that a requirement for entities to group items presented in 'other comprehensive income' (OCI) on the basis of whether they are potentially reclassifiable to profit or loss subsequently (reclassification adjustments). The amendments do not address which items are presented in OCI.

TAS 19 (revised 2014), the key changes are (a) actuarial gains and losses are renamed 'remeasurements' and will be recognised immediately in 'other comprehensive income' (OCI). Actuarial gains and losses will no longer be deferred using the corridor approach or recognised in profit or loss; and (b) past-service costs will be recognised in the period of a plan amendment; unvested benefits will no longer be spread over a future-service period. This standard has no impact to the group.

TFRS 13 aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across TFRSs. This standard has no impact to the group, except for disclosures.

## **3 New accounting policy**

### **3.1 Consolidated**

#### **(a) Subsidiaries**

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The group recognises any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognised amounts of acquiree's identifiable net assets.

Acquisition-related costs are expensed as incurred.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date; any gains or losses arising from such re-measurement are recognised in profit or loss.

**3 New accounting policy (Cont'd)**

**3.1 Consolidated (Cont'd)**

(a) Subsidiaries (Cont'd)

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised either in profit or loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not re-measured, and its subsequent settlement is accounted for within equity.

The excess of the consideration transferred the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If this is less than the fair value of the net assets of the subsidiary acquired in the case of a bargain purchase, the difference is recognised directly in profit or loss.

Intercompany transactions, balances and unrealised gains or loss on transactions between Group companies are eliminated. Unrealised losses are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(b) Joint arrangements

The Group has applied TFRS 11 to all joint arrangements as of 1 January 2015. Under TFRS 11 investments in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations each investor. The Company has assessed the nature of its joint arrangements and determined them to be joint ventures. Joint ventures are accounted for using the equity method.

Under the equity method of accounting, interests in joint ventures are initially recognised at cost and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses and movements in other comprehensive income. When the Group's share of losses in a joint venture equals or exceeds its interests in the joint ventures (which includes any long-term interests that, in substance, form part of the group's net investment in the joint ventures), the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the joint ventures.

Unrealised gains on transactions between the Group and its joint ventures are eliminated to the extent of the Group's interest in the joint ventures. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of the joint ventures have been changed where necessary to ensure consistency with the policies adopted by the Group.

The change in accounting policies has no impact to the financial position, comprehensive income and the cash flows of the Group at 1 January 2014 and 31 December 2014.

**3.2 Employee benefits**

The accounting policies for employee benefits used in the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2014, except changes by the revised accounting standard as follows:

- The Group recognised actuarial gains and losses in other comprehensive income in the period in which they arise.
- The Group recognised past-service costs in profit or loss immediately.

The change in accounting policies has no impact to the financial position, comprehensive income and the cash flows of the group at 1 January 2014 and 31 December 2014.

**4 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 2014.

**5 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.



**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

**5 Segment information (Cont'd)**

Financial information by business segments is as follows:

**Unit: Million Baht**

	<b>Consolidated</b>					<b>Total</b>
	<b>Cinema business</b>	<b>Advertising business</b>	<b>Bowling and Karaoke business</b>	<b>Rental and services</b>	<b>Movie content business</b>	
<b>For the three-month period ended 30 June 2015</b>						
Revenues						
Gross segment revenues	2,132	290	140	162	131	2,855
Inter-segment revenues	(121)	-	(19)	(29)	(20)	(189)
Net revenues	2,011	290	121	133	111	2,666
Segment results	392	208	(21)	15	(38)	556
Gain from selling of investments						60
Unallocated costs						(33)
Operating profit						583
<b>For the three-month period ended 30 June 2014</b>						
Revenues						
Gross segment revenues	2,011	252	139	159	270	2,831
Inter-segment revenues	(111)	-	(18)	(30)	(29)	(188)
Net revenues	1,900	252	121	129	241	2,643
Segment results	382	190	(3)	10	(18)	561
Gain from selling of investments						2
Unallocated costs						(25)
Operating profit						538

**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

**5 Segment information (Cont'd)**

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

**Unit: Million Baht**

	<b>Consolidated</b>					<b>Total</b>
	<b>Cinema business</b>	<b>Advertising business</b>	<b>Bowling and Karaoke business</b>	<b>Rental and services</b>	<b>Movie content business</b>	
<b>For the six-month period ended 30 June 2015</b>						
Revenues						
Gross segment revenues	3,434	467	273	318	289	4,781
Inter-segment revenues	(234)	-	(36)	(53)	(43)	(366)
Net revenues	<u>3,200</u>	<u>467</u>	<u>237</u>	<u>265</u>	<u>246</u>	<u>4,415</u>
Segment results	<u>500</u>	<u>331</u>	<u>(27)</u>	<u>32</u>	<u>(60)</u>	<u>776</u>
Compensation income						8
Gain from selling of investments						104
Unallocated costs						(65)
Operating profit						<u>823</u>
<b>For the six-month period ended 30 June 2014</b>						
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>	<u>751</u>
Gain from selling of investments						5
Unallocated costs						16
Operating profit						<u>(48)</u>
						<u>724</u>

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

**6 Fair value**

**6.1 Fair value estimation**

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The following table presents the group's financial assets and liabilities that are measured at fair value at 30 June 2015.

	<b>Level 1 Thousand Baht</b>
	<u>                    </u>
<b>Asset</b>	
Available-for-sale financial assets	
• Equity securities	721,925
	<u>                    </u>
Total asset	<u>721,925</u>

The following table presents the group's financial assets and liabilities that are measured at fair value at 31 December 2014.

	<b>Level 1 Thousand Baht</b>
	<u>                    </u>
<b>Asset</b>	
Available-for-sale financial assets	
• Equity securities	785,507
	<u>                    </u>
Total asset	<u>785,507</u>

**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

**7 Trade and other receivables**

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>30 June 2015</b>	<b>31 December 2014</b>	<b>30 June 2015</b>	<b>31 December 2014</b>
Third parties				
- Trade accounts receivable	667,164	618,133	117,184	46,859
- Unbilled revenue	303,528	308,273	59,750	73,473
Total	970,692	926,406	176,934	120,332
<u>Less</u> Allowance for doubtful accounts	(3,050)	(17,383)	-	-
Trade accounts receivable - Third parties, net	967,642	909,023	176,934	120,332
Trade accounts receivable - Related parties (Note 23)	17,126	39,720	37,964	95,986
Amounts due from related parties (Note 23)	87,604	193,657	190,242	223,397
Other accounts receivable	107,070	89,002	44,583	100,754
Prepaid expenses	67,823	75,496	51,225	46,010
Trade account and other receivables	<u>1,247,265</u>	<u>1,306,898</u>	<u>500,948</u>	<u>586,479</u>

Outstanding trade and other receivables can be analysed as follows:

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>30 June 2015</b>	<b>31 December 2014</b>	<b>30 June 2015</b>	<b>31 December 2014</b>
<b>Third parties</b>				
Unbilled revenue	303,528	308,273	59,750	73,473
Trade accounts receivable				
Current	312,002	305,736	36,732	32,594
Overdue less than 3 months	239,782	212,110	75,367	12,477
3 - 6 months	65,347	40,479	3,799	220
6 - 12 months	33,579	34,760	250	775
Over 12 months	16,454	25,048	1,036	793
Total	970,692	926,406	176,934	120,332
<u>Less</u> Allowance for doubtful accounts	(3,050)	(17,383)	-	-
Trade accounts receivable - third parties, net	<u>967,642</u>	<u>909,023</u>	<u>176,934</u>	<u>120,332</u>
<b>Related parties</b>				
Unbilled revenue	2,335	197	2,228	4,521
Trade accounts receivable				
Current	6,995	10,179	17,721	23,669
Overdue less than 3 months	7,277	5,575	17,378	67,165
3 - 6 months	6	236	6	610
6 - 12 months	513	-	610	-
Over 12 months	-	23,533	21	21
Total	17,126	39,720	37,964	95,986
<u>Less</u> Allowance for doubtful accounts	-	-	-	-
Trade accounts receivable - related parties, net	<u>17,126</u>	<u>39,720</u>	<u>37,964</u>	<u>95,986</u>

**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

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**8 Available-for-sale investment**

Information relating to available-for-sale investment is as follows:

	<b>Unit: Baht'000</b>			
	<b>Consolidated and Company</b>			
	<b>30 June 2015</b>		<b>31 December 2014</b>	
	<b>At cost</b>	<b>At fair value</b>	<b>At cost</b>	<b>At fair value</b>
Available-for-sale investment	277,147	721,925	279,444	785,507
	<u>277,147</u>	<u>721,925</u>	<u>279,444</u>	<u>785,507</u>

During the six-month period ended 30 June 2015, the movements of available-for-sale investment are as follows:

	<b>Unit: Baht'000</b>
	<b>Consolidated and Company</b>
Opening book value	785,507
Disposal	(2,297)
Change in fair value of available-for-sale investment	<u>(61,285)</u>
Closing book value	<u>721,925</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:

	<b>Unit: Baht'000</b>
	<b>Company</b>
	<b>30 June 2015</b>
Investment in subsidiaries	3,754,098
<u>Less</u> Impairment	<u>(3,000)</u>
Closing net book amount	<u>3,751,098</u>
Opening net book amount	3,732,412
Additions (Note 22)	8,686
Reclassification from investment in joint ventures to subsidiaries (Note 9.3)	<u>10,000</u>
Closing net book amount	<u>3,751,098</u>

**Additional of investment in subsidiary**

**K Arena Co., Ltd. ("K Arena")**

On 19 January 2015, the Company has purchased 50.00% of shares in K Arena Co., Ltd., a Karaoke business, totalling Baht 8.69 million. As a result, the shareholding percentage has been changed from 49.99% to 99.99%. The parent's ownership interest has changed from joint venture to subsidiary.

**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:

	<b>Unit: Baht'000</b>	
	<b>Consolidated</b>	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>		
Opening net book amount	2,343,980	2,233,091
Additions	5,715	5,715
Disposals	(85,278)	(72,505)
Dividends received	(76,533)	-
Share of results	118,870	-
Closing net book amount	<u>2,306,754</u>	<u>2,166,301</u>

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 2015, the Group realised gain on disposals of Baht 8.16 million in the consolidated income statement.

During the six-month period ended 30 June 2015, the Company received dividends income from associates amounting to Baht 76.53 million (30 June 2014: Baht 77.89 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 2015, the Company has made additional investment in SF of 0.80 million shares totalling Baht 5.72 million.

**Disposal of investment in associate**

During the six-month period ended 30 June 2015, the Company disposed its investment in SF of 27.63 million shares for the considerations of Baht 184.39 million and recognised gain from disposal amounting to Baht 99.11 million, and Baht 111.88 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 23.89% to 22.29%.

**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

**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:

	<b>Unit: Baht'000</b>	
	<b>Consolidated</b>	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>		
Opening net book amount	294,160	255,168
Reclassification from investment in joint ventures to subsidiaries (Note 9.1)	(8,638)	(10,000)
Dividends received	(13,500)	-
Share of result	5,662	-
Closing net book amount	<u>277,684</u>	<u>245,168</u>

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

<b>Subsidiaries</b>	<b>Nature of business</b>	<b>relationship</b>	<b>% Ownership interest</b>	
			<b>30 June 2015</b>	<b>31 December 2014</b>
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, and area for rent	Shareholder	99.98	99.98
M Picture Entertainment Public Company Limited ("MPIC")	Publishing, advertising and distribution of film rights	Shareholder	92.46	92.49
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
K Arena Co., Ltd. (2014 - Joint Venture)	Karaoke services	Shareholder	99.99	50.00

**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

**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	relationship	% Ownership interest	
			30 June 2015	31 December 2014
<b>Subsidiaries under EGV</b>				
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
<b>Subsidiaries under MPIC</b>				
TV Forum Co., Ltd.	Television media business	Indirect shareholding	92.46	92.49
M Picture Co., Ltd.	Distribution of film rights for cinema services, VCD/DVD production and TV broadcast	Indirect shareholding	92.46	92.49
M.V.D. Co., Ltd. ("MVD")	Distribution of VCD/DVD, Blu-ray and film rights	Indirect shareholding	92.46	92.49
M Thirty nine Co., Ltd.	Film production	Indirect shareholding	92.46	92.49
Talent One Co., Ltd.	Film production	Indirect shareholding	83.22	83.24
<b>Subsidiary under MVD</b>				
Pacific Media Sale Co., Ltd.	Distribution of CD, VCD and DVD	Indirect shareholding	91.91	91.93
<b>Subsidiaries under MHD</b>				
Major Platinum Cineplex (Cambodia) Co., Ltd. ("Major Platinum")	Cinema and bowling services	Indirect shareholding	69.97	69.97
<b>Associates</b>				
Siam Future Development Public Company Limited ("SF")	Rental of building space and utilities services	Shareholder	22.29	23.89
Ratchayothin Avenue Co., Ltd.	Rental of building space and utilities services	Shareholder	50.00	50.00
		Indirect shareholding via SF	11.15	11.95
Major Cineplex Lifestyle Leasehold Property Fund	Rental of building and utilities services	Shareholder	33.00	33.00
Thai ticket major Co., Ltd.	Agent for selling of tickets	Shareholder	40.00	40.00
<b>Joint ventures</b>				
PVR blu-O Entertainment Limited ("PVR blu-O")	Bowling, Karaoke and entertainment	Shareholder	49.00	49.00
K Arena Co., Ltd. (2015 - Subsidiary)	Karaoke services	Shareholder	99.99	50.00
<b>Joint venture under MPIC</b>				
Major Kantana Broadcasting Company Limited	Satellite broadcasting and distribution of film rights	Indirect shareholding	41.61	41.61
Transformation Film Co., Ltd.	Film production, advertising, television programmes service provided for all forms of entertainment	Indirect shareholding	26.42	26.42

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.



**Major Cineplex Group Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2015**

**10 Property, plant, equipment and intangible assets**

	Unit: Baht'000			
	Consolidated		Company	
	Property, plant and equipment	Intangible assets	Property, plant and equipment	Intangible assets
<b>For the six-month period ended 30 June 2015</b>				
Opening net book amount	6,730,491	209,100	3,512,522	46,245
Exchange differences	1,877	81	-	-
Acquisition in subsidiary (Note 22)	7,518	-	-	-
Additions	559,667	150,818	404,914	13,335
Disposals	(4,020)	-	(723)	-
Write-off	(1,819)	-	-	-
Depreciation/amortisation	(404,832)	(172,753)	(208,518)	(9,204)
Impairment of asset	(16,624)	18,904	-	-
Closing net book amount	<u>6,872,258</u>	<u>206,150</u>	<u>3,708,195</u>	<u>50,376</u>

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

		Unit: '000			
		Consolidated		Company	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
Currency					
Property, plant, equipment	THB	56,304	46,490	51,950	46,490
Intangible assets	THB	45,422	85,462	-	-
	USD	2,027	2,221	-	-
	EUR	4	-	-	-
Total	THB	101,726	131,952	51,950	46,490
	USD	2,027	2,221	-	-
	EUR	4	-	-	-
Total in Thai Baht		<u>170,650</u>	<u>193,595</u>	<u>51,950</u>	<u>46,490</u>

**11 Trade and other payables**

	Unit: Baht'000			
	Consolidated		Company	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Trade account payables				
- third parties	814,069	731,133	517,241	451,345
- related parties (Note 23)	2,024	2,660	99,845	123,922
Amounts due to related parties (Note 23)	22,710	54,286	33,592	53,750
Other payables	327,238	307,900	208,480	205,965
Accrued expenses	381,454	413,425	208,649	224,331
Unearned rental and services income	417,569	389,951	257,908	246,927
Trade account and other payables	<u>1,965,064</u>	<u>1,899,355</u>	<u>1,325,715</u>	<u>1,306,240</u>

Unearned rental and service income included cash advanced from customers amounting to Baht 66.88 million (31 December 2014: Baht 74.88 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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**For the interim period ended 30 June 2015**

**12 Borrowings**

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>30 June 2015</b>	<b>31 December 2014</b>	<b>30 June 2015</b>	<b>31 December 2014</b>
<b>Current</b>				
Short-term loans from financial institutions	2,093,127	2,235,000	2,088,127	2,185,000
Current portion of long-term borrowings:				
- Finance lease liabilities	77,445	75,558	20	170
- Bank borrowings	40,000	40,000	40,000	40,000
- Debentures	800,000	-	800,000	-
Total current portion of long-term borrowings	917,445	115,558	840,020	40,170
<b>Non-current portion of long-term borrowings</b>				
- Finance lease liabilities	329,221	367,674	21,010	20,945
- Bank borrowings	-	20,000	-	20,000
- Debentures	1,000,000	1,800,000	1,000,000	1,800,000
Total non-current portion of long-term borrowings	1,329,221	2,187,674	1,021,010	1,840,945
Total borrowings and debentures	4,339,793	4,538,232	3,949,157	4,066,115

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

	<b>Unit: Baht'000</b>	
	<b>Consolidated</b>	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>		
Opening amount	60,000	60,000
Additions	-	-
Repayments	(20,000)	(20,000)
Closing amount	40,000	40,000

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

**Debentures**

	<b>Unit: Baht'000</b>	
	<b>Consolidated</b>	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>		
Opening amount	1,800,000	1,800,000
Closing amount	1,800,000	1,800,000

**Borrowing facilities**

As at 30 June 2015, the available credit facilities from financial institutions of the Group and the Company are Baht 6,118 million and Baht 4,660 million, respectively (31 December 2014: Baht 3,925 million and Baht 2,320 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.

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**13 Share capital and premium on share capital**

	Authorised number of shares Shares'000	Issued and fully paid up shares		Shares premium Baht'000
		Number of shares Shares'000	Ordinary shares Baht'000	
<b>For the six-month period ended</b>				
<b>30 June 2015</b>				
Opening balance	896,266	890,059	890,059	3,967,548
Issuance of shares				
The exercised warrant - w4	-	2,053	2,053	39,470
Closing balance	896,266	892,112	892,112	4,007,018

Employee share option scheme: As at 31 March 2015 and 30 June 2015, 206,500 options and 1,750,948 options of the Company were exercised with exercise ratio 1:1.033 and 1:1.051, respectively resulted in 2,053,560 shares being issued (30 June 2014: 887,000 options of the Company were exercised with exercise ratio 1:1.1033 resulted in 916,271 shares being issued), with exercise price of Baht 14.948 and Baht 14.687, respectively totaling proceeds of Baht 30.22 million (30 June 2014: Baht 14.948 totaling proceeds of Baht 13.70 million). The related weighted average price at the time of exercise was Baht 30.405 per share and Baht 32.140 per share, respectively (30 June 2014: Baht 18.567 per share).

During the period to 30 June 2015, 250,088 options of a subsidiary were exercised with exercise ratio 1:1.287 resulted in 321,861 shares being issued (30 June 2014: None), with exercise price of Baht 1.235 totaling proceeds of Baht 0.40 million (30 June 2014: None). The related weight average price at the time of exercise was Baht 1.72 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. The Company has no legal obligation to repurchase or settle the options in cash.

As at 24 April 2015, a subsidiary issued and offered warrants (ESOP-W2) 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. The Company has no legal obligation to repurchase or settle the options in cash.

	Unit: Baht'000	
	Consolidated	Company
<b>For the six-month period ended 30 June 2015</b>		
Opening balance	17,249	15,067
Expense during the period	4,693	4,241
Exercise of warrants	(11,462)	(11,307)
Closing balance	10,480	8,001

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**15 Non-controlling interest**

	<b>Unit: Baht'000</b>
	<b>Consolidated</b>
<b>For the six-month period ended 30 June 2015</b>	
Opening balance	55,961
Exercise of warrants	784
Share of result	7,841
	<hr/>
Closing balance	64,586
	<hr/> <hr/>

**16 Other income**

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

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
<b>For the three-month periods ended</b>	<b>30 June</b>	<b>30 June</b>	<b>30 June</b>	<b>30 June</b>
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Dividend income	-	3,324	34,911	31,359
Gain on disposals of available-for-sale investment	-	2,011	-	2,011
Gain on disposals of investment in associate	60,571	-	69,223	-
Management fee income	11,797	12,479	11,947	11,997
Interest income	5,312	3,061	11,516	14,243

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
<b>For the six-month periods ended</b>	<b>30 June</b>	<b>30 June</b>	<b>30 June</b>	<b>30 June</b>
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Dividend income	-	3,324	76,533	81,218
Gain on disposals of available-for-sale investment	4,548	2,011	4,548	2,011
Gain on disposals of investment in associate (Note 9)	99,111	14,539	111,884	16,472
Management fee income	24,143	25,233	24,443	23,849
Interest income	7,297	4,735	22,048	28,011

**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 20% and 18% 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.

	<b>Unit: Shares'000</b>			
	<b>Consolidated and Company</b>			
	<b>For the three-month period ended</b>		<b>For the six-month period ended</b>	
	<b>30 June 2015</b>	<b>30 June 2014</b>	<b>30 June 2015</b>	<b>30 June 2014</b>
Number of weighted average shares:				
- basic	890,292	887,586	890,177	887,581
- diluted	892,847	888,954	892,602	888,735

**19 Dividends**

At the Annual General Shareholders Meeting held on 2 April 2015, the shareholders passed the resolution to approved dividends payment in respect of the operating results for the period from July to December 2014 at Baht 0.55 per share, totaling Baht 489.62 million. The dividend will be distributed to shareholders listed in the register on 17 April 2015. The dividends were distributed to the shareholders on 2 May 2015.

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**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 2015	30 June 2014	30 June 2015	30 June 2014
Profit before income tax		867,405	721,231	537,117	471,326
Adjustments for:					
Depreciation/amortisation	10	577,585	602,625	217,722	189,328
Amortisation of prepaid rents		18,702	17,077	6,361	4,736
Doubtful and bad debts		2,050	34,859	-	544
Loss on obsolescence		450	-	-	-
Provision for interest receivable		-	17	-	-
Loss on goods returns (reversal)		(11,450)	2,600	-	-
Impairment loss (reversal)	10	(2,280)	56,012	-	35,707
Loss (gain) on disposals of equipment		(152)	2,022	317	2,091
Loss on write-off equipment	10	1,819	19,655	-	17,460
Gain on disposals of investment in associate	9	(99,111)	(14,539)	(111,884)	(16,472)
Gain on disposals of available-for-sale investment	16	(4,548)	(2,011)	(4,548)	(2,011)
Shares of results of investment in associates and joint ventures	9	(124,532)	(85,468)	-	-
Provision of liabilities on loyalty program		(484)	1,011	(484)	1,011
Employee benefit obligations		1,422	1,021	671	1,026
Warrants	14	4,693	2,632	4,241	2,500
Unrealised loss on exchange rate		(947)	-	(2,494)	-
Dividends income	16	-	(3,324)	(76,533)	(81,218)
Interest income	16	(7,297)	(4,735)	(22,048)	(28,011)
Finance costs		79,897	88,605	92,320	74,156
Changes in operating assets and liabilities:					
- trade and other receivables		56,110	(186,402)	73,399	(12,502)
- inventories		(11,157)	20,598	(15,337)	20,519
- movies under productions		10,839	(83,704)	-	-
- other current assets		(12,153)	42,900	(3,832)	26,386
- finance lease receivables		27	72	-	-
- other non-current assets		(31,203)	(50,843)	(27,484)	(77,334)
- trade and other payables		(150,892)	240,003	(136,507)	228,893
- other current liabilities		(9,909)	24,885	2,132	(4,172)
- other non-current liabilities		5,466	(7,596)	13,918	304
Cash generated from operations		<u>1,160,350</u>	<u>1,439,203</u>	<u>547,047</u>	<u>854,267</u>

**21 Commitments and contingencies**

**i) Bank guarantees and letter of credits**

As at 30 June 2015, there are outstanding bank guarantees and letter of credits given on behalf of the Group to third parties amounting to Baht 195.12 million (31 December 2014: Baht 182.16 million).

**ii) Guarantees**

As at 30 June 2015, the Company and a subsidiary have given guarantees for bank loans granted to subsidiaries and associate for a total of Baht 31.33 million (31 December 2014: Baht 70.00 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 2015	31 December 2014	30 June 2015	31 December 2014
Not later than 1 year	676	574	697	611
Later than 1 year but not later than 5 years	2,789	2,366	2,297	2,058
Later than 5 years	6,090	5,124	4,071	2,961
	<u>9,555</u>	<u>8,064</u>	<u>7,065</u>	<u>5,630</u>

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 2015, the Group has commitments in respect of payments to film directors amounting to Baht 16.92 million (31 December 2014: Baht 39.03 million).

**v) Contingent liabilities**

During 2<sup>nd</sup> quarter of 2015, a subsidiary and a joint venture received a court summon with respect to the default in a right to sell from a customer. This case is still at the early stage of legal process. Currently, the case is in the process of court. The Group's management after consultation made with its legal advisor concerned believe that this case will not cause any significant losses to the Group. Accordingly, no provision for any liability that may be incurred, has been made in the interim financial information at the moment.

**22 Business combinations**

On 1 January 2015, the Group additionally acquired 50% of the share capital of K Arena Co., Ltd. for a total consideration of Baht 8.69 million. As a result of the acquisition, the Group is expected to increase its presence in these markets and revenue channel to the Group.

The following table summarises the consideration paid for K Arena Co., Ltd. and the amounts of the assets acquired and liabilities assumed recognised at the acquisition date.

**a) Consideration**

	<u>Thousand Baht</u>
Cash	8,686
<b>Total consideration transferred</b>	8,686
Fair value of equity interest in K Arena Co., Ltd. held before the business combination	8,638
<b>Total consideration</b>	<u>17,324</u>
<b>Recognised amounts of identifiable assets acquired and liabilities assumed</b>	
Cash and cash equivalents	9,924
Trade and other receivables	390
Other current assets	707
Property, plant and equipment	7,518
Intangible assets	91
Trade and other payables	<u>(1,306)</u>
<b>Total identifiable net assets</b>	<u>17,324</u>
<b>Goodwill</b>	<u>-</u>

**b) Acquired trade and other receivables**

The fair value of trade and other receivables is Baht 390,498.

**c) Acquired identifiable intangible assets**

The fair value of the acquired identifiable intangible assets is Baht 91,352.





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**23 Related party transactions (Cont'd)**

**ii) Purchase of goods and services and others**

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>For the three-month period ended 30 June</b>				
<b>Purchases of goods and services</b>				
Subsidiaries	-	-	63,124	58,842
Associates	8,143	8,385	6,831	7,022
Leasehold property fund	41,067	39,568	31,100	30,460
Joint ventures	1,741	295	582	20
Related parties	47,496	42,428	41,234	37,650
	<u>98,447</u>	<u>90,676</u>	<u>142,871</u>	<u>133,994</u>
<b>Purchases of equipment</b>				
Subsidiaries	-	-	1	-
	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>
	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
<b>For the six-month period ended 30 June</b>				
<b>Purchases of goods and services</b>				
Subsidiaries	-	-	125,611	134,233
Associates	13,951	14,395	11,214	11,633
Leasehold property fund	79,337	76,388	60,221	58,387
Joint ventures	11,809	664	8,223	20
Related parties	87,977	85,300	76,156	76,273
	<u>193,074</u>	<u>176,747</u>	<u>281,425</u>	<u>280,546</u>
<b>Purchases of equipment</b>				
Subsidiaries	-	-	1	120
	<u>-</u>	<u>-</u>	<u>1</u>	<u>120</u>

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**23 Related party transactions (Cont'd)**

The following material 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 2015	31 December 2014	30 June 2015	31 December 2014
<b>Trade accounts receivable (include unbilled revenue)</b>				
Subsidiaries	-	-	36,270	93,227
Associates	9,643	4,705	29	1,945
Joint venture	4,698	32,397	1,197	334
Related parties	2,785	2,618	468	480
	<u>17,126</u>	<u>39,720</u>	<u>37,964</u>	<u>95,986</u>
<b>Amounts due from related parties</b>				
Subsidiaries	-	-	166,443	186,795
Associates	31,324	32,275	7,149	7,726
Joint venture	26,274	121,938	933	4,965
Related parties	30,006	39,444	15,717	23,911
	<u>87,604</u>	<u>193,657</u>	<u>190,242</u>	<u>223,397</u>
<b>Deposit (included in "Other non-current assets")</b>				
Subsidiaries	-	-	44,528	44,528
Associates	8,460	8,460	3,460	3,460
Joint venture	-	500	-	-
	<u>8,460</u>	<u>8,960</u>	<u>47,988</u>	<u>47,988</u>
<b>Finance lease receivables</b>				
Related parties	1,711	1,740	-	-
	<u>1,711</u>	<u>1,740</u>	<u>-</u>	<u>-</u>
<b>Trade accounts payable (included in "Trade accounts and notes payable")</b>				
Subsidiaries	-	-	98,179	121,899
Associates	39	1,040	1	1,037
Joint venture	826	535	602	-
Related parties	1,159	1,085	1,063	986
	<u>2,024</u>	<u>2,660</u>	<u>99,845</u>	<u>123,922</u>

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**23 Related party transactions (Cont'd)**

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

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

	<b>Unit: Baht'000</b>			
	<b>Consolidated</b>		<b>Company</b>	
	<b>30 June 2015</b>	<b>31 December 2014</b>	<b>30 June 2015</b>	<b>31 December 2014</b>
<b>Other payables</b> (included in "Amounts due to related parties")				
Subsidiaries	-	-	17,862	24,309
Associates	8,548	16,094	7,920	15,243
Joint venture	2,188	21,172	-	-
Related parties	10,564	13,720	6,860	10,898
Board	1,410	3,300	950	3,300
	<u>22,710</u>	<u>54,286</u>	<u>33,592</u>	<u>53,750</u>
<b>Advance received for rental and services</b> (included in "Other non-current liabilities")				
Associate	26,532	27,055	-	-
Related parties	13,314	14,069	-	-
	<u>39,846</u>	<u>41,124</u>	<u>-</u>	<u>-</u>
<b>Deposits received</b> (included in "Other non-current liabilities")				
Subsidiaries	-	-	1,253	1,253
Associates	120,003	120,003	-	-
Joint venture	420	420	-	-
Related parties	5,667	5,667	135	135
	<u>126,090</u>	<u>126,090</u>	<u>1,388</u>	<u>1,388</u>
<b>Finance lease liabilities</b> (included in "Long-term borrowings from financial institutions")				
Associates	20,882	12,493	20,882	12,493
Related parties	-	8,329	-	8,329
	<u>20,882</u>	<u>20,822</u>	<u>20,882</u>	<u>20,822</u>

**23 Related party transactions (Cont'd)**

The following material 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 2015 comprise unsecured loan, repayable within 1 month which carry interest at the rate of 4.00% per annum.

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

	<b>Unit: Baht'000</b>
	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>	
Opening balance	641,578
Loans advanced during the period	380,140
Loans repayments received during the period	<u>(440,023)</u>
Closing balance	<u>581,695</u>

The related interest income in the company income statement was Baht 12.12 million. As at 30 June 2015, the accrued interest income in the company statement of financial position was Baht 1.95 million.

**v) Long-term loans to related parties and others**

	<b>Unit: Baht'000</b>	
	<b>Consolidated</b>	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>		
<b>Subsidiaries and associates and employees</b>		
Opening balance	2,113	431,891
Loans advanced during the period	-	-
Loans repayments received during the period	<u>(317)</u>	<u>(35,317)</u>
Closing balance	<u>1,796</u>	<u>396,574</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 0.01 million and Baht 8.04 million, respectively. As at 30 June 2015, the accrued interest incomes in the company statements of financial position were Baht 79.68 million.

**23 Related party transactions (Cont'd)**

The following material 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 2015 comprise unsecured loans of Baht 1,048.27 million, repayable within 1 month, carrying interest at the rate of 4.00% per annum. On-call promissory note of Baht 25 million bears interest rate of 3.10% per annum.

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

	<b>Unit: Baht’000</b>	
	<b>Consolidated</b>	<b>Company</b>
<b>For the six-month period ended 30 June 2015</b>		
Opening balance	25,000	973,924
Loans borrowed during the period	-	1,126,295
Loans repaid during the period	-	(1,026,952)
Closing balance	<u>25,000</u>	<u>1,073,267</u>

The related interest expense in the consolidated and company income statement was Baht 21.45 million and Baht 19.35 million, respectively. As at 30 June 2015, the accrued interest expense in the consolidated and company statement of financial position was Baht 7.59 million and Baht 3.24 million, respectively.

**vii) Key management compensation**

	<b>Unit: Baht’000</b>			
	<b>Consolidated</b>		<b>Company</b>	
<b>For the three-month periods ended 30 June</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Short-term employee benefits	11,077	14,052	9,716	12,786
Retirement benefits	199	251	187	240
Share-based payments	319	257	319	257
	<u>11,595</u>	<u>14,560</u>	<u>10,222</u>	<u>13,283</u>

  

	<b>Unit: Baht’000</b>			
	<b>Consolidated</b>		<b>Company</b>	
<b>For the six-month periods ended 30 June</b>	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Short-term employee benefits	21,861	24,072	19,122	21,775
Retirement benefits	398	502	374	480
Share-based payments	1,089	642	1,089	642
	<u>23,348</u>	<u>25,216</u>	<u>20,585</u>	<u>22,897</u>

**24 Subsequent events**

- 24.1 At the Board of Directors Meeting held on 7 August 2015, the Board passed a resolution to approve interim dividends in respect of the operating results for the period from January to June 2015 at Baht 0.55 per share, totalling Baht 490.67 million. The dividend will be distributed to shareholders listed in the register on 25 August 2015. The dividends will be distributed to the shareholders on 4 September 2015.
- 24.2 At the Board of Directors (“the Board”) Meeting of a subsidiaries held on 4 August 2015, the Board passed a resolution to approve the incorporation of a film distribution company in Laos, whose registered share capital is USD 125,000 representing 10,000 ordinary shares at a par value of USD 12.50 per share. The Company will own 40% or equivalent to USD 50,000. It is expected that this new company will be incorporated by the end of the 3<sup>rd</sup> quarter of 2015.