

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Board of Directors of Eastern Water Resources Development and Management Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 31 March 2016, and the related consolidated and company statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, and condensed notes to interim financial information of Eastern Water Resources Development and Management Public Company Limited and its subsidiaries, and of Eastern Water Resources Development and Management 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".

Emphasis of Matter

I draw your attention to Note 15 to the interim financial information regarding compensation for the Company's pipeline connecting projects. Currently, the Company pays compensation at a preliminary rate because the government agency is considering a deal in which the Company will rent or manage connecting projects. As a result, the government agency is reviewing the compensation rate and it may be subject to change. My conclusion is not qualified in respect of this matter.

Sukhumaporn Wong-ariyaporn
Certified Public Accountant (Thailand) No. 4843
PricewaterhouseCoopers ABAS Ltd.

Bangkok
10 May 2016

**EASTERN WATER RESOURCES DEVELOPMENT AND
MANAGEMENT PUBLIC COMPANY LIMITED**

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

31 MARCH 2016

Eastern Water Resources Development and Management Public Company Limited

Statement of Financial Position

As at 31 March 2016

		(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		31 March	31 December	31 March	31 December
Notes		2016	2015	2016	2015
Assets					
Current assets					
Cash and cash equivalents		430,201	311,218	279,233	249,113
Short-term investments	5	586,338	862,598	201,404	546,523
Trade and other receivables	6	481,681	447,164	326,687	282,814
Inventories		10,003	9,381	-	-
Other current assets		31,406	33,849	20,796	13,645
Total current assets		1,539,629	1,664,210	828,120	1,092,095
Non-current assets					
Investment in subsidiary	7	-	-	510,000	510,000
Investment property - net	8	200,222	216,902	228,954	231,204
Property, plant and equipment - net	8	13,506,122	13,265,976	13,287,941	13,066,999
Goodwill		103,283	103,283	-	-
Intangible assets - net	8	3,773,994	3,831,897	34,508	36,075
Deferred tax assets		23,527	23,288	-	-
Other non-current assets	9	510,926	521,907	478,600	488,272
Total non-current assets		18,118,074	17,963,253	14,540,003	14,332,550
Total assets		19,657,703	19,627,463	15,368,123	15,424,645

Director _____ Director _____
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The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited

Statements of Financial Position (continued)

As at 31 March 2016

		(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		31 March	31 December	31 March	31 December
Notes		2016	2015	2016	2015
Liabilities and shareholders' equity					
Current liabilities					
Short-term borrowing from a financial institution	11.1	1,600,000	1,600,000	-	-
Trade accounts payable	10	105,948	133,930	61,663	104,881
Payable for purchase of fixed assets		228,414	63,579	219,708	58,418
Current portion of long-term liabilities under finance lease agreements		2,938	2,856	2,938	2,856
Current portion of long-term borrowings from financial institutions	11.2	752,200	752,200	560,000	560,000
Corporate income tax payable		228,567	149,495	179,890	111,845
Accrued expenses		151,223	175,191	113,715	118,265
Other current liabilities		77,499	60,958	37,673	34,570
Total current liabilities		3,146,789	2,938,209	1,175,587	990,835
Non-current liabilities					
Long-term liabilities under finance lease agreements		1,076	1,843	1,076	1,842
Long-term borrowings from financial institutions	11.2	3,448,800	4,008,800	2,680,000	3,240,000
Debentures	11.3	2,396,910	2,396,822	2,396,910	2,396,822
Deferred tax liabilities		421,706	421,234	31,025	24,798
Employee benefit obligations		123,428	119,687	75,436	73,361
Long-term provisions		26,611	26,881	-	-
Other non-current liabilities		210,291	214,424	180,629	184,212
Total non-current liabilities		6,628,822	7,189,691	5,365,076	5,921,035
Total liabilities		9,775,611	10,127,900	6,540,663	6,911,870

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited

Statements of Financial Position (continued)

As at 31 March 2016

(Unit: Baht'000)				
Notes	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
Shareholders' equity				
Share capital				
Registered share capital				
Ordinary shares, 1,663,725,149 shares				
of par Baht 1 each	1,663,725	1,663,725	1,663,725	1,663,725
Issued and paid-up share capital				
Ordinary shares, 1,663,725,149 shares				
of par Baht 1 each	1,663,725	1,663,725	1,663,725	1,663,725
Share premium	2,138,522	2,138,522	2,138,522	2,138,522
Retained earnings				
Appropriated - legal reserve	166,500	166,500	166,500	166,500
Unappropriated	5,681,858	5,303,277	4,836,878	4,521,360
Other components of equity	21,836	22,669	21,835	22,668
Equity attributable to owners of the parent	9,672,441	9,294,693	8,827,460	8,512,775
Non-controlling interests	209,651	204,870	-	-
Total shareholders' equity	9,882,092	9,499,563	8,827,460	8,512,775
Total liabilities and shareholders' equity	19,657,703	19,627,463	15,368,123	15,424,645

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited

Statement of Comprehensive Income

For the three-month period ended 31 March 2016

		(Unit: Baht'000)			
	Notes	Consolidated		Company	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		2016	2015	2016	2015
Revenues	13.1				
Sales - raw water		699,607	741,310	718,846	750,710
Sales - tap water		344,554	256,137	90,842	89,396
Construction revenue under concession agreements		7,909	15,302	-	-
Rental and service income		51,170	66,060	21,808	23,550
Total sales and service income		1,103,240	1,078,809	831,496	863,656
Other income		7,796	10,508	9,198	5,997
Total revenues		1,111,036	1,089,317	840,694	869,653
Expenses	13.1				
Cost of sales - raw water		271,217	244,580	280,113	251,903
Cost of sales - tap water		198,901	149,306	75,967	72,849
Construction cost under concession agreements		7,909	15,302	-	-
Cost of rental and services		39,929	57,540	16,321	16,553
Total costs of sales and services		517,956	466,728	372,401	341,305
Selling expenses		3,062	2,455	1,568	1,972
Administrative expenses		84,006	80,231	54,823	54,596
Finance costs		31,231	32,190	16,692	24,441
Total expenses		636,255	581,604	445,484	422,314
Profit before income tax		474,781	507,713	395,210	447,339
Income tax expense	12	(91,419)	(98,719)	(79,692)	(86,156)
Net profit for the period		383,362	408,994	315,518	361,183

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 31 March 2016

	(Unit: Baht'000)			
	Consolidated		Company	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	2016	2015	2016	2015
Other comprehensive income :				
<i>Items that will be reclassified to profit or loss</i>				
Asset transferred from customers	(849)	(849)	(849)	(849)
Change in value of available-for-sale investments	20	-	20	-
Income tax relating to items that will be reclassified subsequently to profit or loss	(4)	-	(4)	-
Other comprehensive income for the period, net of tax	(833)	(849)	(833)	(849)
Total comprehensive income for the period	382,529	408,145	314,685	360,334
Profit attributable to				
Equity holders of the parent company	378,581	408,942	315,518	361,183
Non-controlling interests	4,781	52	-	-
	383,362	408,994	315,518	361,183
Total comprehensive income attributable to				
Equity holders of the parent company	377,748	408,093	314,685	360,334
Non-controlling interests	4,781	52	-	-
	382,529	408,145	314,685	360,334
Earnings per share for profit attributable to the equity holders of the parent company (Baht)				
Basic earnings per share	0.23	0.25	0.19	0.22

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited

Statement of Changes in Shareholders' Equity

For the three-month period ended 31 March 2016

	(Unit: Baht'000)									
	Consolidated									
	(Unaudited)									
	Equity holders of the parent									
					Other components of equity					
					Other comprehensive income					
			Retained earnings		Assets	Change in				
	Issued and	Premium on	Appropriated -		transferred	value of	Total other	Total	Non-controlling	Total
	paid-up	share	legal reserve	Unappropriated	from	available-for-sale	component	owners of	interests	shareholders'
	share capital	capital			customers-net	investments	of equity	the parent		equity
Opening balance										
as at 1 January 2015	1,663,725	2,138,522	166,500	4,493,850	24,960	-	24,960	8,487,557	29,513	8,517,070
Comprehensive income										
for the period	-	-	-	408,942	(849)	-	(849)	408,093	52	408,145
Closing balance										
as at 31 March 2015	1,663,725	2,138,522	166,500	4,902,792	24,111	-	24,111	8,895,650	29,565	8,925,215
Opening balance										
as at 1 January 2016	1,663,725	2,138,522	166,500	5,303,277	21,562	1,107	22,669	9,294,693	204,870	9,499,563
Comprehensive income										
for the period	-	-	-	378,581	(849)	16	(833)	377,748	4,781	382,529
Closing balance										
as at 31 March 2016	1,663,725	2,138,522	166,500	5,681,858	20,713	1,123	21,836	9,672,441	209,651	9,882,092

Eastern Water Resources Development and Management Public Company Limited

Statement of Changes in Shareholders' Equity (continued)

For the three-month period ended 31 March 2016

	(Unit: Baht'000)						
	Company						(Unaudited)
					Other components of equity		
					Other comprehensive income		
					Assets	Change in	
					transferred	value of	
					from	available-for-sale	
					customers-net	investments	
	Issued and	Premium	Retained earnings				
	paid-up	on share	Appropriated -	Unappropriated			
	share capital	capital	legal reserve				
							Total
							shareholders'
							equity
Opening balance							
as at 1 January 2015	1,663,725	2,138,522	166,500	3,846,799	24,960	-	7,840,506
Comprehensive income							
for the period	-	-	-	361,183	(849)	-	360,334
Closing balance							
as at 31 March 2015	<u>1,663,725</u>	<u>2,138,522</u>	<u>166,500</u>	<u>4,207,982</u>	<u>24,111</u>	<u>-</u>	<u>8,200,840</u>
Opening balance							
as at 1 January 2016	1,663,725	2,138,522	166,500	4,521,360	21,562	1,107	8,512,775
Comprehensive income							
for the period	-	-	-	315,518	(849)	16	314,685
Closing balance							
as at 31 March 2016	<u>1,663,725</u>	<u>2,138,522</u>	<u>166,500</u>	<u>4,836,878</u>	<u>20,713</u>	<u>1,123</u>	<u>8,827,460</u>

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited

Statement of Cash Flows

For the three-month period ended 31 March 2016

		(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Notes	2016	2015	2016	2015
Cash flows from operating activities					
Profit before income tax		474,781	507,713	395,210	447,339
Adjustments to reconcile profit before income tax to net cash received (paid) from operating activities					
Depreciation	8	93,888	90,672	89,734	87,078
Amortisation	8	65,812	33,242	1,567	1,524
Income from amortisation of assets transferred from customers		(849)	(849)	(849)	(849)
Write-off spare part, net		2,586	6,477	2,586	6,477
Gain on sales of available-for-sale investments		(1,594)	-	(1,594)	-
Long-term provisions		1,054	2,462	-	-
Employee benefit obligations		3,941	3,510	2,276	2,251
Interest income		(2,622)	(1,019)	(996)	(1,024)
Interest expenses		31,410	32,414	16,387	24,221
Profit from operating activities before changes in operating assets and liabilities		668,407	674,622	504,321	567,017
Changes in operating assets (increase) decrease					
Trade accounts receivable		(34,073)	(60,142)	(43,873)	(53,485)
Inventories		(622)	398	-	-
Other current assets		2,876	9,387	(6,718)	8,531
Other non-current assets		1,510	(2,825)	201	203
Changes in operating liabilities increase (decrease)					
Trade accounts payable		(27,982)	20,112	(43,218)	441
Accrued expenses		(47,308)	(69,134)	(27,890)	(45,034)
Other current liabilities		16,587	2,888	3,112	6,457
Employee benefit obligations - paid		(201)	(916)	(201)	(206)
Long-term provisions - paid		(1,844)	(867)	-	-
Other non-current liabilities		(4,133)	(8,338)	(3,583)	(9,282)
Cash provided by operations		573,217	565,185	382,151	474,642
Income tax paid		(12,118)	(21,326)	(5,424)	(5,283)
Net cash generated from operating activities		561,099	543,859	376,727	469,359

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited

Statement of Cash Flows (continued)

For the three-month period ended 31 March 2016

		(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Notes		2016	2015	2016	2015
Cash flows from investing activities					
		(222,669)	(20,290)	(54,860)	-
Purchases of short-term investments					
Proceeds from redemption of short-term investments		500,544	19,697	401,594	-
Payment on loans to a related party		-	-	-	(644,000)
Interest received		1,744	459	563	106
Purchases of investment property		(6)	(530)	(7)	(568)
Purchases of property, plant and equipment and advance construction payment		(104,616)	(904,197)	(103,322)	(906,652)
Purchases of intangible assets		(11,997)	(26,715)	-	-
Interest paid capitalised in qualifying assets		(14,029)	(14,228)	(14,029)	(14,228)
Net cash used in investing activities		148,971	(945,804)	229,939	(1,565,342)
Cash flows from financing activities					
Proceeds from short-term borrowing from a financial institution		-	1,137,000	-	927,000
Payment on short-term borrowing from a financial institution		-	(315,000)	-	(91,000)
Proceeds from long-term borrowings	11.2	-	2,812,000	-	2,812,000
Payment on long-term borrowings	11.2	(560,000)	(2,900,001)	(560,000)	(2,256,000)
Payment on liabilities under finance lease agreements		(684)	(477)	(684)	(477)
Dividends paid to shareholders		(9)	(69)	(9)	(69)
Interest paid		(30,394)	(57,476)	(15,853)	(48,800)
Net cash receipt from (used in) financing activities		(591,087)	675,977	(576,546)	1,342,654
Net increase in cash and cash equivalents		118,983	274,032	30,120	246,671
Cash and cash equivalents at beginning of the period		311,218	112,860	249,113	90,464
Cash and cash equivalents at the end of the period		430,201	386,892	279,233	337,135
Supplemental cash flow information					
Non-cash related transactions:					
Purchases of fixed assets on payable		169,996	18,163	161,290	16,233

The accompanying notes on pages 11 to 26 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month period ended 31 March 2016

1 General information

Eastern Water Resources Development and Management Public Company Limited (“the Company”) is a public limited company. It is incorporated and resident in Thailand. The address of the Company’s registered office is as follows:

23rd - 26th Floors, East Water Building, No. 1 Soi Vipavadeerangsit 5, Vipavadeerangsit Road, Jomphol Sub-district, Chatujak District, 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.

The principal business operations of the Company are development and management of the major water distribution pipeline systems in the Eastern Seaboard area of Thailand, supply of raw water, produce and supply of tap water.

The interim consolidated financial information includes the financial information of the Company and the following subsidiaries:

Company’s name	Nature of business	Country of incorporation	Percentage of Shareholding
<u>Subsidiaries held directly by the Company</u>			
Universal Utilities Public Company Limited	Production and supply of tap water, water loss treatment and investment in three tap water supply companies	Thailand	100
<u>Subsidiaries held by Universal Utilities Public Company Limited</u>			
Chachoengsao Water Supply Company Limited	Production and supply of tap water	Thailand	100
Bangpakong Water Supply Company Limited	Production and supply of tap water	Thailand	100
Nakornsawan Water Supply Company Limited	Production and supply of tap water	Thailand	100
Egcom Tara Company Limited	Production and supply of tap water	Thailand	90.07

These interim consolidated and company financial information were authorised on 10 May 2016 by the Audit Committee of the Company under authority delegated by the Company’s Board of Directors.

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

2 Accounting Policies

2.1 Basis of preparation

This interim consolidated and company financial information was 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. statements of financial position, 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, ‘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 2015.

2 Accounting Policies (continued)

2.1 Basis of preparation (continued)

An English version of the interim consolidated and company financial information has been prepared from the interim financial information that is 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 2015.

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.

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

Revised financial reporting standards are effective on 1 January 2016. These standards are relevant to the group.

TAS 19 (revised 2015), 'Employee benefits' is amended to apply to contributions from employees or third parties to defined benefit plans and to clarify the accounting treatment of such contributions. The amendment distinguishes between contributions that are linked to service only in the period in which they arise and those linked to service in more than one period.

TAS 24 (revised 2015), 'Related party disclosures' includes as a related party an entity that provides key management personnel services to the reporting entity or to the parent of the reporting entity (the 'management entity'). Disclosure of the amounts charged to the reporting entity is required.

TAS 36 (revised 2015), 'Impairment of assets' is amended to provide additional disclosure requirement when the recoverable amount of the assets is measured at fair value less costs of disposal. The disclosures include 1) the level of fair value hierarchy, 2) when fair value measurement categorised within level 2 and level 3, disclosures is required for valuation technique and key assumption.

TFRS 8 (revised 2015), 'Operating segments' requires disclosure of the judgements made by management in aggregating operating segments. It is also amended to require a reconciliation of segment assets to the entity's assets when segment assets are reported to chief operating decision maker.

The above revised standards have no material impact to the Group.

3 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 2015.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month period ended 31 March 2016

4 Segment information

The principal business operations of the Group are development and management of the major water distribution pipeline systems in the Eastern Seaboard area of Thailand. The reportable segment based on business activities which comprised the supply of raw water, production and supply of tap water, waterworks management, and engineering services. Other business activities, such as office building rental, were aggregated under the segment “Others”.

These business operations are only conducted Thailand. Therefore, no geographic information is presented.

The accounting policies of the operating segments are the same as those described in the summary of significant accounting policies. The Group accounts for intersegment sales and transfers between segment as if the sales or transfers were made to third parties. For resource management and evaluation of operating segments, the chief operating decision maker evaluates performance by segment operating profit.

The segment information for the three-month periods ended 31 March is summarised as follows:

							(Unit: Baht'000)
	Consolidated (Unaudited)						
	Sales		Service income			Elimination	
	Supply of raw water business	Supply of tap water business	Waterworks management business	Engineering services	Others		
For the three-month period ended 31 March 2016							
Revenue							
Revenue from third parties	699,607	351,601	1,174	30,772	20,086	-	1,103,240
Revenue from inter-segment	19,239	-	52,298	-	1,722	(73,259)	-
Total revenue	718,846	351,601	53,472	30,772	21,808	(73,259)	1,103,240
Cost of sales and services	(280,113)	(232,644)	(37,820)	(25,928)	(14,710)	73,259	(517,956)
Segment operating profit	438,733	118,957	15,652	4,844	7,098	-	585,284
Unallocated revenue (expenses)							
Other income							7,796
Selling expenses							(3,062)
Administrative expenses							(84,006)
Finance costs							(31,231)
Income tax							(91,419)
Net profit							383,362

							(Unit: Baht'000)
	Consolidated (Unaudited)						
	Sales		Service income			Elimination	
	Supply of raw water business	Supply of tap water business	Waterworks management business	Engineering services	Others		
For the three-month period ended 31 March 2015							
Revenue							
Revenue from third parties	741,310	271,439	14,081	29,547	22,432	-	1,078,809
Revenue from inter-segment	9,401	-	55,614	-	1,119	(66,134)	-
Total revenue	750,711	271,439	69,695	29,547	23,551	(66,134)	1,078,809
Cost of sales and services	(251,903)	(185,686)	(48,264)	(30,374)	(16,535)	66,134	(466,728)
Segment operating profit	498,808	85,753	21,431	(827)	6,916	-	612,081
Unallocated revenue (expenses)							
Other income							10,508
Selling expenses							(2,455)
Administrative expenses							(80,231)
Finance costs							(32,190)
Income tax							(98,719)
Net profit							408,994

5 Short-term investments

The detail of short-term investments is as follows:

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
Fixed deposits	384,934	316,075	-	-
Available for sale investments	201,404	546,523	201,404	546,523
Total	586,338	862,598	201,404	546,523

As at 31 March 2016, the Group has short-term investments in fixed deposits with financial institutions that have maturity date during 5-12 months and interest rates at 0.90% - 2.30% per annum (31 December 2015: 0.50 - 2.40 per annum).

Available-for-sale investments are open-ended funds in deposit at financial institutions, government debt and private debt. As at 31 March 2016, available-for-sale investments are carried at fair value at quoted prices in active markets (Level 1) for identical assets.

6 Trade and other receivables - net

The detail of trade and other receivables is as follows:

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
Trade receivables	424,622	394,770	292,483	260,331
Other receivables	659	18,700	1,952	727
Service income receivable - water loss treatment - related party (Note 13.2)	17,546	4,440	-	-
Prepayments	37,051	23,496	32,085	17,190
Others	1,803	5,758	167	4,566
	481,681	447,164	326,687	282,814

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6 Trade and other receivables - net (continued)

The detail of trade account receivables is as follows:

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
Trade accounts receivable - billed				
- Third parties	119,465	102,961	119,159	102,647
- Related parties (Note 13.2)	226,881	197,755	173,324	157,684
Total trade account receivable - billed	346,346	300,716	292,483	260,331
Unbilled receivables				
- Third parties	2,854	417	-	-
- Related parties (Note 13.2)	75,422	93,637	-	-
Total unbilled receivables	78,276	94,054	-	-
	424,622	394,770	292,483	260,331

The aging analysis of the trade accounts receivable - billed is as follows:

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
Within credit term	346,259	299,761	292,400	259,398
Overdue below 3 months	87	943	83	933
Overdue 3 - 6 months	-	1	-	-
Overdue 6 - 12 months	-	11	-	-
Overdue more than 12 months	615	615	615	615
	346,961	301,331	293,098	260,946
<u>Less</u> Allowance for doubtful accounts	(615)	(615)	(615)	(615)
	346,346	300,716	292,483	260,331

The age analysis of other receivables is as follows:

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
Within credit term	331	18,700	1,952	727
Overdue more than 12 months	328	-	-	-
	659	18,700	1,952	727

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7 Investment in subsidiary

Investment in subsidiary which presented in the Company financial information is as follows:

Company	Nature of business	Country of incorporation	Company					
			Paid-up share capital		Ownership interest		Investment value	
			(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
			31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015
			(Baht'000)	(Baht'000)	%	%	(Baht'000)	(Baht'000)
Universal Utilities Public Company Limited	Produce and Supply of tap water	Thailand	510,000	510,000	100	100	510,000	510,000
Total investment in subsidiary							510,000	510,000

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8 Capital expenditures

	Consolidated			Company		
	Investment property	Property, plant and equipment	Intangible assets	Investment property	Property, plant and equipment	Intangible assets
For the three-month period ended 31 March 2016						
Opening net book amount (Audited)	216,902	13,265,976	3,831,897	231,204	13,066,999	36,075
Additions	6	319,934	7,909	7	311,005	-
Transfer, net	(14,555)	14,555	-	212	(212)	-
Write-off, net	-	(2,586)	-	-	(2,586)	-
Depreciation/Amortisation	(2,131)	(91,757)	(65,812)	(2,469)	(87,265)	(1,567)
Closing net book amount (Unaudited)	<u>200,222</u>	<u>13,506,122</u>	<u>3,773,994</u>	<u>228,954</u>	<u>13,287,941</u>	<u>34,508</u>

As at 31 March 2016, the Group has commitments from capital expenditures of Baht 1,679.1 million (31 December 2015: 1,789.9 million).

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9 Other non-current assets

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
Advance construction payment	460,171	469,640	460,171	469,640
Prepaid expenses	35,365	36,409	5,173	5,376
Deposit and Retention	15,362	15,378	13,228	13,228
Other receivables	32,802	32,802	-	-
Allowance for doubtful accounts – other receivables	(32,802)	(32,802)	-	-
Other	28	480	28	28
	510,926	521,907	478,600	488,272

Other receivable of Baht 32.8 million is transactions between Universal Utilities Public Company Limited and a private company. This related to the fines from the production of tap water that did not meet the minimum volume. On 26 October 2015, the subsidiary's Board of Directors approved to record an allowance for doubtful accounts for all outstanding balance of a private company of Baht 32.8 million. This is because the subsidiary terminated a contract to purchase raw water with such company in 2015 and there is a potential for debt might not be collectable.

10 Trade accounts payable

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
Third parties	73,604	109,979	39,451	83,569
Related parties (Note 13.2)	32,344	23,951	22,212	21,312
	105,948	133,930	61,663	104,881

11 Borrowings from financial institutions

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
Current				
Short-term borrowing from a financial institution	1,600,000	1,600,000	-	-
Current portion of long-term borrowings				
Borrowings from financial institutions	752,200	752,200	560,000	560,000
Total current borrowings	2,352,200	2,352,200	560,000	560,000
Non-current				
Borrowings from financial institutions	3,448,800	4,008,800	2,680,000	3,240,000
Debentures	2,396,910	2,396,822	2,396,910	2,396,822
Total non-current borrowings	5,845,710	6,405,622	5,076,910	5,636,822
Total	8,197,910	8,757,822	5,636,910	6,196,822

11 Borrowings from financial institutions (continued)

11.1 Short-term borrowing from a financial institution

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
Borrowing from a financial institution	1,600,000	1,600,000	-	-
	<u>1,600,000</u>	<u>1,600,000</u>	<u>-</u>	<u>-</u>

Borrowing from a financial institution is of Universal Utilities Public Company Limited for the purpose of purchasing shares of Egcom Tara Company Limited. Principal is repayable within one year from the agreement date. The loan bears interest rate at BIBOR+fixed rate per annum.

11.2 Long-term borrowings from financial institutions

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
Long-term borrowings from financial institutions	4,201,000	4,761,000	3,240,000	3,800,000
<u>Less</u> Current portion of long-term borrowings	<u>(752,200)</u>	<u>(752,200)</u>	<u>(560,000)</u>	<u>(560,000)</u>
Long-term borrowings from financial institutions - net	<u>3,448,800</u>	<u>4,008,800</u>	<u>2,680,000</u>	<u>3,240,000</u>

Movements in the long-term borrowings from financial institutions during the three-month period ended 31 March 2016 are as follows:

	(Unit: Baht'000)	
	Consolidated	Company
Balance as at 31 December 2015 (Audited)	4,761,000	3,800,000
Repayments	(560,000)	(560,000)
Balance as at 31 March 2016 (Unaudited)	<u>4,201,000</u>	<u>3,240,000</u>

As at 31 March 2016, the Group had long-term credit facility that are not yet used amounting to Baht 1,700.0 million. (As at 31 December 2015: Baht 1,700.0 million).

From 2015 until 31 March 2016, Universal Utilities Public Company Limited could not comply with debt to equity ratio. Universal Utilities Public Company Limited sent a letter to the bank for the relaxation of this condition. Later, the bank's letter dated 3 August 2015 allowed the beach of debt to equity ratio for the period during 1 August 2015 to 1 August 2016.

11 Borrowings from financial institutions (continued)

11.3 Debentures

On 16 June 2015, the Company issued two tranches of unsecured and unsubordinated debentures No.1/2015 amounting to Baht 2,400 million, with the par value Baht 1,000 per unit, for private placement to institutional investors and high net worth, the details of which are as follows:

The first tranche: 'Debentures of Eastern Water Resources Development and Management Public Company Limited No.1/2015 Series 1 Due 2022', bears interest at a fixed rate at 3.84% per annum, with the value of Baht 1,200 million. The interest will be paid semi-annually on 16 June and 16 December.

The second tranche of debentures named 'Debentures of Eastern Water Resources Development and Management Public Company Limited No.1/2015 Series 2 Due 2025' bears interest at a fixed rate at 4.18% per annum, with the total value of Baht 1,200 million. The interest will be paid semi-annually on 16 June and 16 December.

12 Income tax

The interim income tax expense is accrued based on management's estimate using the tax rate that based on the expected profit for the full year. The estimated tax rate is 19.77% per annum. (The estimated tax rate for the three-month period ended 31 March 2015 was 19.00% per annum).

13 Related parties transactions

The Company is a public listed company. The major shareholder is the Provincial Waterworks Authority which owns 40.20% of the Company's share. The remaining 59.80% of the shares are widely held.

13.1 Transactions incurred during the periods

The following material transactions were carried out with related parties, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and these related parties.

			(Unit: Baht'000)	
	Consolidated		Company	
	(Unaudited) 2016	(Unaudited) 2015	(Unaudited) 2016	(Unaudited) 2015
For the three-month periods ended 31 March				
<u>Sales - raw water</u>				
Major Shareholders				
Industrial Estate Authority of Thailand	243,449	232,177	243,449	232,177
Provincial Waterworks Authority	164,561	198,128	164,561	198,128
Subsidiary				
Universal Utilities Public Company Limited	-	-	19,239	9,401
<u>Sales - tap water</u>				
Major Shareholder				
Provincial Waterworks Authority	299,160	212,472	46,574	46,926
<u>Construction revenue under concession agreement</u>				
Major Shareholder				
Provincial Waterworks Authority	7,909	15,302	-	-
<u>Rental and Service income</u>				
Shareholder				
Provincial Waterworks Authority	16,432	12,593	-	-
Subsidiary				
Universal Utilities Public Company Limited	-	-	1,722	1,119

13 Related parties transactions (continued)

13.1 Transactions incurred during the periods (continued)

	Consolidated		Company	
	(Unaudited) 2016	(Unaudited) 2015	(Unaudited) 2016	(Unaudited) 2015
For the three-month periods ended 31 March				
<u>Interest income (include in other income)</u>				
Subsidiary				
Universal Utilities Public Company Limited	-	-	-	556
<u>Other income</u>				
Subsidiary				
Universal Utilities Public Company Limited	-	-	2,808	1,499
<u>Service fee (include in cost of sales)</u>				
Subsidiary				
Universal Utilities Public Company Limited	-	-	54,053	55,614

Pricing Policy for selling of raw water and rental is comparable to market price.

Pricing Policy for selling of tap water and service income are mutually - agreed prices as stipulated in the contracts.

Cost of sale tap water are charged at mutually - agreed prices as stipulated in the contracts.

13.2 Outstanding balances at the end of the periods

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
<u>Trade accounts receivable - billed</u>				
Major shareholders				
Provincial Waterworks Authority	140,952	109,932	79,636	68,278
Industrial Estate Authority of Thailand	85,929	87,823	85,929	87,823
Subsidiary				
Universal Utilities Public Company Limited	-	-	7,759	1,583
	<u>226,881</u>	<u>197,755</u>	<u>173,324</u>	<u>157,684</u>
<u>Unbilled receivables</u>				
Major shareholder				
Provincial Waterworks Authority	75,422	93,637	-	-
	<u>75,422</u>	<u>93,637</u>	<u>-</u>	<u>-</u>
<u>Water loss treatment service income receivables</u>				
Major shareholder				
Provincial Waterworks Authority				
- billed	247	483	-	-
- unbilled	17,299	3,957	-	-
	<u>17,546</u>	<u>4,440</u>	<u>-</u>	<u>-</u>

13 Related parties transactions (continued)

13.2 Outstanding balances at the end of the periods (continued)

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2016	(Audited) 31 December 2015	(Unaudited) 31 March 2016	(Audited) 31 December 2015
<u>Other receivable</u>				
Major shareholder				
Provincial Waterworks Authority	22	21	-	-
Subsidiary				
Universal Utilities Public Company Limited	-	-	1,728	651
	<u>22</u>	<u>21</u>	<u>1,728</u>	<u>651</u>
<u>Trade accounts payable</u>				
Major shareholders				
Provincial Waterworks Authority	32,344	23,951	817	1,066
Subsidiary				
Universal Utilities Public Company Limited	-	-	21,395	20,246
	<u>32,344</u>	<u>23,951</u>	<u>22,212</u>	<u>21,312</u>
<u>Rental guarantees (include in other non-current liabilities)</u>				
Subsidiaries				
Universal Utilities Public Company Limited	-	-	58	58

13.3 Management benefit expenses

Management benefit expenses can be categorised as follows:

	Consolidated		(Unit: Baht'000) Company	
For the three-month period ended 31 March	(Unaudited) 2016	(Unaudited) 2015	(Unaudited) 2016	(Unaudited) 2015
Short-term employee benefits	20,337	22,421	13,699	14,926
Post-employee benefits	1,049	1,407	628	1,106
Other long-term employee benefits	7	15	2	12
	<u>21,393</u>	<u>23,843</u>	<u>14,329</u>	<u>16,044</u>

14 Commitments and contingent liabilities

As at 31 March 2016, there is no significant change in commitments and contingent liabilities of the Group from the disclosures in the financial statements for the year ended 31 December 2015 except for the following:

14.1 Litigations

Progress of last year litigations

The Company:

The Company was sued as a co-defendant with the State Railway of Thailand by a private company in a lawsuit of a black case number Por62/2558 regarding a pipeline construction in the overlapping rental area that the plaintiff rent from the State Railway of Thailand in Chachoengsao Province. The litigation filed with the Civil Court by the plaintiff requested the Company to pay damages totalling Baht 295.9 million. On 20 January 2016, the Court dismissed the case because the Company and the State Railway of Thailand had settled the dispute with the private company. Currently, the plaintiff is in the process of lodging an appeal.

The Company and subsidiary:

The Company and Samed Utilities Company Limited, a subsidiary, were sued for compensation and damages in a lawsuit of black case number Por 808/2558 regarding a breach of an agreement. The private company filed a complaint with the Civil Court requesting that the Company and the subsidiary be ordered to pay damages totalling Baht 30.9 million. On 17 November 2015, the Court made the decision that Samed Utilities Company Limited to pay the private company Baht 20.5 million plus interest at 7.50% per annum and dismissed the case against the Company. On 17 March 2016, the Company lodged an appeal regarding the fine imposed on Samed Utilities Company Limited. Currently, this case is awaiting for the Court to make a decision.

New litigations in 2016

The subsidiary:

1. On 25 February 2016, Universal Utilities Public Company Limited was sued in a lawsuit of black case number 570/2559 regarding the purchasing of raw water from a private company which the plaintiff claims that raw water was pumped from a well on the plaintiff's land. The plaintiff filed a complaint with the Chonburi Provincial Court requesting the subsidiary to return the raw water or to pay damages of Baht 49.8 million. The Court set a date for an examination on 1 July 2016.
2. On 3 March 2016, Universal Utilities Public Company Limited was sued by a private company in a lawsuit of black case number Por 994/2559 regarding a breach of a raw water purchase agreement. The private company requested the subsidiary to pay for the raw water totalling Baht 2.0 million as well as damages for the opportunity cost and investment totalling Baht 453.5 million plus interest at 7.50% per annum starting on the next day of litigation until the settlement date. The Court set a date for the settlement of issue on 23 May 2016. The subsidiary has recorded liabilities for the raw water of Baht 2.0 million in the financial information.

The ultimate outcome cannot be determined at this stage. The management believed that those claims will not result to any significant losses. Therefore, the provision for liabilities has not been recorded in this financial information.

14 Commitments and contingent liabilities (continued)

14.2 Contingent liabilities

On 3 August 2015, the Company received a claim letter for a fine of Baht 28.2 million. The fine relates to the volume of water being pumped exceeding the limit as stipulated in the agreement made with a government agency. The management of the company sent a letter to the government agency to waive the fine because the raw water purchase agreement has a clause exempting the Company from the fine in years of droughts. On 29 April 2016, the Company received a letter from the government agency to pay the fine Baht 27.7 million. However, the Company considered that the exceeding of water pumped was to protect and relieve from droughts in Chachoengsao and Chonburi provinces. Currently, the Company is considering to send a letter to the government agency to waive this fine again. The management considered that the result will not have a material impact to the Company. Therefore, no liabilities are recognised in the financial information.

15 Project compensation

A government agency is considering a deal for the Company to rent/manage the 2 pipeline connecting projects (“projects”) and adjust the compensation. A letter issued by this government agency stipulated that the Company was to initially pay compensation for the projects at a percentage of the raw water sold from the operating year commenced (year 1998). In addition, if it is decided that a final rate is more than the rate at which the Company already paid, the Company is to make additional payment, in full, as a lump sum; while if the final rate is lower, the government agency agrees to pay back the surplus by offsetting it against the remuneration of the following years.

On 8 January 2010, the government agency issued a letter to the Company notifying it that a deal for the Company to rent/manage the projects and the adjusting of compensation must be processed in accordance with the Act on Private Participation in a State Undertaking B.E. 2535, whereby a committee has, under Section 13, authority to set the compensation rate and negotiate benefits with the Company in order to reach a preliminary conclusion. On 9 May 2011, the Committee under section 13 had a resolution to approve the Company’s rental of a pipeline without auction.

In 2015, the Company and the government agency hold a meeting to agree on project compensation rate. On 21 July 2015, the Company sent a letter to the government agency to inform that the Company was willing to pay the compensation for the current year at a higher rate and keep the previous rate for the past years. Subsequently, the government agency issued a letter dated 14 October 2015 to the Company notifying that the compensation rate must be processed and considered in accordance with the Act on Private Participation in a State Undertaking B.E. 2556 and then submitted to the Cabinet for approval. In the meanwhile, the government agency accepted the temporary payment with the new compensation rate from the year 2015 onwards.

The Company recorded the project compensation by changing to use the new compensation rate since 2015. The management considered that these rates are the best estimation based on the current information.

16 Sales of raw water by distribution networks

A government agency who owns the pipeline of distribution networks required the Company to disclose information regarding raw water usage and sales classified by distribution networks using for calculation of compensation amount as follows;

16.1 Sales volume of raw water classified by distribution networks

	Company (Unaudited)			
	For the three-month periods ended 31 March			
	2016	2015	2016	2015
	Sales Volume Cubic Meters'000	Sales Baht'000	Sales Volume Cubic Meters'000	Sales Baht'000
Total used volume of raw water				
Nong Pla Lai - Map Ta Pud Network	19,413	210,211	21,869	232,001
Dok Krai - Map Ta Pud Network	24,498	267,459	21,907	244,706
Chachoengsao - Chonburi Network	22,739	233,448	24,998	249,920
Nong Pla Lai - Nong Khor Network	5,979	63,536	7,158	76,000
Total	72,629	774,654	75,932	802,627
Less Raw water uses to produce tap water				
Dok Krai - Map Ta Pud Network	(4,334)	(42,904)	(4,107)	(40,656)
Nong Pla Lai - Nong Khor Network	(1,303)	(12,904)	(1,137)	(11,261)
Total sales of raw water	66,992	718,846	70,688	750,710

Sales of raw water from Chachoengsao - Chonburi Network consisted of:

	(Unit: Baht'000)	
	Company (Unaudited)	
	For the three-month periods ended 31 March	
	2016	2015
Nong Khor - Laem Chabang Network 1	134,987	175,374
Nong Khor - Laem Chabang Network 2	45,688	41,439
Chachoengsao Network	52,773	33,107
Total	233,448	249,920

16.2 Quantity proportion of raw water sold to end users

	Company (Unaudited)	
	For the three-month periods ended 31 March	
	2016 %	2015 %
Industrial Estates	53	50
Waterworks Authority	25	28
Factories	22	22
Total	100	100

17 Events after the reporting period

1. On 1 April 2016, the Annual General Shareholders' meeting of Universal Utilities Public Company Limited approved a dividend payment of the year 2015 to the Company Baht 0.102 per share, totalling Baht 52.02 million. The Universal Utilities Public Company Limited paid this dividend on 29 April 2016.
2. On 25 April 2016, the Annual General Shareholders' meeting of the Company approved a dividend payment of the year 2015 of Baht 0.47 per share, totalling Baht 781.95 million. The Company paid an interim dividend of Baht 0.22 per share, totalling Baht 366.02 million on 17 September 2015. The remaining dividend payment of Baht 0.25 per share, totalling Baht 415.93 million, will be paid on 23 May 2016.