

**Indorama Ventures Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month and six-month periods ended
30 June 2018
and
Independent auditor's report on review of
interim financial information

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Indorama Ventures Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Indorama Ventures Public Company Limited and its subsidiaries, and of Indorama Ventures Public Company Limited, respectively, as at 30 June 2018; the consolidated and separate statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2018; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2018; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

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

Emphasis of Matter

I draw attention to the fact, as further detailed in Note 3, that, as at the reporting date, the determination of the fair value and the allocation of the purchase price of several business acquired during 2017 and 2018 was determined provisionally and is subject to potential amendment. My conclusion is not modified in respect of this matter.

(Sakda Kaothanthong)
Certified Public Accountant
Registration No. 4628

KPMG Phoomchai Audit Ltd.
Bangkok
6 August 2018

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2018 (Unaudited)	31 December 2017	30 June 2018 (Unaudited)	31 December 2017
<i>(in thousand Baht)</i>					
Assets					
Current assets					
Cash and cash equivalents		22,774,383	6,877,049	1,449,835	3,194,234
Current investments		222,994	138,039	-	-
Trade accounts receivable	4, 5	41,105,253	32,098,171	-	-
Other receivables	4	1,122,626	1,056,848	47,756	42,024
Short-term loans to related parties	4	145,218	155,611	51,120,976	28,855,305
Inventories		50,538,579	46,036,477	-	-
Other current assets	6	8,071,829	6,590,818	229,155	542,841
Total current assets		123,980,882	92,953,013	52,847,722	32,634,404
Non-current assets					
Investments in subsidiaries and other equity security	7	-	-	66,703,295	65,566,630
Investments in joint ventures	8	6,592,539	6,247,147	-	-
Other long-term investments		20,548	14,931	-	-
Long-term loans to related parties	4	60,116	53,096	32,762,667	31,020,889
Property, plant and equipment	9	165,439,074	151,201,956	-	-
Goodwill		9,940,722	9,837,748	-	-
Other intangible assets		22,386,805	18,027,204	-	-
Deferred tax assets		2,719,906	2,620,480	-	-
Other non-current assets	4, 20	2,660,782	1,402,793	124,593	129,731
Total non-current assets		209,820,492	189,405,355	99,590,555	96,717,250
Total assets		333,801,374	282,358,368	152,438,277	129,351,654

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2018 (Unaudited)	31 December 2017	30 June 2018 (Unaudited)	31 December 2017
<i>(in thousand Baht)</i>					
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	10	15,670,303	6,115,131	-	-
Trade accounts payable	4, 12	45,388,035	39,301,411	-	-
Current portion of long-term loans					
from financial institutions	10	6,533,258	6,167,823	-	-
Current portion of debentures	11	4,478,984	2,728,847	4,478,983	2,728,847
Current portion of finance lease liabilities		51,615	48,512	-	-
Current tax payable		2,851,431	1,327,335	-	-
Other current liabilities	4, 13	11,357,243	9,932,494	481,376	360,086
Total current liabilities		86,330,869	65,621,553	4,960,359	3,088,933
Non-current liabilities					
Long-term loans from financial institutions	10	33,172,488	42,329,057	6,651,076	13,765,704
Debentures	11	53,361,905	38,116,766	48,796,854	33,619,456
Finance lease liabilities		276,879	278,934	-	-
Deferred tax liabilities		13,000,439	13,138,643	137,993	79,827
Non-current provisions for employee benefit		2,235,631	2,209,602	-	-
Other non-current liabilities		2,641,726	1,677,121	-	-
Total non-current liabilities		104,689,068	97,750,123	55,585,923	47,464,987
Total liabilities		191,019,937	163,371,676	60,546,282	50,553,920

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2018 (Unaudited)	31 December 2017	30 June 2018 (Unaudited)	31 December 2017
<i>(in thousand Baht)</i>					
Equity					
Share capital:	14				
Authorised share capital		5,666,010	5,666,010	5,666,010	5,666,010
Issued and paid-up share capital		5,548,098	5,245,411	5,548,098	5,245,411
Share premium:					
Share premium on ordinary shares	14	57,544,226	44,848,154	57,544,226	44,848,154
(Loss) gains on cash flow hedges		(273,069)	305,144	570,531	484,801
Currency translation differences		(2,991,374)	(2,639,644)	-	-
Excess of cost over book value of acquired subsidiaries		(2,837,327)	(2,862,259)	-	-
Differences arising from common control transactions		(1,235,562)	(1,235,562)	-	-
Retained earnings					
Appropriated					
Legal reserve		3,137,671	2,956,803	566,601	566,601
Unappropriated		65,873,493	55,569,532	12,788,467	12,778,695
Equity attributable to owners of the parent		124,766,156	102,187,579	77,017,923	63,923,662
Subordinated perpetual debentures		14,874,072	14,874,072	14,874,072	14,874,072
Equity attributable to equity holders of the Company		139,640,228	117,061,651	91,891,995	78,797,734
Non-controlling interests		3,141,209	1,925,041	-	-
Total equity		142,781,437	118,986,692	91,891,995	78,797,734
Total liabilities and equity		333,801,374	282,358,368	152,438,277	129,351,654

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Three-month period ended		Three-month period ended	
		30 June		30 June	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
Revenue					
Revenue from sales of goods	4	83,590,939	71,660,810	-	-
Interest income	4	90,837	9,553	902,261	687,130
Dividend income	4, 7	-	-	2,416,626	2,250,057
Net foreign exchange gain		354,906	-	564,342	155,470
Gains on bargain purchases	3	894,877	-	-	-
Other income	4, 16	304,637	229,224	72,796	144,201
Total revenue		85,236,196	71,899,587	3,956,025	3,236,858
Expenses					
Costs of sales of goods	4	68,009,853	61,537,954	-	-
Distribution costs	4	4,516,738	4,018,482	-	-
Administrative expenses	4	2,576,486	1,806,043	212,398	26,013
Management benefit expenses	4	38,771	38,576	5,549	5,505
Impairment loss	9	-	15,629	-	-
Net foreign exchange loss		-	37,201	-	-
Finance costs		887,184	990,762	545,095	543,898
Total expenses		76,029,032	68,444,647	763,042	575,416
Share of net profit (losses) of joint ventures	8	206,361	(120,089)	-	-
Profit before income tax expense		9,413,525	3,334,851	3,192,983	2,661,442
Tax expense		1,144,665	329,410	105,062	29,941
Profit for the period		8,268,860	3,005,441	3,087,921	2,631,501
Profit attributable to:					
Owners of the parent		8,242,687	2,937,079	3,087,921	2,631,501
Non-controlling interests		26,173	68,362	-	-
Profit for the period		8,268,860	3,005,441	3,087,921	2,631,501
Earnings per share					
Basic earnings per share <i>(in Baht)</i>	17	1.45	0.56	0.51	0.49
Diluted earnings per share <i>(in Baht)</i>	17	1.44	0.56	0.51	0.49

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 30 June		Three-month period ended 30 June	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Profit for the period	8,268,860	3,005,441	3,087,921	2,631,501
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	3,667,248	932,717	-	-
Net gain (loss) on hedge of net investment in foreign operations	5,338	(180,914)	5,338	(180,914)
Net loss on cash flow hedges	(793,831)	(111,876)	(40,184)	-
Income tax relating to items that will be reclassified	43,617	19,956	6,970	36,183
Total items that will be reclassified subsequently to profit or loss	2,922,372	659,883	(27,876)	(144,731)
Other comprehensive income (expense) for the period, net of tax	2,922,372	659,883	(27,876)	(144,731)
Total comprehensive income for the period	11,191,232	3,665,324	3,060,045	2,486,770
Total comprehensive income attributable to:				
Owners of the parent	10,973,581	3,548,509	3,060,045	2,486,770
Non-controlling interests	217,651	116,815	-	-
Total comprehensive income for the period	11,191,232	3,665,324	3,060,045	2,486,770

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Indorama Ventures Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

		Consolidated financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
	Note	2018	2017	2018	2017
		<i>(in thousand Baht)</i>			
Revenue					
Revenue from sales of goods	4	159,734,291	143,311,089	-	-
Interest income	4	127,764	29,296	1,650,853	1,366,180
Dividend income	4, 7	-	-	2,929,720	2,914,056
Net foreign exchange gain		568,700	-	271,016	58,118
Gains on bargain purchases	3	894,877	-	-	-
Other income	4, 16	1,243,758	401,358	130,682	266,666
Total revenue		162,569,390	143,741,743	4,982,271	4,605,020
Expenses					
Costs of sales of goods	4	131,426,027	121,439,850	-	-
Distribution costs	4	8,536,676	7,909,488	-	-
Administrative expenses	4	4,783,314	3,637,233	283,027	45,020
Management benefit expenses	4	74,019	61,942	8,054	7,985
Impairment loss	9	-	15,629	-	-
Net foreign exchange loss		-	25,660	-	-
Finance costs		1,778,240	1,995,966	1,072,545	1,057,288
Total expenses		146,598,276	135,085,768	1,363,626	1,110,293
Share of net profit of joint ventures	8	164,165	26,393	-	-
Profit before income tax expense		16,135,279	8,682,368	3,618,645	3,494,727
Tax expense		2,025,827	1,179,669	36,734	12,056
Profit for the period		14,109,452	7,502,699	3,581,911	3,482,671
Profit attributable to:					
Owners of the parent		14,056,707	7,363,548	3,581,911	3,482,671
Non-controlling interests		52,745	139,151	-	-
Profit for the period		14,109,452	7,502,699	3,581,911	3,482,671
Earnings per share					
Basic earnings per share <i>(in Baht)</i>	17	2.50	1.42	0.56	0.62
Diluted earnings per share <i>(in Baht)</i>	17	2.47	1.42	0.56	0.62

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Indorama Ventures Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Profit for the period	14,109,452	7,502,699	3,581,911	3,482,671
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	(330,551)	(2,205,756)	-	-
Net gain on hedge of net investment in foreign operations	54,910	141,734	54,910	141,734
Net (loss) gain on cash flow hedges	(586,844)	236,827	52,254	-
Income tax relating to items that will be reclassified	(2,431)	(103,103)	(21,434)	(28,347)
Total items that will be reclassified subsequently to profit or loss	(864,916)	(1,930,298)	85,730	113,387
<i>Item that will not be reclassified to profit or loss</i>				
Losses on remeasurements of defined benefit plans	(62)	-	-	-
Income tax relating to items that will not be reclassified	312	-	-	-
Total item that will not be reclassified to profit or loss	250	-	-	-
Other comprehensive income (expense) for the period, net of tax	(864,666)	(1,930,298)	85,730	113,387
Total comprehensive income for the period	13,244,786	5,572,401	3,667,641	3,596,058
Total comprehensive income attributable to:				
Owners of the parent	13,127,025	5,555,503	3,667,641	3,596,058
Non-controlling interests	117,761	16,898	-	-
Total comprehensive income for the period	13,244,786	5,572,401	3,667,641	3,596,058

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Consolidated financial statements															
	Retained earnings				Other components of equity							Equity attributable to owners of the parent	Subordinated perpetual debentures	Equity attributable to equity holders of the Company	Non-controlling interests	Total equity
	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Translating foreign operations	Gain (loss) on cash flow hedges	Excess of cost over book value of acquired subsidiaries	Differences arising from common control transactions								
Note	share capital	ordinary shares	Legal reserve	Unappropriated	operations	hedges	of acquired subsidiaries	common control transactions	owners of the parent	perpetual debentures	equity holders of the Company	controlling interests	Total equity			
<i>(in thousand Baht)</i>																
Six-month period ended 30 June 2017																
Balance at 1 January 2017	4,814,272	29,775,147	2,327,121	40,352,360	1,491,162	(52,368)	(3,290,829)	(1,235,562)	74,181,303	14,874,072	89,055,375	2,759,557	91,814,932			
Transactions with owners, recorded directly in equity																
<i>Contribution by and distribution to owners of the parent</i>																
Issue of ordinary shares due to warrants exercised	56	1,949	-	-	-	-	-	-	2,005	-	2,005	-	2,005			
Dividends	18	-	-	(1,733,151)	-	-	-	-	(1,733,151)	-	(1,733,151)	(63,005)	(1,796,156)			
Total contribution by and distribution to owners of the parent	56	1,949	-	(1,733,151)	-	-	-	-	(1,731,146)	-	(1,731,146)	(63,005)	(1,794,151)			
<i>Change in ownership interests in subsidiaries</i>																
Acquisition of non-controlling interests without a change in control	-	-	-	-	-	-	428,572	-	428,572	-	428,572	(704,577)	(276,005)			
Total change in ownership interests in subsidiary	-	-	-	-	-	-	428,572	-	428,572	-	428,572	(704,577)	(276,005)			
Total transactions with owners, recorded directly in equity	56	1,949	-	(1,733,151)	-	-	428,572	-	(1,302,574)	-	(1,302,574)	(767,582)	(2,070,156)			
Comprehensive income for the period																
Profit	-	-	-	7,363,548	-	-	-	-	7,363,548	-	7,363,548	139,151	7,502,699			
Other comprehensive income	-	-	-	-	(1,969,801)	161,756	-	-	(1,808,045)	-	(1,808,045)	(122,253)	(1,930,298)			
Total comprehensive income for the period	-	-	-	7,363,548	(1,969,801)	161,756	-	-	5,555,503	-	5,555,503	16,898	5,572,401			
Coupon payment on subordinated perpetual debentures	-	-	-	(520,685)	-	-	-	-	(520,685)	-	(520,685)	-	(520,685)			
Transfer to legal reserve	-	-	591,083	(591,083)	-	-	-	-	-	-	-	-	-			
Balance at 30 June 2017	4,814,328	29,777,096	2,918,204	44,870,989	(478,639)	109,388	(2,862,257)	(1,235,562)	77,913,547	14,874,072	92,787,619	2,008,873	94,796,492			

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

Note	Consolidated financial statements												Total equity	
	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings		Other components of equity				Equity attributable to owners of the parent	Equity Subordinated perpetual debentures	Equity attributable to equity holders of the Company	Non-controlling interests		
			Legal reserve	Unappropriated	Translating foreign operations	Gain (loss) on cash flow hedges	Excess of cost over book value of acquired subsidiaries	Differences arising from common control transactions						
<i>(in thousand Baht)</i>														
Six-month period ended 30 June 2018														
Balance at 1 January 2018	5,245,411	44,848,154	2,956,803	55,569,532	(2,639,644)	305,144	(2,862,259)	(1,235,562)	102,187,579	14,874,072	117,061,651	1,925,041	118,986,692	
Transactions with owners, recorded directly in equity														
<i>Contribution by and distribution to owners of the parent</i>														
Issue of ordinary shares due to warrants exercised	14	302,687	12,696,072	-	-	-	-	-	12,998,759	-	12,998,759	-	12,998,759	
Dividends	18	-	-	-	(3,051,454)	-	-	-	(3,051,454)	-	(3,051,454)	(65,244)	(3,116,698)	
Total contribution by and distribution to owners of the parent		302,687	12,696,072	-	(3,051,454)	-	-	-	9,947,305	-	9,947,305	(65,244)	9,882,061	
<i>Change in ownership interests in subsidiaries</i>														
Acquisition of non-controlling interests without a change in control		-	-	-	-	-	24,932	-	24,932	-	24,932	(38,301)	(13,369)	
Acquisition of non-controlling interests through business combination	3	-	-	-	-	-	-	-	-	-	-	1,201,952	1,201,952	
Total change in ownership interests in subsidiary		-	-	-	-	-	24,932	-	24,932	-	24,932	1,163,651	1,188,583	
Total transactions with owners, recorded directly in equity		302,687	12,696,072	-	(3,051,454)	-	24,932	-	9,972,237	-	9,972,237	1,098,407	11,070,644	
Comprehensive income for the period														
Profit		-	-	-	14,056,707	-	-	-	14,056,707	-	14,056,707	52,745	14,109,452	
Other comprehensive income		-	-	-	261	(351,730)	(578,213)	-	(929,682)	-	(929,682)	65,016	(864,666)	
Total comprehensive income for the period		-	-	-	14,056,968	(351,730)	(578,213)	-	13,127,025	-	13,127,025	117,761	13,244,786	
Coupon payment on subordinated perpetual debentures		-	-	-	(520,685)	-	-	-	(520,685)	-	(520,685)	-	(520,685)	
Transfer to legal reserve		-	-	180,868	(180,868)	-	-	-	-	-	-	-	-	
Balance at 30 June 2018		5,548,098	57,544,226	3,137,671	65,873,493	(2,991,374)	(273,069)	(2,837,327)	(1,235,562)	124,766,156	14,874,072	139,640,228	3,141,209	142,781,437

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

Indorama Ventures Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

		Separate financial statements							
		Retained earnings			Other component of equity				
Note	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Gain on cash flow hedges	Equity attributable to owners of the parent	Subordinated perpetual debentures	Total equity	
<i>(in thousand Baht)</i>									
Six-month period ended 30 June 2017									
	Balance at 1 January 2017	4,814,272	29,775,147	566,601	10,926,651	281,271	46,363,942	14,874,072	61,238,014
Transactions with owners, recorded directly in equity									
<i>Contribution by and distribution to owners of the Company</i>									
	Issue of ordinary shares due to warrants exercised	56	1,949	-	-	-	2,005	-	2,005
18	Dividends	-	-	-	(1,733,151)	-	(1,733,151)	-	(1,733,151)
	Total contribution by and distribution to owners of the Company	56	1,949	-	(1,733,151)	-	(1,731,146)	-	(1,731,146)
	Total transactions with owners, recorded directly in equity	56	1,949	-	(1,733,151)	-	(1,731,146)	-	(1,731,146)
Comprehensive income for the period									
	Profit	-	-	-	3,482,671	-	3,482,671	-	3,482,671
	Other comprehensive income	-	-	-	-	113,387	113,387	-	113,387
	Total comprehensive income for the period	-	-	-	3,482,671	113,387	3,596,058	-	3,596,058
	Coupon payment on subordinated perpetual debentures	-	-	-	(520,685)	-	(520,685)	-	(520,685)
	Balance at 30 June 2017	4,814,328	29,777,096	566,601	12,155,486	394,658	47,708,169	14,874,072	62,582,241

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Separate financial statements								
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings		Other component of equity	Equity attributable to owners of the parent	Subordinated perpetual debentures	Total equity
				Legal reserve	Unappropriated	Gain on cash flow hedges			
<i>(in thousand Baht)</i>									
Six-month period ended 30 June 2018									
Balance at 1 January 2018		5,245,411	44,848,154	566,601	12,778,695	484,801	63,923,662	14,874,072	78,797,734
Transactions with owners, recorded directly in equity									
<i>Contribution by and distribution to owners of the Company</i>									
Issue of ordinary shares due to warrants exercised	14	302,687	12,696,072	-	-	-	12,998,759	-	12,998,759
Dividends	18	-	-	-	(3,051,454)	-	(3,051,454)	-	(3,051,454)
Total contribution by and distribution to owners of the Company		302,687	12,696,072	-	(3,051,454)	-	9,947,305	-	9,947,305
Total transactions with owners, recorded directly in equity		302,687	12,696,072	-	(3,051,454)	-	9,947,305	-	9,947,305
Comprehensive income for the period									
Profit		-	-	-	3,581,911	-	3,581,911	-	3,581,911
Other comprehensive income		-	-	-	-	85,730	85,730	-	85,730
Total comprehensive income for the period		-	-	-	3,581,911	85,730	3,667,641	-	3,667,641
Coupon payment on subordinated perpetual debentures		-	-	-	(520,685)	-	(520,685)	-	(520,685)
Balance at 30 June 2018		5,548,098	57,544,226	566,601	12,788,467	570,531	77,017,923	14,874,072	91,891,995

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
Note	2018	2017	2018	2017
<i>(in thousand Baht)</i>				
Cash flows from operating activities				
Profit for the period	14,109,452	7,502,699	3,581,911	3,482,671
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Tax expense	2,025,827	1,179,669	36,734	12,056
Finance costs	1,778,240	1,995,966	1,072,545	1,057,288
Depreciation	5,407,508	4,919,638	-	-
Amortisation of intangible assets and other assets	863,683	765,987	-	-
Employee benefits expense	150,235	132,205	-	-
Unrealised foreign exchange (gain) loss	(170,996)	1,097,701	(142,596)	56,932
Share of net profit of joint ventures	8 (164,165)	(26,393)	-	-
Provision for bad and doubtful debts expense, net	5 12,977	9,014	-	-
Provision for impairment on property, plant and equipment	9 -	15,629	-	-
Provision for (reversal of) inventories devaluation	18,036	(5,618)	-	-
Gain on bargain purchases	3 (894,877)	-	-	-
(Gain) loss on disposal of property, plant and equipment, net	(2,846)	42	-	-
Loss on written-off of property, plant and equipment, net	973	-	-	-
Interest income	(127,764)	(29,296)	(1,650,853)	(1,366,180)
Dividend income	7 -	-	(2,929,720)	(2,914,056)
	23,006,283	17,557,243	(31,979)	328,711
Changes in operating assets and liabilities				
Trade accounts receivable	(8,073,423)	(1,113,502)	-	-
Inventories	(3,316,846)	545,294	-	-
Other current assets	(1,443,394)	(1,550,748)	467,178	122,753
Other non-current assets	(1,110,597)	781,272	(1,337)	-
Trade accounts payable	5,017,774	1,076,650	-	-
Non-current provisions for employee benefit	(112,288)	(139,670)	-	-
Other current liabilities	590,093	(471,598)	38,227	(29,631)
Other non-current liabilities	950,233	90,427	-	-
Net cash generated from operating	15,507,835	16,775,368	472,089	421,833
Taxes paid	(809,810)	(810,693)	-	-
Net cash from operating activities	14,698,025	15,964,675	472,089	421,833

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

Indorama Ventures Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		2018	2017	2018	2017
		30 June		30 June	
		<i>(in thousand Baht)</i>			
Cash flows from investing activities					
Net cash outflow on acquisition of businesses	3	(11,935,479)	(6,017,389)	-	-
Net cash outflow on additional investment in subsidiary and joint ventures	7, 8	(143,144)	(553,486)	(1,136,665)	(512,095)
Advance payment on additional investment in subsidiaries and a joint venture		-	(225,647)	-	-
Purchase of other investments, net		(91,061)	(71,861)	-	-
Proceeds from sale of property, plant and equipment		15,375	5,723	-	-
Acquisition of property, plant and equipment		(8,632,056)	(9,894,239)	-	-
Proceeds from sale of intangible assets		3,698	105	-	-
Acquisition of intangible assets		(83,696)	(36,085)	-	-
Dividend received	7	-	-	2,929,720	2,914,056
Interest received		98,359	45,747	12,020	4,910
Net cash from (used in) investing activities		(20,768,004)	(16,747,132)	1,805,075	2,406,871
Cash flows from financing activities					
Proceeds from issue of ordinary shares due to warrants exercised, net of agent fee of Baht 16,781,697	14	12,998,758	2,005	12,998,758	2,005
Proceeds from short and long-term borrowings		8,782,773	15,133,002	-	9,630,099
Proceeds from debenture, net of debenture issuance costs of Baht 28,309,363	11	17,471,691	7,480,900	17,471,691	7,480,900
Repayment of short and long-term borrowings		(11,073,177)	(10,886,669)	(5,255,552)	(4,228,587)
Repayment of debenture		(550,000)	(5,500,000)	(550,000)	(5,500,000)
Payment by a lessee for reduction of the outstanding liability relating to a finance lease		(22,899)	(7,897)	-	-
Loans to subsidiaries		-	-	(25,405,066)	(8,548,844)
Loans to a joint venture		17,631	130,633	-	-
Dividends paid to owners of the Company		(3,051,412)	(1,732,569)	(3,051,412)	(1,732,569)
Dividends paid to non-controlling interests		(65,244)	(63,005)	-	-
Interest received		-	-	1,330,714	1,332,544
Interest paid		(2,155,697)	(2,234,990)	(1,040,011)	(1,051,008)
Deferred financing cost paid		(7,211)	(22,637)	-	(3,424)
Coupon payment on subordinated perpetual debentures		(520,685)	(520,685)	(520,685)	(520,685)
Net cash from (used in) financing activities		21,824,528	1,778,088	(4,021,563)	(3,139,569)
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates		15,754,549	995,631	(1,744,399)	(310,865)
Effect of exchange rate changes on cash and cash equivalents		142,785	48,965	-	-
Net increase (decrease) in cash and cash equivalents		15,897,334	1,044,596	(1,744,399)	(310,865)
Cash and cash equivalents at beginning of period		6,877,049	4,025,648	3,194,234	1,068,060
Cash and cash equivalents at ending of period		22,774,383	5,070,244	1,449,835	757,195

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

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Note	Contents
1	General information
2	Basis of preparation of the interim financial statements
3	Acquisitions of businesses
4	Related parties
5	Trade accounts receivable
6	Other current assets
7	Investments in subsidiaries and other equity security
8	Investments in joint ventures
9	Property, plant and equipment
10	Bank overdrafts, short-term and long-term loans from financial institutions
11	Debentures
12	Trade accounts payable
13	Other current liabilities
14	Share capital and warrants
15	Segments information
16	Other income
17	Earnings per share
18	Dividends
19	Financial instruments
20	Commitments with non-related parties
21	Events after the reporting period

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

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

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements, and were approved and authorised for issue by the Audit Committee on 6 August 2018.

1 General information

Indorama Ventures Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 75/102, Ocean Tower II, 37th Floor, Sukhumvit 19, Asoke Road, Klongtoeynua, Wattana, Bangkok, Thailand. The Company was listed on the Stock Exchange of Thailand in February 2010.

The immediate and ultimate parent companies during the financial period were Indorama Resources Limited, incorporated in Thailand, and Canopus International Limited, incorporated in Mauritius, respectively.

The principal activities of the Company and its subsidiaries (“Group”) are the manufacture and distribution of polyethylene terephthalate (“PET”), purified terephthalic acid (“PTA”), paraxylene (“PX”), isophthalic acid (“IPA”), ethylene oxide and ethylene glycol (“EO&EG”), polyester fibers, and wool products. Details of the Company’s subsidiaries and joint ventures as at 30 June 2018 and 31 December 2017 are given in notes 4, 7 and 8.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

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

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

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

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

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

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

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

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

(b) Functional and presentation currency

The interim financial statements are prepared and presented in Thai Baht, which is the Company's functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

(c) Use of judgements and estimates

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

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

Measurement of fair values

The Group/Company has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the senior management.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

When measuring the fair value of an asset or a liability, the Group/Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group/Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in note 19 - Financial instruments.

3 Acquisitions of businesses

(i) *Glanzstoff Group, Europe*

On 31 May 2017, IVL, through its indirect subsidiary, Indorama Netherlands B.V., completed the acquisition of 100% equity interest in Glanzstoff Group (which consist of Glanzstoff Industries (Qingdao) Company Limited, Glanzstoff Holding (Hong Kong) Limited, Glanzstoff Industries S.R.L., Società Industriale Cremonese SICREM s.p.a., Cord A.G., Textilcord Steinfort S.A., Glanzstoff Management GmbH and Glanzstoff - Bohemia s.r.o.) which is Europe's largest converter for tire cord fabrics, a global leader in single-end-cords ("SEC") from Glanzstoff Industries GmbH, as per definitive share purchase agreement dated 12 April 2017 for a cash consideration of EUR 160.1 million (Baht 6,100.6 million). The transaction is accounted for as a business combination. Subsequent to completion of the acquisition, Cord A.G. was renamed to Glanzstoff Industries A.G.

Management believes that the acquisition will offer a unique opportunity for IVL to supplement its high value-added portfolio. It will further enhance the Group's client-value proposition and provide for collaborative opportunities with the global auto industry including for autonomous and electric vehicles.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Identifiable assets acquired and liabilities assumed

	Fair values as at 31 May 2017 (in thousand Baht)
Cash and cash equivalents	96,635
Inventories	1,184,716
Accounts receivable	1,446,021
Property, plant and equipment	3,324,162
Intangible assets	1,958,209
Short-term loan from financial institutions	(316,219)
Accounts payable	(1,106,229)
Deferred tax liabilities, net	(927,820)
Other assets/(liabilities), net	(511,075)
Net identifiable assets acquired and liabilities assumed	5,148,400
Goodwill arising from the acquisition	952,174
Total consideration	6,100,574
Cash acquired	(96,635)
Net consideration - paid	6,003,939

The trade receivables comprise gross contractual amounts due of Baht 1,476.4 million, of which Baht 30.4 million was expected to be uncollectible at the acquisition date.

(ii) DuraFiber Mexico, Mexico

On 28 September 2017, IVL, through its indirect subsidiary, Indorama Ventures Spain S.L., completed the acquisition of 100% equity interest in tire cord business of DuraFiber Mexico (which consist of DuraFiber Technologies DFT Mexico Operations, S.A. de C.V. which is a leading producer of durable technical textiles for industrial, tire reinforcement and speciality applications globally and DuraFiber Technologies DFT Mexico Services, S.A. de C.V.) from Sellers group (DuraFiber Technologies (DFT) Operations LLC, INA Fibers Holdings LLC, DFT DuraFiber Technologies Holdings, INC., DuraFiber Technologies (DFT) Mexico Intermediate I Corp. and DuraFiber Technologies (DFT) Mexico Intermediate II Corp.), as per definitive share purchase agreement dated 11 August 2017 for a preliminary cash consideration of USD 26.8 million (Baht 894.5 million). The transaction is accounted for as a business combination. Subsequent to the completion of the acquisition, DuraFiber Technologies DFT Mexico Operations, S.A. de C.V. and DuraFiber Technologies DFT Mexico Services, S.A. de C.V. were renamed to Performance Fibers Operations Mexico, S. de R.L. de C.V. and Performance Fibers Services, S. de R.L. de C.V., respectively.

Management believes that acquisition of DuraFiber Mexico operation is well aligned with the group's strategy of pursuing accretive growth opportunities in the high value added automotive segment.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Identifiable assets acquired and liabilities assumed

	Fair values as at 28 September 2017 <i>(in thousand Baht)</i>
Cash and cash equivalents	42,496
Inventories	474,531
Accounts receivable	518,448
Property, plant and equipment	937,248
Intangible assets	4
Short-term loan from related party	(50,053)
Accounts payable	(517,326)
Deferred tax liabilities, net	(218,318)
Other assets/(liabilities), net	(84,628)
Net identifiable assets acquired and liabilities assumed	1,102,402
Gain on bargain purchase	(207,902)
Total consideration	894,500
Cash acquired	(42,496)
Net consideration - paid	852,004

The trade receivables comprise gross contractual amounts due of Baht 518.4 million which was expected to be collectible at the acquisition date.

An independent appraiser has been appointed to determine the fair value of the business but the report of the appraiser is not yet completed as at the date of approval of these interim financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.

(iii) Longlaville DuraFiber Technologies (DFT) SAS, France

On 5 October 2017, IVL, through its indirect subsidiary, Indorama Netherlands B.V., completed the acquisition of 100% equity interest in Longlaville DuraFiber Technologies (DFT) SAS (which consist of Longlaville DuraFiber Technologies (DFT) SAS and European DuraFiber Technologies (DFT) Holdings SAS), as per the purchase and sale agreement dated 4 October 2017 for a preliminary cash consideration of EUR 2.7 (Baht 106.0). The transaction is accounted for as a business combination. Subsequent to completion of the acquisition, Longlaville DuraFiber Technologies (DFT) SAS and European DuraFiber Technologies (DFT) Holdings SAS were renamed to Glanzstoff Longlaville S.A.S. and Glanzstoff Services S.A.S., respectively.

Management believes that acquisition of Longlaville DuraFiber Technologies (DFT) S.A.S. will further bolster its position as the leading fiber partner for the automotive industry.

Identifiable assets acquired and liabilities assumed

	Fair values as at 5 October 2017 <i>(in thousand Baht)</i>
Cash and cash equivalents	43,533
Inventories	177,409
Accounts receivable	538,259
Property, plant and equipment	780,584
Intangible assets	206,605
Short-term loan from financial institutions	(423,819)
Accounts payable	(345,780)

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Fair values as at 5 October 2017 (in thousand Baht)
Deferred tax liabilities, net	(216,739)
Other assets/(liabilities), net	(158,105)
Net identifiable assets acquired and liabilities assumed	601,947
Gain on bargain purchase	(601,947)
Total consideration	-

The trade receivables comprise gross contractual amounts due of Baht 538.6 million, of which Baht 0.3 million was expected to be uncollectible at the acquisition date.

An independent appraiser has been appointed to determine the fair value of the business but the report of the appraiser is not yet completed as at the date of approval of these interim financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.

(iv) The PTA assets of Artlant PTA, S.A. and the utility assets of Artelia Ambiente, S.A., Portugal

On 29 November 2017, IVL, through its indirect subsidiary, Indorama Ventures Portugal PTA - Unipessoal, LDA. and Indorama Ventures Portugal Utility - Unipessoal, LDA., completed the acquisition of the PTA assets of Artlant PTA, S.A. and the adjacent utility assets of Artelia Ambiente, S.A. in Portugal, as per the agreement in relation to the assets of Artlant PTA, S.A., dated 26 July 2017 and the purchase and sale agreement in relation to the assets of Artelia Ambiente, S.A., dated 25 September 2017 for a preliminary cash consideration of EUR 42.5 million (Baht 1,640.6 million). The transaction is accounted for as a business combination.

Management believes that acquisition of PTA assets of Artlant PTA S.A. along with utility assets of adjacent Utility provider, Artelia Ambiente, S.A. (Artelia) will enhance the Group's PTA leadership in Europe and the acquisition of utility assets will secure the energy supply to PTA plant and sell excess power to the grid.

Identifiable assets acquired and liabilities assumed

	Fair values as at 29 November 2017 (in thousand Baht)
Inventories	157,100
Property, plant and equipment	5,344,895
Intangible assets	233,737
Deferred tax liabilities, net	(1,208,067)
Other assets/(liabilities), net	(24,200)
Net identifiable assets acquired and liabilities assumed	4,503,465
Gain on bargain purchase	(2,862,876)
Total consideration	1,640,589

An independent appraiser has been appointed to determine the fair value of the business but the report of the appraiser is not yet completed as at the date of approval of these interim financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

(v) *M&G Polimeros Brazil S.A., Brazil*

On 24 May 2018, IVL, through its indirect subsidiary, Indorama Ventures Brazil Participacoes S.A., completed the acquisition of 100% equity interest in M&G Polimeros Brazil S.A. in Ipojuca, Brazil (which consist of 100% equity interest in M&G Polimeros Brazil S.A. and 51% equity interest in Tereftaillicos Industries Quimicas Ltda.) from M&G Chemicals Brazil S.A., as per a definitive Securities Purchase Agreement dated 15 March 2018 for a preliminary cash consideration of BRL 1,389.2 million (Baht 12,246.6 million). The transaction is accounted for as a business combination. During the period from acquisition date to 30 June 2018, the business contributed revenue of BRL 160.9 million (Baht 1,386.6 million) and net loss of BRL 30.3 million (Baht 261.2 million) to the Group's results. If the acquisition had occurred on 1 January 2018, management estimates that consolidated revenue and consolidated net profit for the six-month period ended 30 June 2018 would have increased by Baht 5,218.1 million and decreased by Baht 1,017.8 million, respectively. In determining these amounts, management has assumed that the fair value adjustments, determined provisionally, that arose on the date of acquisition would have been the same if the acquisition had occurred on 1 January 2018. Subsequent to completion of the acquisition, M&G Polimeros Brazil S.A. was renamed to Indorama Ventures Polimeros S.A.

Management believes that this acquisition in Brazil is in line with the Group's strategy to further extend its market position, and expand its global footprint in key markets with high growth potential. This strategic position allows the Group to deliver products to key customers in Brazil and elsewhere in South America in a cost-effective and efficient manner.

Identifiable assets acquired and liabilities assumed

	Fair values as at 24 May 2018 (in thousand Baht)
Cash and cash equivalents	396,826
Inventories	1,023,543
Accounts receivable	927,944
Property, plant and equipment	5,404,294
Intangible assets	5,188,141
Deferred tax assets, net	135,679
Accounts payable	(621,106)
Other assets/(liabilities), net	(208,674)
Net identifiable assets acquired and liabilities assumed	12,246,647
Total consideration	12,246,647
Cash acquired	(396,826)
Net consideration - paid	11,849,821

The trade receivables comprise gross contractual amounts due of Baht 927.9 million which was expected to be collectible at the acquisition date.

An independent appraiser has been appointed to determine the fair value of the business but the report of the appraiser is not yet completed as at the date of approval of these interim financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

(vi) *Egyptian Indian Polyester Company S.A.E., Egypt*

On 14 June 2018, IVL, through its indirect subsidiary, Indorama Netherlands B.V. (“INBV”) has acquired 35% of equity interest of Egyptian Indian Polyester Company S.A.E. (“EIPET”) from Dhunseri Petrochem Limited (“Dhunseri”) as per the share purchase agreements dated 14 June 2018 for a preliminary cash consideration of USD 1.0 million (Baht 32.2 million). The transaction is accounted for as a business combination.

Dhunseri is under obligation as per the share purchase agreement with IVL to purchase the 30% shareholdings of EIPET from Egyptian Petrochemicals Holding Company (“ECHEM”) and Engineering For The Petroleum & Process Industries Company (“ENPPI”) for the consideration of USD 17.1 million (Baht 549.8 million) as stipulated in the share purchase agreement between Dhunseri, ECHEM and ENPPI and transfer the 50% of those shareholdings of EIPET (15%) to INBV. Accordingly, INBV has obligation to pay the consideration of USD 8.6 million (Baht 274.9 million) for those shareholdings of EIPET transferred from Dhunseri out of which USD 2.2 million (Baht 70.3 million) was already paid in June 2018 and the remaining balance of USD 6.4 million (Baht 204.7 million) is recorded as consideration payable as of reporting date. The acquisition of shareholdings of EIPET from ECHEM and EIPET has not been completed as of reporting date.

Management believes that the acquisition will offer logistics advantage when sourcing feedstocks and delivering end products in key markets, domestically and internationally. This facility is one of the largest in the Middle East and Africa and is well-positioned to cater to the increasing packaging needs of customers in the region and elsewhere.

Identifiable assets acquired and liabilities assumed

	Fair values as at 14 June 2018 (in thousand Baht)
Cash and cash equivalents	16,755
Inventories	50,028
Property, plant and equipment	5,177,742
Intangible assets	18,253
Short-term loan	(2,797,433)
Accounts payable	(34,272)
Other assets/(liabilities), net	(27,172)
Net identifiable assets acquired and liabilities assumed	2,403,901
Interest acquired (%)	50
Net identifiable assets acquired and liabilities assumed	1,201,951
Gain on bargain purchase	(894,877)
Total consideration	307,074
Consideration payable	(204,661)
Cash acquired	(16,755)
Net consideration - paid	85,658

An independent appraiser has been appointed to determine the fair value of the business but the report of the appraiser is not yet completed as at the date of approval of these interim financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

During the three-month and six-month periods ended 30 June 2018 and 2017, the Group incurred acquisition-related costs of Baht 71.2 million and Baht 12.4 million, respectively. These amounts have been included in administrative expenses in the consolidated statement of income for the three-month and six-month periods ended 30 June 2018 and 2017, respectively.

In accordance with TFRS3, management is required to make a preliminary assessment of the fair values of businesses acquired as at the acquisition date. During the measurement period, which must not exceed one year from the acquisition date, the acquirer shall retrospectively adjust the provisional amounts recognised at the acquisition date to reflect new information obtained about facts and circumstances that existed as of the acquisition date. Finalisations of the fair values for acquisition of DuraFiber Mexico, Longlaville DuraFiber Technologies (DFT) SAS, The PTA assets of Artlant PTA S.A. and the utility assets of Artelia Ambiente, S.A., M&G Polimeros Brazil S.A. and Egyptian Indian Polyester Company S.A.E. are dependent on determination of the ultimate purchase price and completion of the purchase price allocation exercise.

4 Related parties

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

Relationships with key management and other related parties were as follows:

Name of entities	Country of incorporation/nationality	Nature of relationships
Indorama Resources Limited	Thailand	Immediate parent company, 63.17% shareholder, some common directors
Indorama Ventures Global Services Limited	Thailand	Subsidiary, 99.99% shareholding, some common directors
Indorama Polymers Public Company Limited	Thailand	Subsidiary, 72.60% shareholding and 27.31% interest held indirectly, some common directors
Indorama Holdings Limited	Thailand	Subsidiary, 99.81% shareholding, some common directors
Indorama Polyester Industries Public Company Limited	Thailand	Subsidiary, 64.94% shareholding and 34.55% interest held indirectly, some common directors
Indorama Petrochem Limited	Thailand	Subsidiary, 99.99% shareholding, some common directors
TPT Petrochemicals Public Company Limited	Thailand	Subsidiary, 99.97% shareholding, some common directors
IVL Belgium N.V.	Belgium	Subsidiary, 99.99% shareholding, some common directors
Indo Polymers Mauritius Limited	Mauritius	Subsidiary, 100.00% shareholding, a common director (under dissolution)
Petform (Thailand) Limited	Thailand	Indirect subsidiary, 59.94% effective interest, some common directors
Asia Pet (Thailand) Limited	Thailand	Indirect subsidiary, 99.90% effective interest, some common directors

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
Indorama Ventures Polymers (Rayong) Public Company Limited	Thailand	Indirect subsidiary, 99.98% effective interest (under dissolution)
Guangdong IVL PET Polymer Company Limited	China	Indirect subsidiary, 99.91% effective interest, a common director
FiberVisions (China) Textile Products Limited	China	Indirect subsidiary, 99.99% effective interest
Performance Fibers (Kaiping) Company Limited	China	Indirect subsidiary, 99.99% effective interest, a common director
Performance Fibers (Kaiping) No.2 Company Limited	China	Indirect subsidiary, 99.99% effective interest, a common director
Performance Fibers (Kaiping) No.3 Company Limited	China	Indirect subsidiary, 99.99% effective interest, a common director
Performance Fibers (Kaiping) Trading Company Limited	China	Indirect subsidiary, 99.99% effective interest
Glanzstoff Industries (Qingdao) Company Limited	China	Indirect subsidiary, 99.99% effective interest
Glanzstoff Holding (Hong Kong) Limited	Hong Kong	Indirect subsidiary, 99.99% effective interest
Performance Fibers (Hong Kong) Limited	Hong Kong	Indirect subsidiary, 99.99% effective interest, a common director
PT. Indorama Ventures Indonesia	Indonesia	Indirect subsidiary, 99.99% effective interest, some common directors
PT. Indorama Polyester Industries Indonesia	Indonesia	Indirect subsidiary, 99.98% effective interest, some common directors
PT. Indorama Polychem Indonesia	Indonesia	Indirect subsidiary, 99.99% effective interest, a common director
PT. Indorama Polypet Indonesia	Indonesia	Indirect subsidiary, 99.99% effective interest, a common director
PT. Indorama Glycol Indonesia	Indonesia	Indirect subsidiary, 99.99% effective interest, a common director
KP Equity Partners Inc.	Malaysia	Indirect subsidiary, 99.99% effective interest, some common directors
Indorama Ventures Packaging (Myanmar) Limited	Myanmar	Indirect subsidiary, 99.91% effective interest
Indorama Ventures Packaging (Philippines) Corporation	Philippines	Indirect subsidiary, 99.99% effective interest
IVL Singapore PTE Limited	Singapore	Indirect subsidiary, 99.91% effective interest, a common director
Indorama Ventures Packaging (India) Private Limited	India	Indirect subsidiary, 99.98% effective interest
FiberVisions (China) A/S	Denmark	Indirect subsidiary, 99.99% effective interest
FiberVisions A/S	Denmark	Indirect subsidiary, 99.99% effective interest
Wellman France Recyclage S.A.S.	France	Indirect subsidiary, 99.99% effective interest
Glanzstoff Longlaville S.A.S.	France	Indirect subsidiary, 99.99% effective interest
Glanzstoff Services S.A.S.	France	Indirect subsidiary, 99.99% effective interest
FiberVisions Vermögensverwaltungsgesellschaft mbH	Germany	Indirect subsidiary, 99.99% effective interest

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
Trevira Holdings GmbH	Germany	Indirect subsidiary, 99.99% effective interest, a common director
Trevira GmbH	Germany	Indirect subsidiary, 99.99% effective interest
PHP Fibers GmbH	Germany	Indirect subsidiary, 80.00% effective interest, a common director
Wellman International Limited	Ireland	Indirect subsidiary, 99.99% effective interest, a common director
Glanzstoff Industries S.R.L.	Italy	Indirect subsidiary, 99.99% effective interest
Società Industriale Cremonese SICREM s.p.a.	Italy	Indirect subsidiary, 99.99% effective interest
Glanzstoff Industries A.G.	Luxembourg	Indirect subsidiary, 99.99% effective interest, a common director
Textilcord Steinfort S.A.	Luxembourg	Indirect subsidiary, 99.99% effective interest
Glanzstoff Management GmbH	Austria	Indirect subsidiary, 99.99% effective interest
Glanzstoff - Bohemia s.r.o.	Czech Republic	Indirect subsidiary, 99.99% effective interest
UAB Orion Global PET	Lithuania	Indirect subsidiary, 99.91% effective interest, a common director
UAB Indorama Polymers Europe	Lithuania	Indirect subsidiary, 99.91% effective interest, a common director
UAB Indorama Holdings Europe	Lithuania	Indirect subsidiary, 99.81% effective interest, a common director
Indorama Netherlands Cooperatief U.A.	The Netherlands	Indirect subsidiary, 99.99% effective interest
Indorama Netherlands B.V.	The Netherlands	Indirect subsidiary, 99.99% effective interest
Indorama Ventures Europe B.V.	The Netherlands	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Polymers Rotterdam B.V.	The Netherlands	Indirect subsidiary, 99.91% effective interest, a common director
Indorama Ventures Recycling Netherlands B.V.	The Netherlands	Indirect subsidiary, 99.99% effective interest
MJR Recycling B.V.	The Netherlands	Indirect subsidiary, 99.99% effective interest
Indorama Holdings Rotterdam B.V.	The Netherlands	Indirect subsidiary, 99.81% effective interest, a common director
Indorama Ventures Dutch Investments B.V.	The Netherlands	Indirect subsidiary, 51.00% effective interest
Indorama Ventures Poland Sp. z o.o.	Poland	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Química S.L.U.	Spain	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Spain S.L.	Spain	Indirect subsidiary, 99.99% effective interest
Indorama Trading AG	Switzerland	Indirect subsidiary, 99.81% effective interest
Indorama Ventures Adana PET Sanayi Anonim Sirketi	Turkey	Indirect subsidiary, 99.99% effective interest, some common directors
Indorama Ventures Corlu PET Sanayi Anonim Sirketi	Turkey	Indirect subsidiary, 99.99% effective interest, some common directors
Beverage Plastics (Holdings) Limited	United Kingdom	Indirect subsidiary, 75.36% effective interest
Beverage Plastics Limited	United Kingdom	Indirect subsidiary, 75.36% effective interest
Beacon Trading (UK) Limited	United Kingdom	Indirect subsidiary, 99.81% effective interest
Indorama Trading (UK) Limited	United Kingdom	Indirect subsidiary, 99.81% effective interest

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
Indorama Polymers Workington Limited	United Kingdom	Indirect subsidiary, 99.91% effective interest, a common director
Indorama Ventures Portugal PTA - Unipessoal, LDA.	Portugal	Indirect subsidiary, 99.99% effective interest
Indorama Ventures Portugal Utility - Unipessoal, LDA.	Portugal	Indirect subsidiary, 99.99% effective interest
Indorama Ventures Holdings LP	USA	Indirect subsidiary, 99.99% effective interest
Indorama Ventures USA Holdings LP	USA	Indirect subsidiary, 99.99% effective interest
Indorama Ventures OGL Holdings LP	USA	Indirect subsidiary, 99.99% effective interest
Indorama Ventures Logistics LLC	USA	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures (Oxide & Glycols) LLC	USA	Indirect subsidiary, 99.99% effective interest, a common director
Performance Fibers Holdings Finance, Inc.	USA	Indirect subsidiary, 99.99% effective interest
Performance Fibers Asia Holdings, LLC	USA	Indirect subsidiary, 99.99% effective interest
Performance Fibers Asia, LLC	USA	Indirect subsidiary, 99.99% effective interest
Indorama Ventures AlphaPet Holdings, Inc.	USA	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Polymers (USA) LLC	USA	Indirect subsidiary, 99.99% effective interest
AlphaPet, Inc.	USA	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Polyholding LLC	USA	Indirect subsidiary, 99.99% effective interest
Indorama Ventures USA LLC	USA	Indirect subsidiary, 99.99% effective interest
Auriga Polymers Inc.	USA	Indirect subsidiary, 99.99% effective interest, a common director
StarPet Inc.	USA	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Xylenes & PTA LLC	USA	Indirect subsidiary, 99.99% effective interest, some common key management personnel
Indorama Ventures Performance Fibers Holdings USA LLC	USA	Indirect subsidiary, 99.99% effective interest, some common key management personnel
FiberVisions Corporation	USA	Indirect subsidiary, 99.99% effective interest, a common director
FiberVisions Manufacturing Company	USA	Indirect subsidiary, 99.99% effective interest
FiberVisions Products, Inc.	USA	Indirect subsidiary, 99.99% effective interest
FiberVisions L.P.	USA	Indirect subsidiary, 99.99% effective interest
Trevira North America, LLC	USA	Indirect subsidiary, 99.99% effective interest
PHP Fibers Inc.	USA	Indirect subsidiary, 80.00% effective interest, a common director
Safe Tweave Inc.	USA	Indirect subsidiary, 80.00% effective interest
Indorama Ventures Olefins Holding LLC	USA	Indirect subsidiary, 99.99% effective interest
Indorama Ventures Investments USA LLC	USA	Indirect subsidiary, 51.00% effective interest

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
Indorama Ventures Olefins LLC	USA	Indirect subsidiary, 75.99% effective interest, some common key management personnel
Indorama Ventures Exporter Inc.	USA	Indirect subsidiary, 99.99% effective interest, a common director
Winnsboro Fibres LLC	USA	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Corpus Christi Holding LLC	USA	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Northern Investments Inc.	Canada	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Gestion Inc.	Canada	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures PTA Montréal LP	Canada	Indirect subsidiary, 99.99% effective interest, some common key management personnel
4200144 Canada Inc.	Canada	Indirect subsidiary, 99.99% effective interest
IVL Holding, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, some common key management personnel
Grupo Indorama Ventures, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, some common key management personnel
Indorama Ventures Polymers Mexico, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, some common key management personnel
Indorama Ventures Polycom, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, some common key management personnel
Indorama Ventures Servicios Corporativos, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, some common key management personnel
Indorama Ventures Mexico Assets, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest
Performance Fibers Operations Mexico, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, a common director
Performance Fibers Services, S. de R.L. de C.V.	Mexico	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Brazil Participacoes S.A.	Brazil	Indirect subsidiary, 99.99% effective interest, a common director
Indorama Ventures Polimeros S.A.	Brazil	Indirect subsidiary, 99.99% effective interest, a common director
Tereftaillicos Industries Quimicas Ltda.	Brazil	Indirect subsidiary, 51.00% effective interest
Indorama PET (Nigeria) Limited	Nigeria	Indirect subsidiary, 89.92% effective interest, a common director
Indorama Ventures Packaging (Nigeria) Limited	Nigeria	Indirect subsidiary, 99.99% effective interest
Indorama Ventures Packaging (Ghana) Limited	Republic of Ghana	Indirect subsidiary, 99.99% effective interest
Egyptian Indian Polyester Company S.A.E.	Egypt	Indirect subsidiary, 35.00% effective interest, a common director
ES FiberVisions (Thailand) Company Limited	Thailand	Indirect joint venture, 50.00% effective interest
ES FiberVisions (Suzhou) Co., Ltd.	China	Indirect joint venture, 50.00% effective interest

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
ES FiberVisions China Limited	China	Indirect joint venture, 50.00% effective interest
ES FiberVisions Shanghai Co., Ltd.	China	Indirect joint venture, 50.00% effective interest
ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.	China	Indirect joint venture, 39.20% effective interest
PHP-ShenMa Air Bag Yarn Marketing (Shanghai) Co., Ltd.	China	Indirect joint venture, 40.80% effective interest
ES FiberVisions Hong Kong Limited	Hong Kong	Indirect joint venture, 50.00% effective interest
ES FiberVisions Company Limited	Japan	Indirect joint venture, 50.00% effective interest
PT. Indorama Petrochemicals	Indonesia	Indirect joint venture, 50.00% effective interest
IVL Dhunseri Petrochem Industries Private Limited	India	Indirect joint venture, 50.00% effective interest, some common directors
ES FiberVisions Holdings ApS	Denmark	Indirect joint venture, 50.00% effective interest
ES FiberVisions ApS	Denmark	Indirect joint venture, 50.00% effective interest
TTI GmbH	Germany	Indirect joint venture, 40.00% effective interest
Ottana Polimeri S.R.L.	Italy	Indirect joint venture, 50.00% effective interest
ES FiberVisions LP	USA	Indirect joint venture, 50.00% effective interest
ES FiberVisions, Inc.	USA	Indirect joint venture, 50.00% effective interest
Indorama Ventures EcoMex, S. de R.L. de C.V.	Mexico	Indirect joint venture, 51.00% effective interest, some common key management personnel
Indorama Ventures EcoMex, Services, S. de R.L. de C.V.	Mexico	Indirect joint venture, 51.00% effective interest, some common key management personnel
Pacific Resources Limited	Thailand	Family relationships with directors
Cryoviva (Thailand) Limited	Thailand	Some common directors
Thai Plaspac Public Company Limited	Thailand	Family relationships with directors
Lohia Global Holdings Limited	Hong Kong	Family relationships with directors
PT. Indo-Rama Synthetics Tbk.	Indonesia	50.00% shareholder of indirect joint venture, and related parties as commissioners
PT. Irama Unggul	Indonesia	Family relationships with commissioner
PT. TIGADAYA MINERGY	Indonesia	Subsidiary of 50.00% shareholder of indirect joint venture, and related parties as commissioners
Yayasan Pendidikan Indorama	Indonesia	Family relationships with trustee and advisory board
Indo Rama Synthetics (India) Limited	India	Family relationships with directors
Indorama Eleme Petrochemicals Limited	Nigeria	10.00% shareholder of indirect subsidiary, some common directors

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
Indorama Commerce DMCC	United Arab Emirates	Some common directors
Vega Aviation Limited	British Virgin Islands	Family relationships with common directors
Key management personnel	Thailand, India, Indonesia and USA	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group/Company.

On 9 February 2018, PT. Indorama Glycol Indonesia, a new indirect subsidiary, was incorporated in Indonesia, with the registered share capital of USD 500 thousand (Baht 15,700 thousand).

On 25 April 2018, Indorama Ventures Corpus Christi Holding LLC, a new indirect subsidiary, was incorporated in USA, with no registered share capital because of partnership formation.

On 24 May 2018, Indorama Ventures Brazil Participacoes S.A., a new indirect subsidiary, was incorporated in Brazil, with the registered share capital of BRL 560,325 thousand (Baht 4,939,636 thousand).

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

Transactions	Pricing policies
Sales of goods	Market prices
Purchases of goods and raw materials	Market prices
Interest income	Market linked rate/contractually agreed
Other income	Contractually agreed
Interest expense	Market linked rate/contractually agreed
Distribution costs and administrative expenses	Contractually agreed

Significant transactions for the three-month and six-month periods ended 30 June 2018 and 2017 with related parties were as follows:

Three-month period ended 30 June	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Subsidiaries				
Interest income	-	-	895,647	683,359
Other income	-	-	38,968	110,136
Dividend income	-	-	2,416,626	2,250,057
Key management personnel				
Directors' fee and bonus	6,074	6,030	5,549	5,505
Short-term employee benefits	31,965	32,144	-	-
Long-term employee benefits	732	402	-	-
Other related parties				
Sales of goods	387,113	368,037	-	-
Purchases of goods and raw materials	490,437	549,577	-	-
Other raw materials conversion charges and overheads	31,540	4,841	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

<i>Three-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other related parties				
Distribution costs and administrative expenses	69,968	70,246	2,952	4,392
Other income	3,688	527	-	-
Joint ventures				
Sales of goods	1,659,243	1,437,493	-	-
Purchases of goods and raw materials	2,610,886	2,065,241	-	-
Other raw materials conversion charges and overheads	149	890	-	-
Interest income	1,386	3,786	-	-
Other income	43,602	49,294	33,828	-
Dividend income	6,721	-	-	-
 <i>Six-month period ended 30 June</i>				
Subsidiaries				
Interest income	-	-	1,638,834	1,361,366
Other income	-	-	84,328	222,575
Dividend income	-	-	2,929,720	2,914,056
Key management personnel				
Directors' fee and bonus	9,104	9,035	8,054	7,985
Short-term employee benefits	63,451	52,103	-	-
Long-term employee benefits	1,464	804	-	-
Other related parties				
Sales of goods	821,547	785,364	-	-
Purchases of goods and raw materials	1,176,163	928,290	-	-
Other raw materials conversion charges and overheads	35,711	9,602	-	-
Distribution costs and administrative expenses	134,191	134,399	5,681	4,392
Other income	4,140	1,082	-	-
Joint ventures				
Sales of goods	3,017,990	2,763,434	-	-
Purchases of goods and raw materials	5,103,397	3,668,385	-	-
Other raw materials conversion charges and overheads	1,101	1,808	-	-
Interest income	2,706	7,475	-	-
Other income	66,974	69,113	46,353	44,091
Distribution costs and administrative expenses	-	539	-	-
Dividend income	11,462	-	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

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

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Trade accounts receivable - related parties				
Other related parties				
Indo Rama Synthetics (India) Limited	163,420	161,024	-	-
PT. Indo-Rama Synthetics Tbk.	130,245	178,132	-	-
	<u>293,665</u>	<u>339,156</u>	<u>-</u>	<u>-</u>
Joint ventures				
ES FiberVisions LP	418,865	415,175	-	-
ES FiberVisions ApS	335,108	78,913	-	-
IVL Dhunseri Petrochem Industries Private Limited	93,646	75,661	-	-
ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.	75,741	93,512	-	-
ES FiberVisions Shanghai Co., Ltd.	32,832	17,285	-	-
ES FiberVisions (Suzhou) Co., Ltd.	29,161	9,928	-	-
ES FiberVisions (Thailand) Company Limited	12,174	20,956	-	-
ES FiberVisions Hong Kong Limited	11,123	12,746	-	-
ES FiberVisions China Limited	1,661	8,381	-	-
	<u>1,010,311</u>	<u>732,557</u>	<u>-</u>	<u>-</u>
Total	<u>1,303,976</u>	<u>1,071,713</u>	<u>-</u>	<u>-</u>
Other receivables - related parties				
Subsidiaries				
Indorama Ventures Olefins LLC	-	-	784	-
AlphaPet, Inc.	-	-	406	-
Performance Fibers Operations Mexico, S. de R.L. de C.V.	-	-	-	3,509
Glanzstoff Longlaville S.A.S.	-	-	-	3,071
	<u>-</u>	<u>-</u>	<u>1,190</u>	<u>6,580</u>
Other related parties				
PT. TIGADAYA MINERGY	95,349	-	-	-
Indo Rama Synthetics (India) Limited	4,565	4,498	-	-
Yayasan Pendidikan Indorama	1,204	1,139	-	-
Indorama Eleme Petrochemicals Limited	646	-	-	-
Cryoviva (Thailand) Limited	215	228	-	-
	<u>101,979</u>	<u>5,865</u>	<u>-</u>	<u>-</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other receivables - related parties				
Joint ventures				
IVL Dhunseri Petrochem Industries Private Limited	46,333	35,024	46,333	35,024
ES FiberVisions Holdings ApS	22,098	20,064	-	-
ES FiberVisions (Thailand) Company Limited	4,459	8,943	-	-
PT. Indorama Petrochemicals	344	412	-	-
Indorama Ventures EcoMex, S. de R.L. de C.V.	-	517	-	-
ES FiberVisions LP	-	33	-	-
	<u>73,234</u>	<u>64,993</u>	<u>46,333</u>	<u>35,024</u>
Total	<u>175,213</u>	<u>70,858</u>	<u>47,523</u>	<u>41,604</u>

Other non-current receivables - related parties

Joint venture				
IVL Dhunseri Petrochem Industries Private Limited	<u>12,682</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>12,682</u>	<u>-</u>	<u>-</u>	<u>-</u>

Short-term loans to related parties

	Interest rate		Consolidated		Separate	
			financial statements		financial statements	
	2018	2017	30	31	30	31
	2018	2017	June	December	June	December
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>					
	<i>(in thousand Baht)</i>					
Comprising :						
Short-term loans to related parties						
Subsidiaries						
Indorama Polymers Public Company Limited	5.20	5.20-6.00	-	-	278,684	301,084
Indorama Holdings Limited	5.20	5.20-6.00	-	-	237,600	128,800
Indorama Polyester Industries Public Company Limited	5.20	5.20-6.00	-	-	3,162,700	3,082,500
Indorama Netherlands Cooperatief U.A.	2.60-5.31	2.60-6.00	-	-	6,185,369	12,260,702
Indorama Petrochem Limited	5.20	5.20-6.00	-	-	597,690	837,290
TPT Petrochemicals Public Company Limited	5.20	5.20-6.00	-	-	500,650	1,579,150
Indorama Ventures Global Services Limited	3.10-5.20	5.20-6.00	-	-	38,413,390	7,294,400

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

<i>Short-term loans to related parties</i>	Interest rate		Consolidated financial statements		Separate financial statements	
			30	31	30	31
			June	December	June	December
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Short-term loans to related parties						
Subsidiaries						
Indorama Netherlands B.V.	4.70-5.31	4.30-6.00	-	-	658,488	2,594,736
Total			-	-	50,034,571	28,078,662
Joint ventures						
ES FiberVisions (Suzhou) Co., Ltd.	1.32-2.40	1.32-2.40	89,692	102,128	-	-
Indorama Ventures EcoMex, S. de R.L. de C.V.	8.76-9.20	7.26-8.48	24,783	24,346	-	-
ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.	2.00	2.00	23,096	23,416	-	-
Total			137,571	149,890	-	-
Interest receivable from related parties						
Subsidiaries						
Indorama Netherlands Cooperatief U.A.			-	-	886,879	694,769
Indorama Ventures Global Services Limited			-	-	130,146	29,567
Indorama Netherlands B.V.			-	-	31,522	-
Indorama Polyester Industries Public Company Limited			-	-	17,721	18,277
Indorama Petrochem Limited			-	-	7,322	15,372
TPT Petrochemicals Public Company Limited			-	-	7,524	14,750
Indorama Holdings Limited			-	-	2,583	2,266
Indorama Polymers Public Company Limited			-	-	2,708	1,642
Total			-	-	1,086,405	776,643
Joint ventures						
Indorama Ventures EcoMex, S. de R.L. de C.V.			2,585	183	-	-
ES FiberVisions (Suzhou) Co., Ltd.			1,911	2,088	-	-
ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.			1,822	1,613	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

<i>Short-term loans to related parties</i>	Interest rate		Consolidated financial statements		Separate financial statements	
			30 June 2018	31 December 2017	30 June 2018	31 December 2017
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Interest receivable from related parties						
Joint ventures						
ES FiberVisions (Thailand) Company Limited			1,329	1,837	-	-
Total			7,647	5,721	-	-
Total short-term loans to related parties			145,218	155,611	51,120,976	28,855,305
<i>Long-term loans to related parties</i>	Interest rate		Consolidated financial statements		Separate financial statements	
			30 June 2018	31 December 2017	30 June 2018	31 December 2017
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Comprising :						
Long-term loans to related parties						
Subsidiaries						
Indorama Netherlands Cooperatief U.A.	2.60-5.30	2.60-6.20	-	-	29,866,217	26,619,189
TPT Petrochemicals Public Company Limited	5.30	5.30-6.20	-	-	1,193,100	1,193,100
Indorama Polyester Industries Public Company Limited	5.30	5.30-6.20	-	-	1,040,000	1,040,000
Indorama Petrochem Limited	5.30	5.30-6.20	-	-	413,350	1,818,600
Indorama Holdings Limited	5.30	5.30-6.20	-	-	250,000	350,000
Total			-	-	32,762,667	31,020,889
Joint ventures						
ES FiberVisions (Thailand) Company Limited	4.80-5.37	4.80-4.82	49,751	49,021	-	-
ES FiberVisions (Suzhou) Co., Ltd.	2.39	2.39	10,365	4,075	-	-
Total			60,116	53,096	-	-
Total long-term loans to related parties			60,116	53,096	32,762,667	31,020,889

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

During 2018, the Company has amended the loan agreements with Indorama Netherlands Cooperatief U.A. to change the repayment term resulting in the reclassification of short-term loans to related parties of Baht 3,659 million, to be presented under long-term loans to related parties as at 30 June 2018.

During 2018, the Company has amended the loan agreement with Indorama Holding Limited to change the repayment term resulting in the reclassification of long-term loans to related parties of Baht 100 million, to be presented under short-term loans to related parties as at 30 June 2018.

<i>Summary of loans to related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Short-term loans	145,218	155,611	51,120,976	28,855,305
Long-term loans	60,116	53,096	32,762,667	31,020,889
Total loans to related parties	205,334	208,707	83,883,643	59,876,194

Movements during the six-month periods ended 30 June 2018 and 2017 of loans to related parties, excluding interest receivable from related parties, were as follows:

<i>Loans to related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
<i>Six-month period ended 30 June</i>	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Short-term loans:				
Subsidiaries				
At 1 January	-	-	28,078,662	15,867,499
Increase	-	-	70,939,029	47,505,661
Decrease	-	-	(45,424,322)	(39,060,346)
Reclassification	-	-	(3,558,798)	811,445
At 30 June	-	-	50,034,571	25,124,259
Joint ventures				
At 1 January	149,890	411,199	-	-
Increase	4,568	2,779	-	-
Decrease	(21,386)	(136,736)	-	-
Reclassification	4,499	47,716	-	-
At 30 June	137,571	324,958	-	-
Total short-term loans				
At 1 January	149,890	411,199	28,078,662	15,867,499
Increase	4,568	2,779	70,939,029	47,505,661
Decrease	(21,386)	(136,736)	(45,424,322)	(39,060,346)
Reclassification	4,499	47,716	(3,558,798)	811,445
At 30 June	137,571	324,958	50,034,571	25,124,259

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

<i>Loans to related parties</i> <i>Six-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Long-term loans:				
Subsidiaries				
At 1 January	-	-	31,020,889	30,585,235
Increase	-	-	543,979	1,377,713
Decrease	-	-	(2,360,999)	(1,747,507)
Reclassification	-	-	3,558,798	(811,445)
At 30 June	-	-	32,762,667	29,403,996
Joint ventures				
At 1 January	53,096	124,572	-	-
Increase	11,519	52,054	-	-
Decrease	-	(48,730)	-	-
Reclassification	(4,499)	(47,716)	-	-
At 30 June	60,116	80,180	-	-
Total long-term loans				
At 1 January	53,096	124,572	31,020,889	30,585,235
Increase	11,519	52,054	543,979	1,377,713
Decrease	-	(48,730)	(2,360,999)	(1,747,507)
Reclassification	(4,499)	(47,716)	3,558,798	(811,445)
At 30 June	60,116	80,180	32,762,667	29,403,996
	Consolidated financial statements		Separate financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Advance for share subscription				
Subsidiary				
IVL Belgium N.V.	-	-	4,810	3,474
	-	-	4,810	3,474
Joint venture				
PT. Indorama Petrochemicals	-	222,589	-	-
	-	222,589	-	-
Total	-	222,589	4,810	3,474
Trade accounts payable - related parties				
Other related parties				
PT. Indo-Rama Synthetics Tbk.	153,983	539,209	-	-
Indorama Eleme Petrochemicals Limited	33,558	32,458	-	-
	187,541	571,667	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Trade accounts payable - related parties				
Joint ventures				
PT. Indorama Petrochemicals	264,065	481,065	-	-
IVL Dhunseri Petrochem Industries Private Limited	223,390	268,516	-	-
Indorama Ventures EcoMex, S. de R.L. de C.V.	44,393	21,038	-	-
TTI GmbH	1,546	1,497	-	-
	<u>533,394</u>	<u>772,116</u>	<u>-</u>	<u>-</u>
Total	<u>720,935</u>	<u>1,343,783</u>	<u>-</u>	<u>-</u>
Other payable - related parties				
Other related parties				
Lohia Global Holdings Limited	41,913	40,550	2,677	2,344
PT. TIGADAYA MINERGY	22,846	-	-	-
Indo Rama Synthetics (India) Limited	16,164	15,927	-	-
PT. Indo-Rama Synthetics Tbk.	853	421	-	-
	<u>81,776</u>	<u>56,898</u>	<u>2,677</u>	<u>2,344</u>
Joint venture				
IVL Dhunseri Petrochem Industries Private Limited	4,640	1,841	-	-
	<u>4,640</u>	<u>1,841</u>	<u>-</u>	<u>-</u>
Total	<u>86,416</u>	<u>58,739</u>	<u>2,677</u>	<u>2,344</u>

Significant agreement with related parties

Guarantee Agreements

The Company entered into Guarantee Agreements with its related parties to provide the corporate guarantee to the third parties for the term loan of agreed amount. Under the term of the agreements, those related parties agree to pay guarantee fees as stipulated in the agreements. The agreements expire when the loan has been fully paid by those related parties to third parties.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

5 Trade accounts receivable

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2018	31 December 2017	30 June 2018	31 December 2017
		<i>(in thousand Baht)</i>			
Related parties	4	1,303,976	1,071,713	-	-
Other parties		41,853,363	33,040,773	-	-
Total		43,157,339	34,112,486	-	-
Less allowance for doubtful accounts		(2,052,086)	(2,014,315)	-	-
Net		41,105,253	32,098,171	-	-
Write-off allowance for doubtful accounts		3,562	2,217	-	-
(Reversal of) provision for bad and doubtful debts expense for the -Three-month period ended 30 June, net		13,783	(1,646)	-	-
-Six-month period ended 30 June, net		12,977	9,014	-	-

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Related parties				
Within credit terms	1,032,670	796,660	-	-
Overdue:				
Less than 3 months	108,467	105,307	-	-
3-6 months	-	9,377	-	-
6-12 months	211	164	-	-
Over 12 months	162,628	160,205	-	-
	1,303,976	1,071,713	-	-
Other parties				
Within credit terms	35,660,176	26,542,562	-	-
Overdue:				
Less than 3 months	3,451,845	4,692,668	-	-
3-6 months	234,583	798,423	-	-
6-12 months	2,059,472	854,098	-	-
Over 12 months	447,287	153,022	-	-
	41,853,363	33,040,773	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Less allowance for doubtful accounts	(2,052,086)	(2,014,315)	-	-
	<u>39,801,277</u>	<u>31,026,458</u>	-	-
Net	<u>41,105,253</u>	<u>32,098,171</u>	<u>-</u>	<u>-</u>

The normal credit term granted by the Group ranges from 7 days to 240 days.

6 Other current assets

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Value added tax receivable	2,966,491	2,975,948	574	-
Advance payments	1,848,672	1,084,082	5,440	2,420
Prepaid expenses	1,181,434	647,618	2,475	825
Advance tax payments and withholding tax	626,600	482,316	17,141	13,728
Receivable from seller in business combination	483,358	479,357	-	-
Material price adjustment receivable	284,062	240,438	-	-
Insurance claims receivable	4,533	27,207	-	-
Others	676,679	653,852	203,525	525,868
Total	<u>8,071,829</u>	<u>6,590,818</u>	<u>229,155</u>	<u>542,841</u>

Receivable from seller in business combination relates to a tax liability, which was recorded as part of income tax payable as at 30 June 2018 and 31 December 2017, for which IVL can claim from Arteva Latin America B.V. as per the sale and purchase agreement.

7 Investments in subsidiaries and other equity security

	Consolidated		Separate	
	financial statements		financial statements	
<i>Six-month period ended 30 June</i>	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
At 1 January	-	-	65,566,630	57,798,256
Additional investments	-	-	1,136,665	512,095
At 30 June	<u>-</u>	<u>-</u>	<u>66,703,295</u>	<u>58,310,351</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Investments in subsidiaries and other equity security as at 30 June 2018 and 31 December 2017, and dividend income from those investments for the three-month and six-month periods ended 30 June 2018 and 2017 were as follows:

		Consolidated financial statements										Dividend income for the three-month period ended		Dividend income for the six-month period ended	
Type of business	Effective ownership interest	Paid-up capital		Cost		Impairment		Carrying amount		30 June 2018	30 June 2017	30 June 2018	30 June 2017		
		30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017						
		(%)				<i>(in thousand Baht)</i>									
Other equity security															
Tuntex Textile (Thailand) Company Limited	Manufacture of polyester fibers and yarns	4.63	4.63	430,000	430,000	200,000	200,000	(200,000)	(200,000)	-	-	-	-	-	-
Total						200,000	200,000	(200,000)	(200,000)	-	-	-	-	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

		Separate financial statements										Dividend income		Dividend income	
		Ownership interest		Paid-up capital		Cost		Impairment		At cost-net		for the three-month period ended		for the six-month period ended	
Type of business		30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	30 June 2017	30 June 2018	30 June 2017
		(%)		(in thousand Baht)											
Subsidiaries															
Indorama Petrochem Limited	Manufacture of of PTA and PET	99.99	99.99	10,146,167	10,146,167	7,944,151	7,944,151	-	-	7,944,151	7,944,151	-	-	-	-
Indorama Holdings Limited	Manufacture of worsted wool yarns	99.81	99.81	774,468	774,468	2,001,419	2,001,419	-	-	2,001,419	2,001,419	927,637	-	927,637	-
Indorama Polymers Public Company Limited	Manufacturing of SSP Chips and PET	72.60	72.60	1,382,198	1,382,198	7,219,741	7,219,741	-	-	7,219,741	7,219,741	1,003,539	-	1,003,539	-
Indorama Polyester Industries Public Company Limited	Manufacture of polyester fibers and yarns and PET	64.94	64.94	2,202,850	2,202,850	1,473,995	1,473,995	-	-	1,473,995	1,473,995	228,902	214,596	228,902	214,596
TPT Petrochemicals Public Company Limited	Manufacture of PTA	99.97	99.97	2,955,000	2,955,000	5,182,189	5,182,189	-	-	5,182,189	5,182,189	-	-	-	-
IVL Belgium N.V.	Holding company	99.99	99.99	121,630	121,630	121,630	121,630	-	-	121,630	121,630	-	-	-	-
Indo Polymers Mauritius Limited	Holding company	100.00	100.00	2,218	2,218	2,296	2,296	-	-	2,296	2,296	-	1,338,261	-	1,338,261
Indorama Ventures Global Services Limited	International headquarters	99.99	99.99	42,757,917	41,621,250	42,757,874	41,621,209	-	-	42,757,874	41,621,209	256,548	697,200	769,642	1,361,199
Total						66,703,295	65,566,630	-	-	66,703,295	65,566,630	2,416,626	2,250,057	2,929,720	2,914,056

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

None of the Group's subsidiaries or other equity security are publicly listed and consequently they do not have published price quotations.

During period 2018, Indorama Ventures Global Services Limited ("IVGSL") increased its share capital from Baht 41,621.3 million to Baht 42,757.9 million for which the Company subscribed to the entire increased capital.

During period 2017, Indo Polymers Mauritius Limited ("IPML") increased its share capital from USD 971.2 million (Baht 30,535.1 million) to USD 986.0 million (Baht 31,047.2 million) for which the Company subscribed to the entire increased capital.

8 Investments in joint ventures

<i>Six-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
At 1 January	6,247,147	5,529,831	-	-
Additional investments	352,695	865,604	-	-
Share of net profit of joint ventures	164,165	26,393	-	-
Dividend income	(11,462)	-	-	-
Other comprehensive income	262	-	-	-
Effect of movements in exchange rates	(160,268)	(42,298)	-	-
At 30 June	6,592,539	6,379,530	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Investments in joint ventures as at 30 June 2018 and 31 December 2017 and share of net profit (losses) of joint ventures for the three-month and six-month periods ended 30 June 2018 and 2017 were as follows:

		Consolidated financial statements																			
Type of business	Effective ownership interest	Paid-up capital				Cost		Equity		Impairment		Amalgamation		Effect of movements in exchange rate		Carrying value at equity		Share of net profit (losses) of joint ventures for the three-month period ended		Share of net profit (losses) of joint ventures for the six-month period ended	
		30	31	30	31	30	31	30	31	30	31	30	31	30	31	30	31	30	30	30	30
		June	December	June	December	June	December	June	December	June	December	June	December	June	December	June	December	June	June	June	June
		2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
		(%)										(in thousand Baht)									
Joint ventures																					
Ottana Polimeri S.R.L.	Manufacture of PTA and PET	50.00	50.00	242,460	242,460	121,230	121,230	146,671	146,671	(146,671)	(146,671)	-	-	-	-	-	-	-	-	-	-
PT. Indorama	Manufacture of PTA																				
	Petrochemicals	50.00	47.25	8,452,764	8,060,269	3,700,388	3,357,184	1,241,467	1,005,329	-	-	-	-	(16,267)	44,174	1,225,200	1,049,503	1,214	(130,250)	(151,502)	(216,767)
ES FiberVisions	Marketing and sales																				
	of fiber	50.00	50.00	613,653	613,653	699,178	699,178	1,026,461	1,058,663	-	-	-	-	15,996	(76,653)	1,042,457	982,010	24,343	38,872	44,451	54,236
ES FiberVisions (Suzhou)	Manufacture and sale																				
	Co., Ltd. of biocomponent fiber	50.00	50.00	786,545	786,545	392,992	392,992	444,293	450,855	-	-	-	-	(2,495)	(9,471)	441,798	441,384	(3,891)	12,497	2,909	23,367
ShenMa-PHP	Manufacture and internal																				
	(Pingdingshan) sale of air bag yarns																				
	Air Bag Yarn																				
	Manufacturing Co., Ltd.	39.20	39.20	796,144	796,144	191,864	191,864	227,096	251,094	-	-	-	-	(5,605)	(12,592)	221,491	238,502	(4,981)	6,541	(11,406)	(288)
PHP-ShenMa Air Bag	Marketing and sale																				
	Yarn Marketing of air bag yarns																				
	(Shanghai) Co., Ltd.	40.80	40.80	9,038	9,038	152,611	152,611	181,787	181,602	-	-	-	-	1,244	1,209	183,031	182,811	(535)	(3,367)	(1,024)	(1,883)
TTI GmbH	Research and development																				
	service	40.00	40.00	1,119	1,119	12,852	10,926	3,754	3,059	-	-	-	-	(49)	192	3,705	3,251	2	(5,293)	(1,423)	(5,293)
ES FiberVisions (Thailand)	Manufacture of polyester																				
	Company Limited fibers and yarns	50.00	50.00	410,000	410,000	205,000	205,000	222,775	226,316	-	-	-	-	-	-	222,775	226,316	(8,024)	5,418	(3,541)	19,478

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Consolidated financial statements

Type of business	Effective ownership interest		Paid-up capital		Cost		Equity		Impairment		Amalgamation		Effect of movements in exchange rate		Carrying value at equity		Share of net profit (losses) of joint ventures for the three-month period ended		Share of net profit (losses) of joint ventures for the six-month period ended	
	30	31	30	31	30	31	30	31	30	31	30	31	30	31	30	31	30	30	30	30
	June	December	June	December	June	December	June	December	June	December	June	December	June	December	June	December	June	June	June	June
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	(%)																			
	(in thousand Baht)																			
Indorama Ventures EcoMex, Manufacture of PET S. de R.L. de C.V. recycled flake	51.00	51.00	445,715	430,883	229,324	221,759	159,705	182,623	-	-	-	-	2,140	(17,294)	161,845	165,329	(11,258)	(15,070)	(13,189)	(14,277)
Indorama Ventures EcoMex Administrative services Services, S. de R.L. de C.V.	51.00	51.00	7	7	3	3	4	139	-	-	-	-	(4)	(10)	-	129	-	13	(125)	237
Micro Polypet Private Limited Manufacture of PET Preform	-	-	-	-	-	-	-	619,848	-	-	-	(600,517)	-	(19,331)	-	-	-	(48)	-	19,574
IVL Dhunseri Petrochem Industries Private Limited Manufacture of PET Resin	50.00	50.00	206,720	206,720	<u>2,795,152</u>	<u>2,795,152</u>	<u>3,245,465</u>	<u>2,427,553</u>	-	-	-	600,517	(155,228)	(70,158)	<u>3,090,237</u>	<u>2,957,912</u>	<u>209,491</u>	<u>(29,402)</u>	<u>299,015</u>	<u>148,009</u>
Total					<u>8,500,594</u>	<u>8,147,899</u>	<u>6,899,478</u>	<u>6,553,752</u>	<u>(146,671)</u>	<u>(146,671)</u>	<u>-</u>	<u>-</u>	<u>(160,268)</u>	<u>(159,934)</u>	<u>6,592,539</u>	<u>6,247,147</u>	<u>206,361</u>	<u>(120,089)</u>	<u>164,165</u>	<u>26,393</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Indorama Netherlands B.V. has a call option, which is exercisable during the period from 1 January 2014 to 31 December 2018, to acquire 50.00% of shares of PT. Indorama Petrochemicals (“PTIP”) from PT. Indo-Rama Synthetics Tbk. (“PTIRS”), a shareholder holding 50.00% of PTIP and a related party of IVL.

During period 2018, the Group purchased additional shares of PTIP for a cash consideration of EUR 3.2 million (Baht 122.7 million) bringing the Group’s shareholding in PTIP to 50.00% as at 30 June 2018.

During period 2018, PTIP increased its share capital from USD 245.5 million (Baht 8,060.3 million) to USD 257.7 million (Baht 8,452.8 million) for which the Group entirely subscribed to the portion of its shareholdings.

During period 2018, Indorama Ventures EcoMex, S. de R.L. de C.V. increased its share capital from USD 13.2 million (Baht 430.9 million) to USD 13.7 million (Baht 445.7 million) for which the Group entirely subscribed to the portion of its shareholdings.

During period 2017, PTIP increased its share capital from USD 210.3 million (Baht 6,814.9 million) to USD 245.5 million (Baht 8,060.3 million) for which the Group entirely subscribed to the portion of its shareholdings.

During period 2017, ES FiberVisions (Suzhou) Co., Ltd. increased its share capital from USD 12.0 million to USD 24.0 million. As at 30 June 2017, ES FiberVisions (Suzhou) Co., Ltd. called the paid-up share capital of USD 12.0 million (Baht 416.6 million) for which the Group entirely subscribed to the portion of its shareholdings.

During period 2017, Micro Polypet Private Limited (“MPPL”) increased its share capital from INR 100.0 million (Baht 51.7 million) to INR 112.5 million (Baht 58.4 million) for which the Group subscribed to the entire increased share capital bringing the Group’s shareholding in MPPL to 55.56% as at 30 June 2017.

The Group’s investment in joint venture, IVL Dhunseri Petrochem Industries Private Limited (“DPGL”), consist of the investment in compulsorily convertible debentures (“CCDs”) held by Indorama Ventures Global Services Limited, subsidiary of the Company. CCDs are compulsorily and mandatorily converted into the fixed numbers of equity shares as per the terms and conditions stipulated in the shareholder’s agreement. During the six-month period ended 30 June 2018, there was neither addition nor disposal of the Group’s investment in CCDs.

Under the convertible debentures subscription agreement, the debentures bear interest at the rate of 6.0% per annum. The interest will be accrued from 2nd anniversary of the date of issuance of CCDs. DPGL has rights to cumulative interest payment and payment of interest by DPGL shall be subject to external lender’s confirmation.

The Group’s effective ownership interest in DPGL, taking into account potential voting rights, was 50% as at 30 June 2018 and 31 December 2017.

During period 2018 and 2017, there was no disposal of investments in joint ventures.

None of the Group’s joint ventures are publicly listed and consequently do not have published price quotations.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

9 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month periods ended 30 June 2018 and 2017 were as follows:

<i>Six-month period ended 30 June</i>	Consolidated financial statements					
	Acquisitions and transfers in - at cost	2018 Disposals and transfers out - net book value	Impairment loss <i>(in thousand Baht)</i>	Acquisitions and transfers in - at cost	2017 Disposals and transfers out - net book value	Impairment loss
Land and land improvements	280,710	(107,920)	-	377,889	-	-
Building and building improvements	1,839,254	(51,944)	-	1,084,403	(260)	-
Machinery and equipment	12,371,812	(15,796)	-	5,382,579	(4,946)	-
Office furniture, fixtures and equipment	75,844	(27)	-	95,746	(1,966)	-
Transportation equipment	12,221	(828)	-	32,163	(867)	-
Store and spare parts	84,122	(52,826)	-	21,740	(150,172)	-
Construction in progress	8,109,467	(3,425,454)	-	9,132,441	(2,198,680)	(15,629)
Total	22,773,430	(3,654,795)	-	16,126,961	(2,356,891)	(15,629)

10 Bank overdrafts, short-term and long-term loans from financial institutions

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Current				
Bank overdrafts				
Secured	663,818	163,369	-	-
Unsecured	887,001	689,328	-	-
Short-term loans from financial institutions (a)				
Secured	5,093,216	2,015,103	-	-
Unsecured	9,026,268	3,247,331	-	-
Bank overdrafts and short-term loans from financial institutions	15,670,303	6,115,131	-	-
Current portion of long-term loans from financial institutions				
Secured	1,751,277	36,628	-	-
Unsecured	4,833,450	6,186,040	-	-
Less deferred financing costs	(51,469)	(54,845)	-	-
Net current portion of long-term loans (b)	6,533,258	6,167,823	-	-
Total	22,203,561	12,282,954	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Non-current				
Long-term loans from financial institutions				
Secured	5,292,190	5,979,662	-	-
Unsecured	28,014,948	36,527,261	6,665,560	13,795,824
Less deferred financing costs	(134,650)	(177,866)	(14,484)	(30,120)
Net long-term loans (b)	33,172,488	42,329,057	6,651,076	13,765,704
Total	55,376,049	54,612,011	6,651,076	13,765,704

(a) Short-term loans from financial institutions

Short-term loans from financial institutions comprise the following:

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Secured short-term loan	875,367	1,133,538	-	-
Unsecured short-term loan	7,121,737	2,176,696	-	-
Secured revolving loan (USD 117,006,584) (2017: USD 15,295,484) due in March 2021, secured by trade accounts receivable and inventories	3,880,780	499,870	-	-
Secured revolving loan (USD 10,162,716) (2017: USD 11,679,456) due in August 2020, secured by trade accounts receivable and inventories	337,069	381,695	-	-
Unsecured revolving loan (EUR 49,477,839) (2017: EUR 27,432,969)	1,904,531	1,070,635	-	-
Total	14,119,484	5,262,434	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

(b) Long-term loans from financial institutions

Movement of long-term loans from financial institutions for the six-month periods ended 30 June 2018 and 2017 were as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
At 1 January	48,729,591	55,920,004	13,795,824	12,298,815
New issues:				
Unsecured loan, due in July 2019, repayable in lumpsum, with interest at 3 months LIBOR plus margin per annum	-	6,213,878	-	6,213,878
Unsecured loan, due in May 2020, repayable in lumpsum, with interest at 3 months LIBOR plus margin per annum	-	2,049,000	-	2,049,000
Unsecured revolving loan (USD 40,000,000) for general corporate purpose (other than working capital) due in June 2020	-	1,367,221	-	1,367,221
Unsecured loan, due in May 2021, repayable in lumpsum, with interest at 6 months EURIBOR plus margin per annum	-	3,558,591	-	-
Unsecured loan, due in August 2022, repayable in semi-annual installments starting in first quarter 2020 with the central bank of the People's Republic of China interest rate plus margin per annum	544,430	-	-	-
Secured revolving loan (EUR 45,000,000), due in December 2020, repayable in lumpsum, with interest at 1 month EURIBOR plus margin per annum, secured by property, plant and equipment	1,728,522	-	-	-
Other long-term borrowings	3,886	208	-	-
Total new issues	<u>2,276,838</u>	<u>13,188,898</u>	<u>-</u>	<u>9,630,099</u>
Transfer	-	-	(1,970,832)	-
Repayments	<u>(11,073,177)</u>	<u>(10,886,669)</u>	<u>(5,255,552)</u>	<u>(4,228,587)</u>
Total loans from financial institutions at 30 June	39,933,252	58,222,233	6,569,440	17,700,327
Less deferred financing costs	(186,119)	(286,907)	(14,484)	(49,180)
Unrealised (loss) gain on exchange rate	<u>(41,387)</u>	<u>(1,778,691)</u>	<u>96,120</u>	<u>(419,792)</u>
Net loans from financial institutions at 30 June	39,705,746	56,156,635	6,651,076	17,231,355
Less current portion due within one year, net related deferred financing cost	<u>(6,533,258)</u>	<u>(4,313,613)</u>	<u>-</u>	<u>-</u>
Long-term loans from financial institutions at 30 June	<u>33,172,488</u>	<u>51,843,022</u>	<u>6,651,076</u>	<u>17,231,355</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

On 28 February 2018, the Company, IVGSL (its direct subsidiary) and financial institution entered into Novation, Amendment and Restatement Agreement. As per the novation, amendment and restatement agreement, the Company transferred long-term loan of USD 60.0 million (Baht 1,970.8 million) to IVGSL under the same terms and condition as original loan.

The above loan agreements contain certain covenants relating to the declaration and payment of dividends, maintenance of financial ratios, acquisition of major fixed assets, additional indebtedness and share transfers.

11 Debentures

As at 30 June 2018 and 31 December 2017, the Group had outstanding debentures as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand Baht)</i>			
IVL - Debentures (i)	53,275,837	36,348,303	53,275,837	36,348,303
IVL Singapore - Debentures (ii)	4,565,052	4,497,310	-	-
Total	<u>57,840,889</u>	<u>40,845,613</u>	<u>53,275,837</u>	<u>36,348,303</u>

(i) IVL Debentures

As at 30 June 2018, the Company had outstanding unsubordinated and unsecured debentures totaling Baht 48,870 million (2017: Baht 36,400 million) as follows:

Debentures no.	Principal <i>(in thousand Baht)</i>	Interest rate <i>(% p.a.)</i>	Term	Maturity date	Deferred debenture issuance expense <i>(in thousand Baht)</i>	Net
1/2011-2	98,000	4.75 for 1st - 4th year 5.50 for 5th - 7th year	7 years	19 Oct 18	18	97,982
1/2011-3	37,000	5.00 for 1st - 4th year 5.50 for 5th - 8th year 6.00 for 9th - 10th year	10 years	19 Oct 21	53	36,947
1/2011-5	1,302,000	5.04	7 years	19 Oct 18	242	1,301,758
1/2011-6	3,163,000	5.35	10 years	19 Oct 21	4,504	3,158,496
1/2012-2	1,250,500	5.10 for 1st - 3rd year 5.60 for 4th - 7th year 6.00 for 8th - 10th year	10 years	5 Apr 22	1,072	1,249,428
1/2012-4	1,500,000	5.09	7 years	5 Apr 19	372	1,499,628
1/2012-5	2,649,500	5.52	10 years	5 Apr 22	2,270	2,647,230
2/2012-1	780,000	4.52	6 years	14 Dec 18	132	779,868
2/2012-2	880,000	4.78	8 years	14 Dec 20	601	879,399

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Debentures no.	Principal (in thousand Baht)	Interest rate (% p.a.)	Term	Maturity date	Deferred debenture issuance expense (in thousand Baht)	Net
2/2012-3	1,645,000	5.11	10 years	14 Dec 22	1,630	1,643,370
2/2012-4	1,475,000	5.28	12 years	14 Dec 24	1,765	1,473,235
1/2013-2	520,000	4.70	7 years	27 Jun 20	527	519,473
1/2013-3	1,100,000	5.10	10 years	27 Jun 23	1,957	1,098,043
1/2014-2	800,000	4.50	5 years	14 Mar 19	253	799,747
1/2014-3	1,400,000	5.30	10 years	14 Mar 24	1,800	1,398,200
1/2015-1	500,000	4.00	7 years	13 Oct 22	557	499,443
1/2015-2	1,100,000	4.20	10 years	13 Oct 25	1,458	1,098,542
2/2015-1	1,150,000	3.92	10 years	9 Dec 25	1,190	1,148,810
1/2016-1	300,000	2.88	5 years	20 Oct 21	335	299,665
1/2016-2	200,000	3.68	10 years	20 Oct 26	281	199,719
1/2016-3	2,200,000	4.10	12 years	20 Oct 28	3,190	2,196,810
1/2016-4	2,300,000	4.39	15 years	20 Oct 31	3,445	2,296,555
1/2017-1	2,000,000	2.60	3 years	4 May 20	3,127	1,996,873
1/2017-2	500,000	3.24	5 years	4 May 22	978	499,022
1/2017-3	1,000,000	3.75	7 years	4 May 24	2,125	997,875
1/2017-4	2,000,000	4.10	10 years	4 May 27	4,504	1,995,496
1/2017-5	2,000,000	4.28	12 years	4 May 29	4,602	1,995,398
2/2017-1	300,000	2.92	7 years	16 Nov 24	453	299,547
2/2017-2	700,000	3.46	10 years	16 Nov 27	1,089	698,911
2/2017-3	1,000,000	3.90	15 years	16 Nov 32	1,590	998,410
1/2018-1	3,000,000	2.31	3 years	8 Jun 21	4,751	2,995,249
1/2018-2	3,000,000	2.78	5 years	8 Jun 23	4,792	2,995,208
1/2018-3	1,500,000	3.18	7 years	8 Jun 25	2,405	1,497,595
1/2018-4	1,800,000	3.83	10 years	8 Jun 28	2,894	1,797,106
1/2018-5	5,000,000	4.12	12 years	8 Jun 30	8,046	4,991,954
1/2018-6	3,200,000	4.27	15 years	8 Jun 33	5,155	3,194,845
Total	53,350,000				74,163	53,275,837
Less portion due within one year	(4,480,000)				(1,017)	(4,478,983)
Net	48,870,000				73,146	48,796,854

The extraordinary general meeting of shareholders held on 22 September 2011, the annual general meeting of shareholders held on 29 April 2013 and the annual general meeting of shareholders held on 24 April 2015, approved the issue of debentures totally not exceeding Baht 75,000 million (in Baht or equivalent foreign currency).

On 8 June 2018, the Company raised in cash by Baht 17,500 million, through the issue of unsubordinated and unsecured Baht debentures in a private placement.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

(ii) IVL Singapore Debentures

As at 30 June 2018, IVL Singapore PTE Limited had outstanding senior unsecured guaranteed debentures totalling Baht 4,565 million (2017: Baht 4,497 million), as follows:

Debentures no.	Principal (in thousand Baht)	Interest rate (% p.a.)	Term	Maturity date	Deferred debenture issuance expense (in thousand Baht)	Net
1/2015-1	<u>4,577,074</u>	3.73	10 years	7 Oct 25	<u>12,022</u>	<u>4,565,052</u>
Total	<u>4,577,074</u>				<u>12,022</u>	<u>4,565,052</u>

The resolution of IVL Singapore PTE Limited (“IVLS”), an indirect subsidiary of the Company, held on 25 August 2015 approved the issuance of debentures up to an amount not exceeding USD 140 million equivalent in Singapore dollars.

On 7 October 2015, IVLS issued the Senior Unsecured Debenture of SGD 195 million (equivalent to USD 138 million) to institutional investors in Singapore. The debenture is guaranteed by Credit Guarantee & Investment Facility, a trust fund of the Asian Development Bank and listed on the SGX-ST.

12 Trade accounts payable

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2018	31 December 2017	30 June 2018	31 December 2017
		(in thousand Baht)			
Related parties	4	720,935	1,343,783	-	-
Other parties		<u>44,667,100</u>	<u>37,957,628</u>	<u>-</u>	<u>-</u>
Total		<u>45,388,035</u>	<u>39,301,411</u>	<u>-</u>	<u>-</u>

13 Other current liabilities

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	(in thousand Baht)			
Accrued operating expenses	3,776,178	3,414,042	67,333	58,317
Other payables	3,521,441	3,046,824	27,434	2,344
Materials price adjustments payable	1,601,316	1,559,821	-	-
Value added tax payable	682,325	254,862	-	-
Interest payable	503,458	444,761	312,288	297,019
Advance from customers	236,869	211,120	-	-
Withholding tax payable	133,967	178,334	3,540	-
Others	901,689	822,730	70,781	2,406
Total	<u>11,357,243</u>	<u>9,932,494</u>	<u>481,376</u>	<u>360,086</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

14 Share capital and warrants

Movements of share capital and warrants on ordinary shares during the six-month periods ended 30 June are as follow:

	Par value per share (in Baht)	Consolidated and Separate financial statements			
		Authorised share capital		Issued and paid-up share capital	
		Number	Amount	Number	Amount
At 1 January 2017					
- ordinary shares	1	5,666,010	5,666,010	4,814,272	4,814,272
Exercise of warrants	1	-	-	56	56
At 30 June 2017					
- ordinary shares	1	5,666,010	5,666,010	4,814,328	4,814,328
At 1 January 2018					
- ordinary shares	1	5,666,010	5,666,010	5,245,411	5,245,411
Exercise of warrants	1	-	-	302,687	302,687
At 30 June 2018					
- ordinary shares	1	5,666,010	5,666,010	5,548,098	5,548,098

At the extraordinary general meeting of shareholders held on 6 August 2014, the shareholders approved the issue of warrants no.2 (the "IVL-W2") in the number of up to 370,327,480 units, to be allocated to the existing shareholders of the Company pro rata to their respective shareholdings (Right Offering), at no cost, at the allocation ratio of every 13 existing shares for 1 unit of IVL-W2 warrants. The term of IVL-W2 warrants will be 4 years from the issuance date and the exercise price will be at Baht 43.00 per share.

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Exercised of IVL-W2

During the six-month period ended 30 June 2018, IVL-W2 were exercised and registered as paid-up share capital of 302,687 thousand shares (equivalent to Baht 302,687 thousand) with proceeds of Baht 13,015 million. The Company registered the aforesaid increase of new paid-up shares with the Ministry of Commerce on 6 February 2018 and 3 May 2018.

Movements of IVL-W2 warrants during the six-month period ended 30 June 2018 are as follows:

	<i>(in thousand unit)</i>
Warrants issued at 1 January 2018	369,868
<i>Less: Exercised during the period</i>	<i>(302,687)</i>
Warrants issued at 30 June 2018	67,181

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

15 Segments information

The Group has three reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products, and are managed separately because they require different technology and marketing strategies. For each of the strategic divisions, the chief operating decision maker ("CODM") reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

- | | |
|-----------|--|
| Segment 1 | Manufacture and distribution of solid state polymerised chips, PET preforms, closures and blown bottles ("PET") |
| Segment 2 | Manufacture and distribution of purified terephthalic acid ("PTA"), paraxylene ("PX"), isophthalic acid ("IPA"), ethylene oxide and ethylene glycol ("EO&EG") and other feedstocks ("Feedstock") |
| Segment 3 | Manufacture and distribution of fibers and yarns ("Fibers") |

There are varying levels of integration between the Segment 1, Segment 2 and Segment 3 reportable segments. This integration includes sales of finished goods. Inter-segment pricing is determined on an arm's length basis.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Information about reportable segments

<i>Three-month period ended 30 June</i>	PET		Feedstock		Consolidated financial statements Fibers		Eliminations and unallocated		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	<i>(in thousand Baht)</i>									
External revenue	45,044,890	36,358,114	15,778,321	16,127,028	22,764,168	19,175,668	3,560	-	83,590,939	71,660,810
Inter-segment revenue	<u>789,524</u>	<u>634,785</u>	<u>17,748,645</u>	<u>12,374,434</u>	<u>24,607</u>	<u>23,766</u>	<u>(18,562,776)</u>	<u>(13,032,985)</u>	<u>-</u>	<u>-</u>
Total segment revenue	<u>45,834,414</u>	<u>36,992,899</u>	<u>33,526,966</u>	<u>28,501,462</u>	<u>22,788,775</u>	<u>19,199,434</u>	<u>(18,559,216)</u>	<u>(13,032,985)</u>	<u>83,590,939</u>	<u>71,660,810</u>
Gain on bargain purchases	894,877	-	-	-	-	-	-	-	894,877	-
Impairment loss	-	15,629	-	-	-	-	-	-	-	15,629
Segment profit (loss) before income tax	<u>5,972,497</u>	<u>804,346</u>	<u>2,866,105</u>	<u>2,967,935</u>	<u>787,181</u>	<u>848,998</u>	<u>(212,258)</u>	<u>(1,286,428)</u>	<u>9,413,525</u>	<u>3,334,851</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

<i>Six-month period ended 30 June</i>	Consolidated financial statements									
	PET		Feedstock		Fibers		Eliminations and unallocated		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	<i>(in thousand Baht)</i>									
External revenue	83,133,571	71,596,530	30,927,151	32,455,354	45,667,404	39,259,205	6,165	-	159,734,291	143,311,089
Inter-segment revenue	<u>1,434,916</u>	<u>1,214,231</u>	<u>32,790,825</u>	<u>25,773,043</u>	<u>50,383</u>	<u>47,756</u>	<u>(34,276,124)</u>	<u>(27,035,030)</u>	<u>-</u>	<u>-</u>
Total segment revenue	<u>84,568,487</u>	<u>72,810,761</u>	<u>63,717,976</u>	<u>58,228,397</u>	<u>45,717,787</u>	<u>39,306,961</u>	<u>(34,269,959)</u>	<u>(27,035,030)</u>	<u>159,734,291</u>	<u>143,311,089</u>
Gain on bargain purchases	894,877	-	-	-	-	-	-	-	894,877	-
Impairment loss	-	15,629	-	-	-	-	-	-	-	15,629
Segment profit (loss) before income tax	<u>8,865,509</u>	<u>2,499,235</u>	<u>5,733,617</u>	<u>5,727,469</u>	<u>1,558,196</u>	<u>1,801,282</u>	<u>(22,043)</u>	<u>(1,345,618)</u>	<u>16,135,279</u>	<u>8,682,368</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

16 Other income

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<i>Three-month period ended 30 June</i>	<i>(in thousand Baht)</i>			
Insurance claim	42,659	25,704	-	-
Others	261,978	203,520	72,796	144,201
Total	304,637	229,224	72,796	144,201
<i>Six-month period ended 30 June</i>				
Insurance claim	721,597	28,186	-	-
Others	522,161	373,172	130,682	266,666
Total	1,243,758	401,358	130,682	266,666

Insurance income includes USD 21.0 million (Baht 662.4 million) received by Indorama Ventures (Oxide and Glycols) LLC, the indirect subsidiary in USA, in March 2018 relating to loss claim due to business interruption in 2015.

17 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the three-month and six-month periods ended 30 June 2018 and 2017 were based on the profit for the periods attributable to owners of the parent less coupon payment on subordinated perpetual debentures and the weighted average number of ordinary shares outstanding during the periods as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht / thousand shares)</i>			
<i>Three-month period ended 30 June</i>				
Profit attributable to owners of the parent	8,242,687	2,937,079	3,087,921	2,631,501
Less: coupon payment on subordinated perpetual debentures	(261,781)	(261,781)	(261,781)	(261,781)
Profit used in calculations of earnings per share	7,980,906	2,675,298	2,826,140	2,369,720
Weighted average number of ordinary shares outstanding (basic)	5,500,117	4,814,319	5,500,117	4,814,319
Earnings per share (basic) (in Baht)	1.45	0.56	0.51	0.49

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<i>(in thousand Baht / thousand shares)</i>				
Six-month period ended 30 June				
Profit attributable to owners of the parent	14,056,707	7,363,548	3,581,911	3,482,671
Less: coupon payment on subordinated perpetual debentures	<u>(520,685)</u>	<u>(520,685)</u>	<u>(520,685)</u>	<u>(520,685)</u>
Profit used in calculations of earnings per share	<u>13,536,022</u>	<u>6,842,863</u>	<u>3,061,226</u>	<u>2,961,986</u>
Weighted average number of ordinary shares outstanding (basic)	<u>5,423,064</u>	<u>4,814,306</u>	<u>5,423,064</u>	<u>4,814,306</u>
Earnings per share (basic) <i>(in Baht)</i>	<u>2.50</u>	<u>1.42</u>	<u>0.56</u>	<u>0.62</u>

Diluted earnings per share

The calculations of diluted earnings per share for the three-month and six-month periods ended 30 June 2018 and 2017 were based on the profit for the periods attributable to owners of the parent less coupon payment on subordinated perpetual debentures and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<i>(in thousand Baht / thousand shares)</i>				
Three-month period ended 30 June				
Profit used in calculations of earnings per share (diluted)	<u>7,980,906</u>	<u>2,675,298</u>	<u>2,826,140</u>	<u>2,369,720</u>
Weighted average number of ordinary shares outstanding (basic)	5,500,117	4,814,319	5,500,117	4,814,319
Effect of exercise of warrants	<u>30,694</u>	<u>-</u>	<u>30,694</u>	<u>-</u>
Weighted average number of ordinary shares outstanding (diluted)	<u>5,530,811</u>	<u>4,814,319</u>	<u>5,530,811</u>	<u>4,814,319</u>
Earnings per share (diluted) <i>(in Baht)</i>	<u>1.44</u>	<u>0.56</u>	<u>0.51</u>	<u>0.49</u>
Six-month period ended 30 June				
Profit used in calculations of earnings per share (diluted)	<u>13,536,022</u>	<u>6,842,863</u>	<u>3,061,226</u>	<u>2,961,986</u>
Weighted average number of ordinary shares outstanding (basic)	5,423,064	4,814,306	5,423,064	4,814,306
Effect of exercise of warrants	<u>46,871</u>	<u>-</u>	<u>46,871</u>	<u>-</u>
Weighted average number of ordinary shares outstanding (diluted)	<u>5,469,935</u>	<u>4,814,306</u>	<u>5,469,935</u>	<u>4,814,306</u>
Earnings per share (diluted) <i>(in Baht)</i>	<u>2.47</u>	<u>1.42</u>	<u>0.56</u>	<u>0.62</u>

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

18 Dividends

At the annual general meeting of the shareholders of the Company held on 26 April 2018, the shareholders approved the appropriation of dividend of Baht 0.55 per share, amounting to Baht 3,051.5 million. The dividend was paid to shareholders in May 2018.

At the annual general meeting of the shareholders of the Company held on 26 April 2017, the shareholders approved the appropriation of dividend of Baht 0.36 per share, amounting to Baht 1,733.2 million. The dividend was paid to shareholders in May 2017.

19 Financial instruments

Carrying amount and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
30 June 2018					
<i>Financial assets/Financial liabilities measured at fair value</i>					
Derivatives assets	994	-	994	-	994
Derivatives liabilities	1,427	-	1,427	-	1,427
Commodity hedge assets	-	-	160	-	160
31 December 2017					
<i>Financial assets/Financial liabilities measured at fair value</i>					
Derivatives assets	1,282	-	1,282	-	1,282
Derivatives liabilities	425	-	425	-	425
Commodity hedge assets	-	-	188	-	188
Commodity hedge liabilities	-	-	9	-	9
	Carrying amount	Separate financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
30 June 2018					
<i>Financial assets/Financial liabilities measured at fair value</i>					
Derivatives assets	307	-	307	-	307
Derivatives liabilities	68	-	68	-	68

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Carrying amount	Separate financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
31 December 2017					
<i>Financial assets/Financial liabilities measured at fair value</i>					
Derivatives assets	636	-	636	-	636

Measurement of fair values

The Group's/Company's investments in equity instrument do not have a quoted price in an active market for an identical instrument, that is measured at cost because its fair value cannot otherwise be measured reliably.

The Group determines Level 2 fair values for non-derivative financial assets and liabilities using a discounted cash flow technique, which uses contractual cash flows and a market-related discount rate.

Level 2 fair values for simple over-the-counter derivative financial instruments are based on broker quotes. Those quotes are tested for reasonableness by discounting expected future cash flows using market interest rate for a similar instrument at the measurement date. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Group/Company and counterparty when appropriate.

The fair value of commodity futures, which is determined for disclosure purpose, is based on their listed market price, if available. Substantial part of commodity futures relate to fixed price sales contract entered into with a customer for future sale.

20 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
<i>(in million Baht)</i>				
<i>Capital commitments</i>				
<i>Contracted but not provided for:</i>				
Land and land improvements	115	119	-	-
Buildings and other construction	463	372	-	-
Machinery and equipment	3,843	4,313	-	-
Total	4,421	4,804	-	-
<i>Future minimum lease payments under non-cancellable operating leases</i>				
Within one year	955	969	-	-
After one year but within five years	2,609	2,323	-	-
After five years	2,186	1,456	-	-
Total	5,750	4,748	-	-

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2018	2017	2018	2017
	<i>(in million Baht)</i>			
<i>Other commitments</i>				
Purchase orders and unused letters of credit for goods and supplies	16,332	14,793	-	-
Bank guarantees	7,054	2,031	5,525	1,525
Others	27	11	-	-
Total	<u>23,413</u>	<u>16,835</u>	<u>5,525</u>	<u>1,525</u>

Certain subsidiaries have executed long-term purchase agreements committing them to purchase agreed quantities of raw materials for periods up to three years, at prices limited to the market prices of the underlying commodities.

IVL, through its indirect subsidiary, Indorama Netherlands B.V. (“INBV”), signed a definitive Share Purchase Agreement on 10 October 2017, with DuPont Teijin to acquire a 100% stake in their Films business which comprises of eight production assets in the USA, Europe, China and a global innovation center in United Kingdom with a total film/polymer capacity of 277,000 tons per annum.

IVL, through its indirect subsidiary, Indorama Ventures Holdings LP, formed an equal joint operation, namely Corpus Christi Polymers LLC (“CC Polymers”), with Alpek, S.A.B. de C.V. (“Alpek”), and Far Eastern Investment (Holding) Ltd. (“Far Eastern”) and has entered into an asset purchase agreement with M&G USA Corp. and its affiliated debtors (“M&G”) on 28 March 2018 to acquire the integrated PTA-PET plant currently under construction in Corpus Christi, Texas (the “Corpus Christi Project”), along with certain M&G intellectual property, and utility assets. Indorama Ventures Corpus Christi Holding LLC made advance payment of USD 45.0 million (Baht 1,492.5 million) to M&G as stipulated in asset purchase agreement and other relevant agreement and recorded aforesaid advance payment under other non-current assets as of reporting date.

IVL, through its indirect subsidiary, Auriga Polymers Inc., USA, entered into a Joint Venture Agreement with Huvis Global Corporation, South Korea on 18 June 2018 to form a 50:50 joint venture limited liability company in USA, by the name of Huvis Indorama Advanced Materials, LLC. (“HIAM”).

IVL, through its indirect subsidiary, Indorama Ventures Spain S.L. (“IVSSL”), signed a definitive Sale and Purchase Agreement on 28 June 2018 with PROXY – FINANCE a.s., PROSPERITA holding a.s. and Ing. IGOR FAIT to acquire a 100% stake in KORDÁRNA Plus a.s. in the Czech Republic (“Kordarna”).

21 Events after the reporting period

IVL, through its indirect subsidiary, Indorama Ventures Spain S.L. (“IVSSL”), entered into a Share Purchase Agreement on 13 May 2018 with HFH International B.V and Bank Leumi Le-Israel B.M. to acquire a 65.72% stake in Avgol Industries 1953 Ltd., a listed entity on the Tel Aviv Stock Exchange (TASE), Israel. It has completed all closing formalities of the transaction on 24 July 2018.

IVL, through its indirect subsidiary, Indorama Netherlands B.V. (“INBV”), signed a definitive Share Purchase Agreement on 18 July 2018 with Middle East Glass S.A.E. and Mohamed Hassan Samaha to acquire a 74% stake in Medco Plast for Packing and Packaging Systems S.A.E. (“MEDCO”), in Egypt.

Indorama Ventures Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

IVL, through its indirect subsidiary, Wellman International Limited, signed a definitive Share Purchase Agreement on 30 July 2018 with Aeromaritime Systems Group B.V. for the acquisition of 100% of the share capital of Sorepla Technologie S.A. and its subsidiary, namely Société de Recyclage de Matières Plastiques (Sorepla Industrie) S.A. (“Sorepla”), in France. The transaction closes with immediate effect.

During July 2018, 44 warrant holders (IVL-W2) have exercised their rights. As a result, the Company has received Baht 1,542.6 million at the subscription price of Baht 43 per warrant. Upon conversion, these warrants resulted in the issuance of 35,873,597 new ordinary shares, at par value of Baht 1 per share. The paid-up capital of the Company increased to Baht 5,584.0 million representing 5,583,971,996 ordinary shares. On 2 August 2018, the Company registered the change in the paid-up capital with the Department of Business Development, Ministry of Commerce.