

# TCI Global (Thailand) Company Limited

Financial statements for the year ended

31 March 2016

and Independent Auditor's report

## Independent Auditor's Report

To the Shareholders and Board of Directors of TCI Global (Thailand) Company Limited

I have audited the accompanying financial statements of TCI Global (Thailand) Company Limited, which comprise the statement of financial position as at 31 March 2016, and the statements of income and changes in shareholders' equity for the year then ended, and a summary of significant accounting policies and other explanatory information.


### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Thai Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion. 

## Opinion

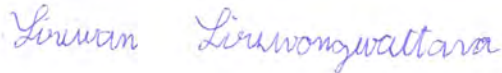
In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of TCI Global (Thailand) Company Limited as at 31 March 2016, and their financial performance for the year then ended, in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

## Emphasis of Matter

Without qualifying my opinion, I draw attention to note 4 to the financial statements describing the effect of the adjustments of accounting in prior period. The adjustment has been applied retrospectively for comparative purposes and has been restated accordingly.

## Other matter

The financial statements of TCI Global (Thailand) Company Limited for the year ended 31 March 2015 were audited by another auditor, whose report dated 8 April 2015, expressed an unqualified opinion on those statements.



Siriwan Siriwongwattana

Certified Public Accountant (Thailand)

Registration no. 10481

Bangkok: 24 April 2016

TCI Global (Thailand) Company Limited

Statement of financial position

As at 31 March 2016

		(in Baht)	
Assets	Note	<u>2016</u>	<u>2015</u>
<i>Current assets</i>			
Cash and cash equivalents	5	184,193.91	350,132.91
Trade and other accounts receivable	4	3,588.80	4,187.80
Other current assets	4,6	12,235.51	9,505.51
Total current assets		<u>200,018.22</u>	<u>363,826.22</u>
<i>Non-current assets</i>			
Other non-current assets	4	-	-
Total non-current assets		<u>-</u>	<u>-</u>
Total assets		<u><u>200,018.22</u></u>	<u><u>363,826.22</u></u>

TCI Global (Thailand) Co., Ltd.  
Statement of financial position  
As at 31 March 2016

		(in Baht)	
Liabilities and equity	Note	<u>2016</u>	<u>2015</u>
<i>Current liabilities</i>			
Trade and other accounts payable		80,200.00	52,200.80
Total current liabilities		80,200.00	52,200.80
<i>Non-current liabilities</i>			
Long-term loans from related parties	4,7	38,267.85	425,641.65
Total non-current liabilities		38,267.85	425,641.65
<b>Total liabilities</b>		<b>118,467.85</b>	<b>477,842.45</b>
<i>Equity</i>			
Share capital			
Authorised share capital			
170,000 ordinary shares of Baht 100 each		17,000,000.00	17,000,000.00
Issued and paid-up share capital			
170,000 ordinary shares of Baht 100 each		17,000,000.00	17,000,000.00
Retained earnings (deficit)	4	(16,918,449.63)	(17,114,016.23)
Total equity		81,550.37	(114,016.23)
<b>Total liabilities and equity</b>		<b>200,018.22</b>	<b>363,826.22</b>

TCI Global (Thailand) Company Limited

Statement of income

For the year ended 31 March 2016

(in Baht)

	<i>Note</i>	<u>2016</u>	<u>2015</u>
<b>Income</b>			
Other income	4	326,850.00	762,544.40
Total income		326,850.00	762,544.40
<b>Expenses</b>			
Administrative expenses	4,8	131,283.40	1,426,891.89
Total expenses		131,283.40	1,426,891.89
Profit (loss) before finance cost and income tax expense		195,566.60	(664,347.49)
Finance cost		-	-
Profit (loss) before income tax expense		195,566.60	(664,347.49)
Income tax expense		-	-
Net profit (loss) for the year		195,566.60	(664,347.49)

TCI Global (Thailand) Company Limited  
Statement of changes in equity  
For the year ended 31 March 2016

		Issued and paid-up	Retained Earnings (deficit)	(in Baht) Total
	<i>Note</i>	share capital		
Balance at 1 April 2014 - as reported		17,000,000.00	(17,877,363.63)	(877,363.63)
Impact of adjustments	4		1,427,694.89	1,427,694.89
Balance at 1 April 2014 - restated		17,000,000.00	(16,449,668.74)	550,331.26
Net loss for the year 2015		-	(664,347.49)	(664,347.49)
Balance at 31 March 2015 - restated		17,000,000.00	(17,114,016.23)	(114,016.23)
Balance at 1 April 2015 - as reported		17,000,000.00	(18,541,711.12)	(1,541,711.12)
Impact of adjustments	4		1,427,694.89	1,427,694.89
Balance at 1 April 2015 - restated		17,000,000.00	(17,114,016.23)	(114,016.23)
Net loss for the year 2016		-	195,566.60	195,566.60
Balance at 31 March 2016		17,000,000.00	(16,918,449.63)	81,550.37

**TCI Global (Thailand) Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 March 2016**

The financial statements were authorised for issue by the directors on 24 April 2016

**1 General information**

TCI Global (Thailand) Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 999/9 The Offices at Central World building, 29th floor, room no. 2985G, Rama 1 road, Pathumwan, Bangkok.

The principal activities of the Company are freight forwarding services.

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

The financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

Publicly Accountable Entities (NPAEs) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”). The financial statements are presented in Thai Baht. They are prepared on the historical cost basis except as stated in the accounting policies.

The format of the primary financial statements is presented in accordance with the announcement of the Department of Business Development Regulation on the format of Financial Statement dated 28 Sept 2011.

**3 Significant accounting policies**

**3.1 Foreign currencies**

Transactions in foreign currencies are translated to Thai Baht at the foreign exchange rates ruling at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to Thai Baht at the foreign exchange rates ruling at that date. Foreign exchange differences arising on translation are recognised in the statement of income.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated to Thai Baht using the foreign exchange rates ruling at the dates of the transactions.



# TCI Global (Thailand) Company Limited

## Notes to the financial statements

### For the year ended 31 March 2016

#### 3.2 Cash and cash equivalents

Cash and cash equivalents in the statements of cash flows comprise cash balances, call deposits and highly liquid short-term investments.

#### 3.3 Trade and other accounts receivable

Trade and other accounts receivable are stated at their invoice value less allowance for doubtful accounts.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

#### 3.4 Revenues and expenses recognition

Service income is recognized when service has been rendered.

Sales are recognized when title to the goods sold passes to the buyer, which is at the time when goods are dispatched to the customer.

Other income and expenses are recognized on the accrual basis.

#### 4 Adjustment of accounting errors in prior period

In 2015, the Revenue Tax Exception and to Support the Operation under the Revenue Code B.E.2558 (2015) and the Royal Decree Governing Reduction and Exemption of Income Tax (No. 595) B.E.2558 were published to persuade the entrepreneur to comply with Tax laws by waiving tax audits and assessments including fine and surcharge according to the Revenue Code.

During the year, the Company has inspected the prior year's accounting records. The Company has found the missing records of the transactions in 2014, which effected on the beginning balance of retained earnings in the year 2015. The impact of adjustments has separately been shown in the Statement of changes in equity. Such accounting adjustments are as follows;

**TCI Global (Thailand) Company Limited**

**Notes to the financial statements**

**For the year ended 31 March 2016**

	(in Baht)
<b>The nature of the accounting error</b>	<b><u>1 April 2014</u></b>
Missing of recognition of income from loan written off	8,725,910.05
Missing of recognition of expense from Tax unclaims	(5,821,432.00)
Missing of recognition of expense from bad debt	(1,217,529.16)
Missing of recognition of expense from unclaimed rent deposit	(259,254.00)
<b>Total</b>	<b><u><u>1,427,694.89</u></u></b>

The adjustment of error has been applied retrospectively and the Company's 2014 financial statements, which are included in the Company's 2016 financial statements for comparative purposes, have been restated accordingly. The effects of the change on the statement of financial position and statement of income are as follows;

	(in Baht)	
<b>Statement of financial position as at</b>	<b><u>31 March 2015</u></b>	<b><u>31 March 2014</u></b>
Decrease in accounts receivable	(1,217,529.16)	(1,217,529.16)
Decrease in other current assets	(3,463,707.00)	(3,463,707.00)
Decrease in other non-current assets	(2,616,979.00)	(2,616,979.00)
Decrease in long-term loans from related parties	(8,725,910.05)	(8,725,910.05)
Increase in retained earning	1,427,694.89	1,427,694.89
<b>Statement of income for the year ended</b>	<b><u>31 March 2015</u></b>	<b><u>31 March 2014</u></b>
Increase in other income	-	8,725,910.05
Increase in administrative expenses	-	7,298,215.16
Increase in net profit	-	1,427,694.89

**5 Cash and cash equivalents**

	(in Baht)	
	<b><u>2016</u></b>	<b><u>2015</u></b>
Cash on hand	1,576.03	1,576.03
Cash at bank	182,617.88	348,556.88
<b>Total</b>	<b><u><u>184,193.91</u></u></b>	<b><u><u>350,132.91</u></u></b>

TCI Global (Thailand) Company Limited  
Notes to the financial statements  
For the year ended 31 March 2016

6 Other current assets

	(in Baht)	
	<u>2016</u>	<u>2015</u>
Input value added tax pending	12,235.51	9,505.51
<b>Total</b>	<b><u>12,235.51</u></b>	<b><u>9,505.51</u></b>

7 Long-term loans from related parties

The Company's loans from related parties has no interests and payable at call.

8 Administrative expenses

	(in Baht)	
	<u>2016</u>	<u>2015</u>
Rental fee	27,427.31	10,080.00
Accounting fee	50,000.00	80,000.00
Audit fee	10,000.00	10,000.00
Professional fee	39,000.00	254,500.00
Bank charges	1,902.00	2,694.71
Other fee expense	465.00	46,204.97
Miscellaneous expense	2,062.00	3,074.91
Non-deductible expenditure	-	1,010,308.00
Penalty and Surcharge	24.78	10,029.30
Unclaimed input tax	402.31	-
<b>Total</b>	<b><u>131,283.40</u></b>	<b><u>1,426,891.89</u></b>

9 Reclassification of accounts

Certain accounts in the 2015 financial statements have been reclassified to conform to the presentation in the 2016 financial statements.