Indorama Ventures Public Company Limited
and its Subsidiaries

Interim financial statements
for the three-month and six-month periods ended
30 June 2014
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 2014; the consolidated and separate statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2014; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2014 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

Without qualifying my conclusion, I draw attention to the following matters:

As disclosed in Note 3 to the interim financial information, the Group completed the acquisitions of PHP Fibers GmbH and Artenius Turkpet Kimyevi Maddeler Sanayi A.S. resulting in the recording of gains on bargain purchases in the consolidated statement of income for the three-month and six-month periods ended 30 June 2014 of Baht 1,669.9 million. The fair values of the business acquired and the allocation of purchase price have been provisionally determined and are subject to potential amendment.

(Winid Silamongkol)
Certified Public Accountant
Registration No. 3378

KPMG Phoomchai Audit Ltd.
Bangkok
5 August 2014
<table>
<thead>
<tr>
<th>Assets</th>
<th>Note</th>
<th>30 June 2014</th>
<th>31 December 2013</th>
<th>30 June 2014 (Unaudited)</th>
<th>31 December 2013 (Unaudited)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>3,541,391</td>
<td>4,114,350</td>
<td>9,031</td>
<td>677,182</td>
<td></td>
</tr>
<tr>
<td>Current investments</td>
<td>245,770</td>
<td>262,640</td>
<td>-</td>
<td>50,000</td>
<td></td>
</tr>
<tr>
<td>Trade accounts receivable</td>
<td>31,970,219</td>
<td>28,827,189</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Short-term loans to related parties</td>
<td>1,989</td>
<td>602</td>
<td>11,901,544</td>
<td>12,342,325</td>
<td></td>
</tr>
<tr>
<td>Inventories</td>
<td>28,080,962</td>
<td>28,939,556</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Other current assets</td>
<td>6,203,444</td>
<td>6,278,312</td>
<td>530,679</td>
<td>418,994</td>
<td></td>
</tr>
<tr>
<td><strong>Total current assets</strong></td>
<td>70,043,775</td>
<td>68,422,649</td>
<td>12,441,254</td>
<td>13,488,501</td>
<td></td>
</tr>
<tr>
<td><strong>Non-current assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments in subsidiaries and other equity security</td>
<td>-</td>
<td>-</td>
<td>41,976,998</td>
<td>40,907,068</td>
<td></td>
</tr>
<tr>
<td>Investments in jointly-controlled entities</td>
<td>1,961,149</td>
<td>2,887,471</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Other long-term investments</td>
<td>108,133</td>
<td>99,025</td>
<td>70,000</td>
<td>70,000</td>
<td></td>
</tr>
<tr>
<td>Long-term loans to related parties</td>
<td>360,722</td>
<td>98,441</td>
<td>27,240,222</td>
<td>23,415,709</td>
<td></td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>99,489,935</td>
<td>96,213,493</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Goodwill</td>
<td>7,931,414</td>
<td>8,018,747</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Other intangible assets</td>
<td>11,593,068</td>
<td>11,245,657</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Deferred tax assets</td>
<td>1,178,232</td>
<td>1,185,116</td>
<td>82,818</td>
<td>83,928</td>
<td></td>
</tr>
<tr>
<td>Other non-current assets</td>
<td>600,942</td>
<td>871,249</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td><strong>Total non-current assets</strong></td>
<td>123,223,595</td>
<td>120,619,199</td>
<td>69,370,038</td>
<td>64,476,705</td>
<td></td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>193,267,370</td>
<td>189,041,848</td>
<td>81,811,292</td>
<td>77,965,206</td>
<td></td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these interim financial statements.
Indorama Ventures Public Company Limited and its Subsidiaries

Statement of financial position

<table>
<thead>
<tr>
<th>Note</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2014 (Unaudited)</td>
<td>31 December 2013 (Unaudited)</td>
</tr>
<tr>
<td><strong>Liabilities and equity</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Current liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank overdrafts and short-term loans from financial institutions</td>
<td>11,006,538</td>
<td>16,075,384</td>
</tr>
<tr>
<td>Trade accounts payable</td>
<td>28,779,073</td>
<td>25,663,247</td>
</tr>
<tr>
<td>Short-term loan from related party</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Current portion of long-term loans from financial institutions</td>
<td>3,193,930</td>
<td>3,921,866</td>
</tr>
<tr>
<td>Current portion of finance lease liabilities</td>
<td>10,581</td>
<td>5,235</td>
</tr>
<tr>
<td>Income tax payable</td>
<td>869,261</td>
<td>700,850</td>
</tr>
<tr>
<td>Other current liabilities</td>
<td>6,788,148</td>
<td>6,613,915</td>
</tr>
<tr>
<td><strong>Total current liabilities</strong></td>
<td>50,647,531</td>
<td>52,980,497</td>
</tr>
<tr>
<td><strong>Non-current liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Long-term loans from financial institutions</td>
<td>40,550,123</td>
<td>41,463,258</td>
</tr>
<tr>
<td>Debentures</td>
<td>27,492,930</td>
<td>23,795,700</td>
</tr>
<tr>
<td>Finance lease liabilities</td>
<td>25,478</td>
<td>4,627</td>
</tr>
<tr>
<td>Deferred tax liabilities</td>
<td>8,641,344</td>
<td>6,924,779</td>
</tr>
<tr>
<td>Employee benefit obligations</td>
<td>1,555,422</td>
<td>961,818</td>
</tr>
<tr>
<td>Other non-current liabilities</td>
<td>1,236,508</td>
<td>1,343,405</td>
</tr>
<tr>
<td><strong>Total non-current liabilities</strong></td>
<td>79,501,805</td>
<td>74,493,587</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>130,149,336</td>
<td>127,474,084</td>
</tr>
</tbody>
</table>

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

<table>
<thead>
<tr>
<th>Equity</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2014 (Unaudited)</td>
<td>31 December 2014 (Unaudited)</td>
</tr>
<tr>
<td><strong>Liabilities and equity</strong></td>
<td></td>
<td>(in thousand Baht)</td>
</tr>
<tr>
<td><strong>Equity</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share capital</td>
<td>4,815,857</td>
<td>4,815,857</td>
</tr>
<tr>
<td>Authorised share capital</td>
<td>4,815,857</td>
<td>4,815,857</td>
</tr>
<tr>
<td>Issued and paid-up share capital</td>
<td>4,814,257</td>
<td>4,814,257</td>
</tr>
<tr>
<td>Additional paid-in capital:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Share premium</td>
<td>29,774,627</td>
<td>29,774,627</td>
</tr>
<tr>
<td>Unrealised surpluses (deficits)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revaluation surplus</td>
<td>1,016,168</td>
<td>1,109,407</td>
</tr>
<tr>
<td>Hedging reserve</td>
<td>(14,723)</td>
<td>(8,389)</td>
</tr>
<tr>
<td>Currency translation differences</td>
<td>1,701,874</td>
<td>2,499,825</td>
</tr>
<tr>
<td>Excess of cost over book value of acquired subsidiaries</td>
<td>(3,290,733)</td>
<td>(3,294,950)</td>
</tr>
<tr>
<td>Differences arising from common control transactions</td>
<td>(1,235,562)</td>
<td>(1,235,562)</td>
</tr>
<tr>
<td>Retained earnings</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Appropriated</td>
<td>26,284,781</td>
<td>25,013,556</td>
</tr>
<tr>
<td>Legal reserve</td>
<td>1,832,749</td>
<td>1,832,749</td>
</tr>
<tr>
<td>Unappropriated</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity attributable to owners of the Company</td>
<td>60,883,438</td>
<td>60,505,520</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>2,234,596</td>
<td>1,062,244</td>
</tr>
<tr>
<td>Total equity</td>
<td>63,118,034</td>
<td>61,567,764</td>
</tr>
<tr>
<td>Total liabilities and equity</td>
<td>193,267,370</td>
<td>189,041,848</td>
</tr>
</tbody>
</table>
Indorama Ventures Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

<table>
<thead>
<tr>
<th>Note</th>
<th>2014 (in thousand Baht)</th>
<th>2013 (in thousand Baht)</th>
<th>2014 (in thousand Baht)</th>
<th>2013 (in thousand Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Income</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revenue from sale of goods</td>
<td>4</td>
<td>64,029,860</td>
<td>56,807,152</td>
<td>-</td>
</tr>
<tr>
<td>Interest income</td>
<td>4</td>
<td>11,288</td>
<td>36,845</td>
<td>415,817</td>
</tr>
<tr>
<td>Dividend income</td>
<td>7</td>
<td>-</td>
<td>-</td>
<td>266,116</td>
</tr>
<tr>
<td>Net foreign exchange gain</td>
<td>173,708</td>
<td>-</td>
<td>-</td>
<td>289,253</td>
</tr>
<tr>
<td>Gain on a bargain purchase</td>
<td>3</td>
<td>1,669,890</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Impact of flooding, net</td>
<td>-</td>
<td>380,190</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other income</td>
<td>4</td>
<td>258,655</td>
<td>387,175</td>
<td>52,719</td>
</tr>
<tr>
<td><strong>Total income</strong></td>
<td><strong>66,143,401</strong></td>
<td><strong>57,611,362</strong></td>
<td><strong>734,652</strong></td>
<td><strong>1,204,848</strong></td>
</tr>
<tr>
<td><strong>Expenses</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of sale of goods</td>
<td>4</td>
<td>57,405,262</td>
<td>52,932,014</td>
<td>-</td>
</tr>
<tr>
<td>Selling expenses</td>
<td>4</td>
<td>2,845,699</td>
<td>2,226,181</td>
<td>-</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td>4</td>
<td>1,383,606</td>
<td>686,876</td>
<td>13,352</td>
</tr>
<tr>
<td>Management benefit expenses</td>
<td>4</td>
<td>15,350</td>
<td>15,891</td>
<td>4,855</td>
</tr>
<tr>
<td>Impairment loss</td>
<td>8, 9</td>
<td>1,266,618</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net foreign exchange loss</td>
<td>-</td>
<td>86,004</td>
<td>37,640</td>
<td>-</td>
</tr>
<tr>
<td>Finance costs</td>
<td>4</td>
<td>917,847</td>
<td>927,034</td>
<td>459,032</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td><strong>63,834,382</strong></td>
<td><strong>56,874,000</strong></td>
<td><strong>514,879</strong></td>
<td><strong>445,251</strong></td>
</tr>
<tr>
<td>Share of loss of jointly-controlled entities, net</td>
<td>8</td>
<td>(203,971)</td>
<td>(79,518)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Profit before income tax expense</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Owners of the Company</td>
<td>1,482,841</td>
<td>214,155</td>
<td>230,135</td>
<td>697,150</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>115,384</td>
<td>52,140</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Profit for the period</strong></td>
<td><strong>1,598,225</strong></td>
<td><strong>266,295</strong></td>
<td><strong>230,135</strong></td>
<td><strong>697,150</strong></td>
</tr>
<tr>
<td><strong>Earnings per share</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Basic earnings per share (in Baht)</td>
<td>17</td>
<td>0.30</td>
<td>0.05</td>
<td>0.04</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these interim financial statements.
<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Three-month period ended 30 June</td>
<td>Three-month period ended 30 June</td>
</tr>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td>Profit for the period</td>
<td>1,598,225</td>
<td>266,295</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foreign currency translation differences</td>
<td></td>
<td></td>
</tr>
<tr>
<td>for foreign operations</td>
<td>(247,843)</td>
<td>3,898,619</td>
</tr>
<tr>
<td>Net gain (loss) on hedge of net investment in foreign operations</td>
<td>20,650</td>
<td>(160,927)</td>
</tr>
<tr>
<td>Effective portion of changes in fair value of cash flow hedges</td>
<td>(7,786)</td>
<td>2,588</td>
</tr>
<tr>
<td>Revaluation of property, plant and equipment</td>
<td>-</td>
<td>(12)</td>
</tr>
<tr>
<td>Income tax on other comprehensive income</td>
<td>(3,562)</td>
<td>32,723</td>
</tr>
<tr>
<td>Other comprehensive income for the period, net of income tax</td>
<td>(238,541)</td>
<td>3,772,991</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>1,359,684</td>
<td>4,039,286</td>
</tr>
<tr>
<td>Total comprehensive income attributable to:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Owners of the Company</td>
<td>1,302,972</td>
<td>3,974,650</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>56,712</td>
<td>64,636</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>1,359,684</td>
<td>4,039,286</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these interim financial statements.
## Indorama Ventures Public Company Limited and its Subsidiaries

**Statement of income (Unaudited)**

<table>
<thead>
<tr>
<th>Note</th>
<th>2014</th>
<th>2013</th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(in thousand Baht)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Income</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revenue from sale of goods</td>
<td>4</td>
<td>125,676,466</td>
<td>112,301,148</td>
<td>-</td>
</tr>
<tr>
<td>Interest income</td>
<td>4</td>
<td>20,942</td>
<td>139,803</td>
<td>801,935</td>
</tr>
<tr>
<td>Dividend income</td>
<td>7</td>
<td>-</td>
<td>-</td>
<td>768,586</td>
</tr>
<tr>
<td>Net foreign exchange gain</td>
<td>272,281</td>
<td>72,950</td>
<td>-</td>
<td>165,483</td>
</tr>
<tr>
<td>Gain on a bargain purchase</td>
<td>3</td>
<td>1,669,890</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Impact of flooding, net</td>
<td>140,000</td>
<td>675,190</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other income</td>
<td>4</td>
<td>610,104</td>
<td>454,908</td>
<td>109,848</td>
</tr>
<tr>
<td><strong>Total income</strong></td>
<td>128,389,683</td>
<td>113,643,999</td>
<td>1,680,369</td>
<td>3,465,273</td>
</tr>
<tr>
<td><strong>Expenses</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost of sale of goods</td>
<td>4</td>
<td>113,773,362</td>
<td>104,316,801</td>
<td>-</td>
</tr>
<tr>
<td>Selling expenses</td>
<td>4</td>
<td>5,576,358</td>
<td>4,343,784</td>
<td>-</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td>4</td>
<td>2,494,665</td>
<td>1,504,616</td>
<td>22,955</td>
</tr>
<tr>
<td>Management benefit expenses</td>
<td>4</td>
<td>32,439</td>
<td>30,640</td>
<td>7,210</td>
</tr>
<tr>
<td>Impairment loss</td>
<td>8, 9</td>
<td>1,266,618</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net foreign exchange loss</td>
<td>-</td>
<td>-</td>
<td>97,712</td>
<td>-</td>
</tr>
<tr>
<td>Finance costs</td>
<td>4</td>
<td>1,783,048</td>
<td>1,838,011</td>
<td>879,861</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>124,926,490</td>
<td>112,033,852</td>
<td>1,007,738</td>
<td>868,935</td>
</tr>
<tr>
<td>Share of loss of jointly-controlled entities, net</td>
<td>8</td>
<td>(439,698)</td>
<td>(256,265)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Profit before income tax expense</strong></td>
<td>3,023,495</td>
<td>1,353,884</td>
<td>672,631</td>
<td>2,596,338</td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>16</td>
<td>981,495</td>
<td>579,691</td>
<td>(20,284)</td>
</tr>
<tr>
<td><strong>Profit for the period</strong></td>
<td>2,042,000</td>
<td>774,193</td>
<td>692,915</td>
<td>2,534,200</td>
</tr>
<tr>
<td>Profit attributable to:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Owners of the Company</td>
<td>1,851,319</td>
<td>705,137</td>
<td>692,915</td>
<td>2,534,200</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>190,681</td>
<td>69,056</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Profit for the period</strong></td>
<td>2,042,000</td>
<td>774,193</td>
<td>692,915</td>
<td>2,534,200</td>
</tr>
<tr>
<td><strong>Earnings per share</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Basic earnings per share (in Baht)</td>
<td>17</td>
<td>0.38</td>
<td>0.15</td>
<td>0.14</td>
</tr>
</tbody>
</table>

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

8
## Statement of comprehensive income (Unaudited)

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Six-month period ended 30 June</td>
<td>Six-month period ended 30 June</td>
</tr>
<tr>
<td>Profit for the period</td>
<td>2,042,000</td>
<td>774,193</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foreign currency translation differences for foreign operations</td>
<td>(890,161)</td>
<td>733,870</td>
</tr>
<tr>
<td>Net gain on hedge of net investment in foreign operations</td>
<td>106,972</td>
<td>12,131</td>
</tr>
<tr>
<td>Effective portion of changes in fair value of cash flow hedges</td>
<td>(6,374)</td>
<td>23,437</td>
</tr>
<tr>
<td>Revaluation of property, plant and equipment</td>
<td>-</td>
<td>(12)</td>
</tr>
<tr>
<td>Income tax on other comprehensive income</td>
<td>(20,257)</td>
<td>(3,293)</td>
</tr>
<tr>
<td>Other comprehensive income for the period, net of income tax</td>
<td>(809,820)</td>
<td>766,133</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>1,232,180</td>
<td>1,540,326</td>
</tr>
<tr>
<td>Total comprehensive income attributable to:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Owners of the Company</td>
<td>1,047,697</td>
<td>1,468,201</td>
</tr>
<tr>
<td>Non-controlling interests</td>
<td>184,483</td>
<td>72,125</td>
</tr>
<tr>
<td>Total comprehensive income for the period</td>
<td>1,232,180</td>
<td>1,540,326</td>
</tr>
</tbody>
</table>

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

9
Indorama Ventures Public Company Limited and its Subsidiaries  
Statement of changes in equity (Unaudited) 

<table>
<thead>
<tr>
<th>Note</th>
<th>Issued share capital</th>
<th>Share premium</th>
<th>Legal reserve</th>
<th>Unappropriated</th>
<th>Excess of cost over book value arising from attributable to non-controlling owners of the Company</th>
<th>Difference of acquired subsidiaries</th>
<th>Hedging of acquired common control interests</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Six-month period ended 30 June 2013

<table>
<thead>
<tr>
<th>Transactions with owners, recorded directly in equity</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Distributions to owners of the Company</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dividends</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(866,566)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total distributions to owners of the Company</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(866,566)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total transactions with owners, recorded directly in equity</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(866,566)</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Comprehensive income for the period

| Profit                                               |                      |                |              |                |                                                 |                                 |                                 |             |
| Transfer of revaluation surplus to retained earnings |                      |                |              |                | (98,927)                                          |                                 |                                 |             |
| Other comprehensive income                           |                      |                |              |                | 21,392                                             |                                 |                                 |             |
| Total comprehensive income                           |                      |                |              |                | 766,133                                            |                                 |                                 |             |
| Transfer to legal reserve                            |                      |                |              |                | (86,800)                                           |                                 |                                 |             |
| Balance at 30 June 2013                              |                      |                |              |                | (86,800)                                           |                                 |                                 |             |

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)

<table>
<thead>
<tr>
<th>Note</th>
<th>Issued share capital</th>
<th>Paid-up premium</th>
<th>Legal reserve</th>
<th>Unappropriated</th>
<th>Currency translation differences</th>
<th>Revaluation surplus</th>
<th>Hedging of acquired common control subsidiaries transactions</th>
<th>Excess of cost over book value of acquired owners of controlling total equity interest in subsidiaries</th>
<th>Total equity difference attributable to owners of the Company</th>
<th>Non-controlling interests</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>60,505,520</td>
<td>1,062,244</td>
<td>61,567,764</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Six-month period ended 30 June 2014

Balance at 31 December 2013 4,814,257 29,774,627 1,832,749 25,013,556 2,499,825 1,109,407 (8,389) (3,294,950) (1,235,562) 60,505,520 1,062,244 61,567,764

Transactions with owners, recorded directly in equity

Distributions to owners of the Company

<table>
<thead>
<tr>
<th>Note</th>
<th>Dividends</th>
<th>Total distributions to owners of the Company</th>
<th>Purchase of non-controlling interests</th>
<th>Acquisition of non-controlling interests through business combination</th>
<th>Total changes in ownership interests in subsidiaries</th>
<th>Total transactions with owners, recorded directly in equity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>-</td>
<td>(673,996)</td>
<td>-</td>
<td>4,217</td>
<td>-</td>
<td>(669,779)</td>
</tr>
</tbody>
</table>

Changes in ownership interests in subsidiaries

<table>
<thead>
<tr>
<th>Note</th>
<th>Total changes in ownership interests in subsidiaries</th>
<th>Complementary income for the period</th>
<th>Profit</th>
<th>Transfer of revaluation surplus to retained earnings</th>
<th>Other comprehensive income</th>
<th>Total comprehensive income for the period</th>
<th>Balance at 30 June 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

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)

<table>
<thead>
<tr>
<th>Note</th>
<th>Issued and paid-up share capital</th>
<th>Share premium</th>
<th>Legal reserve</th>
<th>Unappropriated reserve</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(in thousand Baht)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Six-month period ended 30 June 2013

**Balance at 31 December 2012**

<table>
<thead>
<tr>
<th></th>
<th>4,814,257</th>
<th>29,774,627</th>
<th>481,586</th>
<th>4,924,630</th>
<th>1,891</th>
<th>39,996,991</th>
</tr>
</thead>
</table>

**Transactions with owners, recorded directly in equity**

**Distributions to owners of the Company**

<table>
<thead>
<tr>
<th>Dividends</th>
<th>-</th>
<th>-</th>
<th>-</th>
<th>(866,566)</th>
<th>-</th>
<th>(866,566)</th>
</tr>
</thead>
</table>

**Total distributions to owners of the Company**

<table>
<thead>
<tr>
<th>-</th>
<th>-</th>
<th>-</th>
<th>(866,566)</th>
<th>-</th>
<th>(866,566)</th>
</tr>
</thead>
</table>

**Total transactions with owners, recorded directly in equity**

<table>
<thead>
<tr>
<th>-</th>
<th>-</th>
<th>-</th>
<th>-</th>
<th>(866,566)</th>
<th>-</th>
<th>(866,566)</th>
</tr>
</thead>
</table>

**Comprehensive income for the period**

<table>
<thead>
<tr>
<th>Profit</th>
<th>-</th>
<th>-</th>
<th>-</th>
<th>2,534,200</th>
<th>-</th>
<th>2,534,200</th>
</tr>
</thead>
</table>

<table>
<thead>
<tr>
<th>Other comprehensive income</th>
<th>-</th>
<th>-</th>
<th>-</th>
<th>-</th>
<th>4,791</th>
<th>4,791</th>
</tr>
</thead>
</table>

**Total comprehensive income for the period**

<table>
<thead>
<tr>
<th>-</th>
<th>-</th>
<th>-</th>
<th>2,534,200</th>
<th>4,791</th>
<th>2,538,991</th>
</tr>
</thead>
</table>

**Balance at 30 June 2013**

<table>
<thead>
<tr>
<th>4,814,257</th>
<th>29,774,627</th>
<th>481,586</th>
<th>6,592,264</th>
<th>6,682</th>
<th>41,669,416</th>
</tr>
</thead>
</table>

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)

<table>
<thead>
<tr>
<th>Note</th>
<th>Issued and paid-up share capital (in thousand Baht)</th>
<th>Share premium</th>
<th>Legal reserve</th>
<th>Unappropriated reserve</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Issued and paid-up Share Hedging</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Note</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Balance at 31 December 2013</td>
<td>4,814,257</td>
<td>29,774,627</td>
<td>481,586</td>
<td>7,162,826</td>
</tr>
<tr>
<td></td>
<td>Transactions with owners, recorded directly in equity</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>Dividends</td>
<td>18</td>
<td>-</td>
<td>-</td>
<td>(673,996)</td>
</tr>
<tr>
<td></td>
<td>Total distributions to owners of the Company</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(673,996)</td>
</tr>
<tr>
<td></td>
<td>Total transactions with owners, recorded directly in equity</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(673,996)</td>
</tr>
<tr>
<td></td>
<td>Comprehensive income for the period</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Profit</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>692,915</td>
</tr>
<tr>
<td></td>
<td>Other comprehensive income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>Total comprehensive income for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>692,915</td>
</tr>
<tr>
<td></td>
<td>Balance at 30 June 2014</td>
<td>4,814,257</td>
<td>29,774,627</td>
<td>481,586</td>
<td>7,181,745</td>
</tr>
</tbody>
</table>

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)

<table>
<thead>
<tr>
<th>Note</th>
<th>2014 (in thousand Baht)</th>
<th>2013 (in thousand Baht)</th>
<th>2014 (in thousand Baht)</th>
<th>2013 (in thousand Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash flows from operating activities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit for the period</td>
<td>2,042,000</td>
<td>774,193</td>
<td>692,915</td>
<td>2,534,200</td>
</tr>
<tr>
<td>Adjustments for</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>3,577,700</td>
<td>3,032,099</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Amortisation of intangible assets and other assets</td>
<td>385,965</td>
<td>341,400</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Interest income</td>
<td>(20,942)</td>
<td>(139,803)</td>
<td>(801,935)</td>
<td>(952,456)</td>
</tr>
<tr>
<td>Dividend income</td>
<td>7</td>
<td>-</td>
<td>-</td>
<td>(768,586)</td>
</tr>
<tr>
<td>Gain on a bargain purchase</td>
<td>(1,669,890)</td>
<td>-</td>
<td>-</td>
<td>(2,248,265)</td>
</tr>
<tr>
<td>Share of loss of jointly-controlled entities, net</td>
<td>439,698</td>
<td>256,263</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Finance costs</td>
<td>1,783,048</td>
<td>1,838,011</td>
<td>879,861</td>
<td>857,678</td>
</tr>
<tr>
<td>Unrealised foreign exchange (gain) loss</td>
<td>(154,308)</td>
<td>87,272</td>
<td>134,429</td>
<td>(74,322)</td>
</tr>
<tr>
<td>Provision (reversal) for bad and doubtful debts expense, net</td>
<td>(1,866)</td>
<td>3,098</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Provision for inventory obsolescence, net</td>
<td>17,269</td>
<td>4,893</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Provision for impairment for inventory and machinery and equipment due to flood, net</td>
<td>-</td>
<td>85</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Provision for impairment for inventory and machinery</td>
<td>597,411</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Provision for impairment on equity-accounted investment</td>
<td>669,207</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Employee benefits expense</td>
<td>111,126</td>
<td>97,426</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Loss on disposal of property, plant and equipment, net</td>
<td>12,013</td>
<td>3,325</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income tax expense (benefit)</td>
<td>981,495</td>
<td>579,691</td>
<td>(20,284)</td>
<td>62,138</td>
</tr>
<tr>
<td><strong>Changes in operating assets and liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Trade accounts receivable</td>
<td>(489,999)</td>
<td>(5,186,574)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Inventories</td>
<td>3,164,027</td>
<td>491,996</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other current assets</td>
<td>137,932</td>
<td>(850,421)</td>
<td>(111,896)</td>
<td>(75,061)</td>
</tr>
<tr>
<td>Other non-current assets</td>
<td>205,759</td>
<td>88,797</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Trade accounts payable</td>
<td>1,823,026</td>
<td>3,753,664</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other current liabilities</td>
<td>(293,411)</td>
<td>1,446,355</td>
<td>(5,013)</td>
<td>(5,920)</td>
</tr>
<tr>
<td>Other non-current liabilities</td>
<td>(143,191)</td>
<td>66,198</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Employee benefits paid</td>
<td>(74,966)</td>
<td>(73,769)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income taxes paid</td>
<td>(160,429)</td>
<td>(443,924)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash from (used in) operating activities</strong></td>
<td>12,938,674</td>
<td>6,170,275</td>
<td>(509)</td>
<td>97,992</td>
</tr>
</tbody>
</table>

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)

<table>
<thead>
<tr>
<th>Note</th>
<th>2014 (in thousand Baht)</th>
<th>2013 (in thousand Baht)</th>
<th>2014 (in thousand Baht)</th>
<th>2013 (in thousand Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash flows from investing activities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest received</td>
<td>22,743</td>
<td>179,585</td>
<td>847,254</td>
<td>963,302</td>
</tr>
<tr>
<td>Dividend received</td>
<td>-</td>
<td>-</td>
<td>768,586</td>
<td>2,248,265</td>
</tr>
<tr>
<td>Purchase of property, plant and equipment</td>
<td>(3,889,199)</td>
<td>(3,758,399)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Proceeds from sale of property, plant and equipment</td>
<td>33,588</td>
<td>11,844</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Sale of other investments, net</td>
<td>7,621</td>
<td>90,092</td>
<td>50,000</td>
<td>35,000</td>
</tr>
<tr>
<td>Purchase of intangible assets</td>
<td>(57,291)</td>
<td>(16,353)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net cash outflow on acquisition of businesses</td>
<td>3</td>
<td>(3,611,172)</td>
<td>(288,041)</td>
<td>-</td>
</tr>
<tr>
<td>Net cash outflow on additional investment in subsidiary and a jointly-controlled entity</td>
<td>7, 8</td>
<td>(43,769)</td>
<td>(102,741)</td>
<td>(1,069,930)</td>
</tr>
<tr>
<td><strong>Net cash from (used in) investing activities</strong></td>
<td>(7,537,479)</td>
<td>(3,884,013)</td>
<td>595,910</td>
<td>3,099,718</td>
</tr>
<tr>
<td><strong>Cash flows from financing activities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest paid</td>
<td>(1,756,161)</td>
<td>(1,886,162)</td>
<td>(827,271)</td>
<td>(851,205)</td>
</tr>
<tr>
<td>Deferred financing cost paid</td>
<td>(23,726)</td>
<td>(21,796)</td>
<td>(12,312)</td>
<td>-</td>
</tr>
<tr>
<td>Dividends paid to owners of the Company</td>
<td>(673,996)</td>
<td>(866,566)</td>
<td>(673,996)</td>
<td>(866,566)</td>
</tr>
<tr>
<td>Dividends paid to non-controlling interests</td>
<td>(59,141)</td>
<td>(3,647)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Proceeds from short and long-term borrowings</td>
<td>3,666,892</td>
<td>3,090,970</td>
<td>3,251,585</td>
<td>-</td>
</tr>
<tr>
<td>Repayment of short and long-term borrowings</td>
<td>(10,535,462)</td>
<td>(4,841,829)</td>
<td>(3,106,852)</td>
<td>(36,307)</td>
</tr>
<tr>
<td>Repayment of finance leases</td>
<td>(4,465)</td>
<td>(10,087)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Proceeds from issue of debenture, net of debenture issuance costs of Baht 8,341,122 in 2014 and Baht 7,729,953 in 2013</td>
<td>3,691,659</td>
<td>2,162,270</td>
<td>3,691,659</td>
<td>2,162,270</td>
</tr>
<tr>
<td>Loans from subsidiaries</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>113,096</td>
</tr>
<tr>
<td>Loans to subsidiaries</td>
<td>-</td>
<td>-</td>
<td>(3,586,365)</td>
<td>(4,441,331)</td>
</tr>
<tr>
<td>Loans to a jointly-controlled entity</td>
<td>(263,668)</td>
<td>(97,745)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash used in financing activities</strong></td>
<td>(5,958,068)</td>
<td>(2,474,592)</td>
<td>(1,263,552)</td>
<td>(3,920,043)</td>
</tr>
<tr>
<td><strong>Net decrease in cash and cash equivalents</strong></td>
<td>(556,873)</td>
<td>(188,330)</td>
<td>(668,151)</td>
<td>(722,333)</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at 1 January</strong></td>
<td>4,114,350</td>
<td>4,374,177</td>
<td>677,182</td>
<td>1,597,853</td>
</tr>
<tr>
<td>Effect of foreign exchange changes on balances held in foreign currencies</td>
<td>(16,086)</td>
<td>7,886</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at 30 June</strong></td>
<td>3,541,391</td>
<td>4,193,733</td>
<td>9,031</td>
<td>875,520</td>
</tr>
</tbody>
</table>

### Non-cash transactions

During the first quarter of 2013, the intercompany loan of EUR 187.3 million (equivalent to Baht 7,535.3 million) that the Company lent to one of its indirect subsidiaries was converted into shares of another direct subsidiary for the equivalent amount.

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 2014 (Unaudited)

<table>
<thead>
<tr>
<th>Note</th>
<th>Contents</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>General information</td>
</tr>
<tr>
<td>2</td>
<td>Basis of preparation of the interim financial statements</td>
</tr>
<tr>
<td>3</td>
<td>Acquisitions of businesses</td>
</tr>
<tr>
<td>4</td>
<td>Related parties</td>
</tr>
<tr>
<td>5</td>
<td>Trade accounts receivable</td>
</tr>
<tr>
<td>6</td>
<td>Other current assets</td>
</tr>
<tr>
<td>7</td>
<td>Investments in subsidiaries and other equity security</td>
</tr>
<tr>
<td>8</td>
<td>Investments in jointly-controlled entities</td>
</tr>
<tr>
<td>9</td>
<td>Property, plant and equipment</td>
</tr>
<tr>
<td>10</td>
<td>Deferred tax</td>
</tr>
<tr>
<td>11</td>
<td>Long-term loans from financial institutions</td>
</tr>
<tr>
<td>12</td>
<td>Debentures</td>
</tr>
<tr>
<td>13</td>
<td>Trade accounts payable</td>
</tr>
<tr>
<td>14</td>
<td>Other current liabilities</td>
</tr>
<tr>
<td>15</td>
<td>Segments information</td>
</tr>
<tr>
<td>16</td>
<td>Income tax expense</td>
</tr>
<tr>
<td>17</td>
<td>Basic earnings per share</td>
</tr>
<tr>
<td>18</td>
<td>Dividends</td>
</tr>
<tr>
<td>19</td>
<td>Commitments with non-related parties</td>
</tr>
<tr>
<td>20</td>
<td>Events after the reporting period</td>
</tr>
</tbody>
</table>
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 statutory financial statements, and were approved and authorised for issue by the Audit Committee on 5 August 2014.

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 (the “Group”) are the manufacture and distribution of polyethylene terephthalate (“PET”), purified terephthalic acid (“PTA”), ethylene oxide and ethylene glycol (“EO&EG”), polyester fibers and yarns, and wool products. Details of the Company’s subsidiaries and jointly-controlled entities as at 30 June 2014 and 31 December 2013 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 2012) 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 2013. 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 2013.

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 2013 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 2014. 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.
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 2014 (Unaudited)

(b)  **Functional and presentation currency**

The interim financial statements are 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 estimates and judgements**

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 2013.

3 **Acquisitions of businesses**

**Gains on bargain purchases**

The excess of the Group’s interest in the net identified assets and liabilities of the companies acquired over cost during the period ended 30 June 2014 is considered by management as gains on bargain purchases, and is recognised in the consolidated statement of income for the three-month and six-month periods ended 30 June 2014 and comprised the following:

<table>
<thead>
<tr>
<th>Note</th>
<th>Company</th>
<th>2014 (in thousand Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>3(i)</td>
<td>PHP Fibers GmbH, Germany</td>
<td>1,087,082</td>
</tr>
<tr>
<td>3(ii)</td>
<td>Artenius Turkpet Kimyevi Maddeler Sanayi A.S., Turkey</td>
<td>582,808</td>
</tr>
<tr>
<td><strong>Total gains on bargain purchases</strong></td>
<td></td>
<td><strong>1,669,890</strong></td>
</tr>
</tbody>
</table>

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. Finalisation of the fair values for acquisitions of businesses during 2014 is dependent on determination of the ultimate purchase price and completion of the purchase price allocation exercise.

During the six-month period ended 30 June 2014 and 2013, the Group incurred acquisition-related costs of Baht 22.5 million and 0.5 million, respectively, relating to external legal fees, advisory fee and due diligence costs. These amounts have been included in administrative expenses in the consolidated statements of income for the six-month periods ended 30 June 2014 and 2013, respectively.
On 30 April 2014, Indorama Netherlands B.V., an indirect subsidiary registered in the Netherlands, completed the acquisition of branded high-tenacity polyamide and polyester filament yarns facilities in different locations globally from Cordasi GmbH, a limited liability company registered in Germany, through the acquisition of 80% outstanding shares of PHP Fibers GmbH, a limited liability company registered in Germany, for a preliminary cash consideration of EUR 73.8 million (Baht 3,292.9 million). The transaction is accounted for as a business combination. During the period from acquisition date to 30 June 2014, the production facilities contributed revenue of EUR 42.0 million (Baht 1,867.2 million) and net profit of EUR 0.3 million (Baht 10.4 million) to the Group’s results.

Management believe that this acquisition will enhance the Group’s high value add product portfolio with the addition of high performance automotive and industrial products.

The acquiree’s net assets at the acquisition date comprising of the following:

<table>
<thead>
<tr>
<th>Note</th>
<th>Carrying amounts</th>
<th>Fair value adjustments (in thousand Baht)</th>
<th>Recognised values</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>450,029</td>
<td>-</td>
<td>450,029</td>
</tr>
<tr>
<td>Inventories</td>
<td>1,983,122</td>
<td>-</td>
<td>1,983,122</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>1,580,613</td>
<td>-</td>
<td>1,580,613</td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>1,108,020</td>
<td>2,366,621</td>
<td>3,474,641</td>
</tr>
<tr>
<td>Investment in jointly-controlled entities</td>
<td>199,579</td>
<td>(3,174)</td>
<td>196,405</td>
</tr>
<tr>
<td>Goodwill</td>
<td>2,020,333</td>
<td>(2,020,333)</td>
<td>-</td>
</tr>
<tr>
<td>Intangible assets</td>
<td>125,763</td>
<td>510,368</td>
<td>636,131</td>
</tr>
<tr>
<td>Account payable</td>
<td>(1,122,766)</td>
<td>-</td>
<td>(1,122,766)</td>
</tr>
<tr>
<td>Deferred tax, net</td>
<td>(126,065)</td>
<td>(886,276)</td>
<td>(1,012,341)</td>
</tr>
<tr>
<td>Other assets/(liabilities), net</td>
<td>(710,855)</td>
<td>-</td>
<td>(710,855)</td>
</tr>
<tr>
<td><strong>Net identifiable assets acquired and liabilities assumed</strong></td>
<td><strong>5,507,773</strong></td>
<td><strong>(32,794)</strong></td>
<td><strong>5,474,979</strong></td>
</tr>
</tbody>
</table>

**Interest acquired (%)**

**80%**

**Net identifiable assets and liabilities-acquired**

**4,379,983**

**Gain on bargain purchase**

**(1,087,082)**

**Total consideration**

**3,292,901**

**Cash acquired**

**(450,029)**

**Net consideration - paid**

**2,842,872**

The trade receivables comprise gross contractual amounts of Baht 1,582.4 million, of which Baht 1.8 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 consolidated financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.
(ii) *Artenius Turkpet Kimyevi Maddeler Sanayi A.S., Turkey*

On 2 June 2014, Indorama Netherlands B.V., an indirect subsidiary registered in the Netherlands, completed the acquisition of PET facilities, through the purchase of 100% outstanding shares of Artenius Turkpet Kimyevi Maddeler Sanayi A.S., located in Turkey, as per the share purchase agreement dated 5 March 2014 for a preliminary cash consideration of EUR 17.2 million (Baht 770.3 million). The transaction is accounted for as a business combination. Subsequent to the completion of acquisition, Artenius Turkpet Kimyevi Maddeler Sanayi A.S. was renamed Indorama Ventures Adana PET Sanayi Anonim Sirketi on 9 July 2014. During the period from acquisition date to 30 June 2014, the production facilities contributed revenue of TRY 29.0 million (Baht 444.3 million) and net profit of TRY 0.8 million (Baht 12.8 million) to the Group’s results.

Management believe that this acquisition will provide further synergies and expand sales into the new geographical area to better serve the domestic and regional markets.

The acquiree’s net assets at the acquisition date comprising of the following:

<table>
<thead>
<tr>
<th>Note</th>
<th>Carrying amounts (in thousand Baht)</th>
<th>Fair value adjustments (in thousand Baht)</th>
<th>Recognised values</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>2,027</td>
<td>-</td>
<td>2,027</td>
</tr>
<tr>
<td>Inventories</td>
<td>364,715</td>
<td>-</td>
<td>364,715</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>1,170,067</td>
<td>-</td>
<td>1,170,067</td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>348,253</td>
<td>290,097</td>
<td>638,350</td>
</tr>
<tr>
<td>Intangible assets</td>
<td>3,555</td>
<td>166,738</td>
<td>170,293</td>
</tr>
<tr>
<td>Short-term loan from financial institutions</td>
<td>(675,088)</td>
<td>-</td>
<td>(675,088)</td>
</tr>
<tr>
<td>Account payable</td>
<td>(134,915)</td>
<td>-</td>
<td>(134,915)</td>
</tr>
<tr>
<td>Deferred tax, net</td>
<td>(25,098)</td>
<td>(91,367)</td>
<td>(116,465)</td>
</tr>
<tr>
<td>Other assets/(liabilities), net</td>
<td>(65,849)</td>
<td>-</td>
<td>(65,849)</td>
</tr>
<tr>
<td><strong>Net identifiable assets acquired and liabilities assumed</strong></td>
<td><strong>987,667</strong></td>
<td><strong>365,468</strong></td>
<td><strong>1,353,135</strong></td>
</tr>
<tr>
<td>Gain on bargain purchase</td>
<td>-</td>
<td>-</td>
<td>(582,808)</td>
</tr>
<tr>
<td><strong>Total consideration</strong></td>
<td><strong>770,327</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash acquired</td>
<td>-</td>
<td>-</td>
<td>(2,027)</td>
</tr>
<tr>
<td><strong>Net consideration - paid</strong></td>
<td><strong>768,300</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

The trade receivables comprise gross contractual amounts of Baht 1,208.7 million, of which Baht 38.0 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 consolidated financial statements. Accordingly, the fair value of assets acquired and liabilities assumed have been provisionally determined at the acquisition date.
### 4 Related parties

For the purposes of these interim 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:

<table>
<thead>
<tr>
<th>Name of entities</th>
<th>Country of incorporation/nationality</th>
<th>Nature of relationships</th>
</tr>
</thead>
<tbody>
<tr>
<td>Indorama Resources Limited</td>
<td>Thailand</td>
<td>Immediate parent company, 63.69% shareholder, some common directors</td>
</tr>
<tr>
<td>Indorama Petrochem Limited</td>
<td>Thailand</td>
<td>Subsidiary, 100.00% shareholding, some common directors</td>
</tr>
<tr>
<td>Indorama Holdings Limited</td>
<td>Thailand</td>
<td>Subsidiary, 99.81% shareholding, some common directors</td>
</tr>
<tr>
<td>TPT Petrochemicals Public Company Limited</td>
<td>Thailand</td>
<td>Subsidiary, 99.97% shareholding, some common directors</td>
</tr>
<tr>
<td>Indorama Polymers Public Company Limited</td>
<td>Thailand</td>
<td>Subsidiary, 72.60% shareholding and 27.00% interest held indirectly, some common directors</td>
</tr>
<tr>
<td>Indorama Polyester Industries Public Company Limited</td>
<td>Thailand</td>
<td>Subsidiary, 64.94% shareholding and 34.55% interest held indirectly, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Global Services Limited</td>
<td>Thailand</td>
<td>Subsidiary, 100.00% shareholding, some common directors</td>
</tr>
<tr>
<td>IVL Belgium N.V.</td>
<td>Belgium</td>
<td>Subsidiary, 100.00% shareholding, some common directors</td>
</tr>
<tr>
<td>Indo Polymers Mauritius Limited</td>
<td>Mauritius</td>
<td>Subsidiary, 100.00% shareholding</td>
</tr>
<tr>
<td>Asia Pet (Thailand) Limited</td>
<td>Thailand</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Petform (Thailand) Limited</td>
<td>Thailand</td>
<td>Indirect subsidiary, 59.76% effective interest, some common directors</td>
</tr>
<tr>
<td>UAB Indorama Holdings Europe</td>
<td>Lithuania</td>
<td>Indirect subsidiary, 99.81% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Holdings Rotterdam B.V.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 99.81% effective interest, some common directors</td>
</tr>
<tr>
<td>UAB Indorama Polymers Europe</td>
<td>Lithuania</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Polymers Rotterdam B.V.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Polymers Workington Limited</td>
<td>United Kingdom</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>UAB Orion Global PET</td>
<td>Lithuania</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Netherlands Cooperatief U.A.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Indorama Netherlands B.V.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Indorama Ventures Europe B.V.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
</tbody>
</table>
### Notes to the interim financial statements

**For the three-month and six-month periods ended 30 June 2014 (Unaudited)**

<table>
<thead>
<tr>
<th>Name of entities</th>
<th>Country of incorporation/nationality</th>
<th>Nature of relationships</th>
</tr>
</thead>
<tbody>
<tr>
<td>Indorama Ventures Poland Sp. z o.o.</td>
<td>Poland</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Trading AG</td>
<td>Switzerland</td>
<td>Indirect subsidiary, 99.81% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Trading (UK) Limited</td>
<td>United Kingdom</td>
<td>Indirect subsidiary, 99.81% effective interest, some common directors</td>
</tr>
<tr>
<td>Beacon Trading (UK) Limited</td>
<td>United Kingdom</td>
<td>Indirect subsidiary, 99.81% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures USA Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>StarPet Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Auriga Polymers Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama PET (Nigeria) Limited</td>
<td>Nigeria</td>
<td>Indirect subsidiary, 89.64% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Packaging (Nigeria) Limited</td>
<td>Nigeria</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>IVL Singapore PTE Limited</td>
<td>Singapore</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>Guangdong IVL PET Polymer Company Limited</td>
<td>China</td>
<td>Indirect subsidiary, 99.60% effective interest, some common directors</td>
</tr>
<tr>
<td>IVL Holding, S. de R.L. de C.V.</td>
<td>Mexico</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Grupo Indorama Ventures, S. de R.L. de C.V.</td>
<td>Mexico</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Polymers Mexico, S. de R.L. de C.V.</td>
<td>Mexico</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Polycom, S. de R.L. de C.V.</td>
<td>Mexico</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Servicios Corporativos, S. de R.L. de C.V.</td>
<td>Mexico</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>PT Indorama Ventures Indonesia</td>
<td>Indonesia</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>PT Indorama Polyester Industries Indonesia</td>
<td>Indonesia</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>KP Equity Partners Inc.</td>
<td>Malaysia</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>PT Indorama Polychem Indonesia</td>
<td>Indonesia</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Recycling Netherlands B.V.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Wellman International Limited</td>
<td>Ireland</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Wellman France Recyclage SAS</td>
<td>France</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Wellman Handelsgesellschaft GmbH</td>
<td>Germany</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
</tbody>
</table>
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 2014 (Unaudited)

<table>
<thead>
<tr>
<th>Name of entities</th>
<th>Country of incorporation/nationality</th>
<th>Nature of relationships</th>
</tr>
</thead>
<tbody>
<tr>
<td>MJR Recycling B.V.</td>
<td>The Netherlands</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Beverage Plastics (Holdings) Limited</td>
<td>United Kingdom</td>
<td>Indirect subsidiary, 51.00% effective interest</td>
</tr>
<tr>
<td>Beverage Plastics Limited</td>
<td>United Kingdom</td>
<td>Indirect subsidiary, 51.00% effective interest</td>
</tr>
<tr>
<td>PT Indorama Polypet Indonesia</td>
<td>Indonesia</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Performance Fibers Holdings USA LLC</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>FiberVisions Corporation</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>FiberVisions Manufacturing Company</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Covington Holdings, Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FiberVisions L.P.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FiberVisions Products, Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Athens Holdings, Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FV Holdings, Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FiberVisions A/S</td>
<td>Denmark</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FiberVisions (China) A/S</td>
<td>Denmark</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FiberVisions (China) Textile Products Limited</td>
<td>China</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>FiberVisions GmbH</td>
<td>Germany</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Indorama Ventures Holdings LP</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Indorama Ventures OGL Holdings LP</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Indorama Ventures (Oxide &amp; Glycols) LLC</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>Indorama Ventures Logistics LLC</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest</td>
</tr>
<tr>
<td>PHP Fibers GmbH</td>
<td>Germany</td>
<td>Indirect subsidiary, 80.00% effective interest</td>
</tr>
<tr>
<td>PHP Overseas Investment GmbH</td>
<td>Germany</td>
<td>Indirect subsidiary, 80.00% effective interest</td>
</tr>
<tr>
<td>Polyamide High Performance Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 80.00% effective interest</td>
</tr>
<tr>
<td>SafeTware Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 80.00% effective interest</td>
</tr>
<tr>
<td>Indorama Ventures Adana PET Sanayi Anonim Sirketi</td>
<td>Turkey</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures USA Holdings LP</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures AlphaPet Holdings, Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Polymers (USA) LLC</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>AlphaPet, Inc.</td>
<td>USA</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Packaging (Philippines) Corporation</td>
<td>Philippines</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Indorama Ventures Packaging (Ghana) Limited</td>
<td>Republic of Ghana</td>
<td>Indirect subsidiary, 100.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Name of entities</td>
<td>Country of incorporation/nationality</td>
<td>Nature of relationships</td>
</tr>
<tr>
<td>----------------------------------------</td>
<td>--------------------------------------</td>
<td>-----------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>Trevira Holdings GmbH</td>
<td>Germany</td>
<td>Indirect subsidiary, 75.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Trevira GmbH</td>
<td>Germany</td>
<td>Indirect subsidiary, 75.00% effective interest, some common directors</td>
</tr>
<tr>
<td>Trevira North America, LLC</td>
<td>USA</td>
<td>Indirect subsidiary, 75.00% effective interest, some common directors</td>
</tr>
<tr>
<td>UAB Ottana Polimeri Europe</td>
<td>Lithuania</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest, 50% of directors are representatives of the Company</td>
</tr>
<tr>
<td>Ottana Polimeri S.R.L.</td>
<td>Italy</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest, common directors</td>
</tr>
<tr>
<td>PT Indorama Petrochemicals</td>
<td>Indonesia</td>
<td>Indirect jointly-controlled entity, 43.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions, Inc.</td>
<td>USA</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions LP</td>
<td>USA</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions Holdings ApS</td>
<td>Denmark</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions ApS</td>
<td>Denmark</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions Hong Kong Limited</td>
<td>Hong Kong</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions China Limited</td>
<td>China</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions Company Limited</td>
<td>Japan</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions (Suzhou) Co., Ltd.</td>
<td>China</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ES FiberVisions (Thailand) Company Limited</td>
<td>Thailand</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>ShenMa-PHP(Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.</td>
<td>China</td>
<td>Indirect jointly-controlled entity, 49.00% effective interest</td>
</tr>
<tr>
<td>PHP-ShenMa Air Bag Yarn Marketing (Shanghai) Co., Ltd.</td>
<td>China</td>
<td>Indirect jointly-controlled entity, 51.00% effective interest</td>
</tr>
<tr>
<td>TTI GmbH</td>
<td>Germany</td>
<td>Indirect jointly-controlled entity, 50.00% effective interest</td>
</tr>
<tr>
<td>Tuntex Textile (Thailand) Company Limited</td>
<td>Thailand</td>
<td>Indirect associate, 16.58% effective interest</td>
</tr>
<tr>
<td>PT Indorama Synthetics TBK</td>
<td>Indonesia</td>
<td>43% shareholder of indirect jointly-controlled entity, some common directors</td>
</tr>
<tr>
<td>Serm Suk Public Company Limited</td>
<td>Thailand</td>
<td>40% shareholder of indirect subsidiary, some common directors</td>
</tr>
<tr>
<td>Pacific Resources Limited</td>
<td>Thailand</td>
<td>Some common shareholders</td>
</tr>
<tr>
<td>Cryoviva (Thailand) Limited</td>
<td>Thailand</td>
<td>Some common directors</td>
</tr>
<tr>
<td>Indo Rama Synthetics (India) Limited</td>
<td>India</td>
<td>Family relationships with directors</td>
</tr>
<tr>
<td>Lohia Global Holdings Limited</td>
<td>Hong Kong</td>
<td>Family relationships with directors</td>
</tr>
</tbody>
</table>
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 2014 (Unaudited)

Name of entities | Country of incorporation/nationality | Nature of relationships
--- | --- | ---
Eleme Petrochemicals Limited | Nigeria | 10% shareholder of indirect subsidiary, some common directors
MJETS Limited | Thailand | Some common directors
PT Irama Unggul | Indonesia | Family relationships with directors
Indorama Commerce DMCC | United Arab Emirates | Family relationships with directors
Vega Aviation Limited | British Virgin Islands | Family relationships with common directors
Key management personnel | Thailand/India/Indonesia/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.

The pricing policies for particular types of transactions are explained further below:

**Transactions**

<table>
<thead>
<tr>
<th>Pricing policies</th>
<th>Sales of goods</th>
<th>Market prices</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Purchases of goods</td>
<td>Market prices</td>
</tr>
<tr>
<td>Interest income</td>
<td>Market linked rate/contractually agreed</td>
<td></td>
</tr>
<tr>
<td>Other income</td>
<td>Contractually agreed</td>
<td></td>
</tr>
<tr>
<td>Interest expense</td>
<td>Market linked rate/contractually agreed</td>
<td></td>
</tr>
<tr>
<td>Selling and administrative expenses</td>
<td>Contractually agreed</td>
<td></td>
</tr>
</tbody>
</table>

Significant transactions for the three-month and six-month periods ended 30 June 2014 and 2013 with related parties were as follows:

<table>
<thead>
<tr>
<th>name of accounts</th>
<th>Three-month period ended 30 June 2014 (in thousand Baht)</th>
<th>Three-month period ended 30 June 2013 (in thousand Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Subsidiaries</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td>-</td>
<td>413,636</td>
</tr>
<tr>
<td>Interest expense</td>
<td>-</td>
<td>563</td>
</tr>
<tr>
<td>Other income</td>
<td>-</td>
<td>50,907</td>
</tr>
<tr>
<td><strong>Key management</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Directors’ fee and bonus</td>
<td>4,809</td>
<td>4,855</td>
</tr>
<tr>
<td>Short-term employee benefits</td>
<td>9,274</td>
<td>11,693</td>
</tr>
<tr>
<td>Long-term employee benefits</td>
<td>1,267</td>
<td>2,783</td>
</tr>
<tr>
<td><strong>Other related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales of goods</td>
<td>1,576,853</td>
<td>1,550,058</td>
</tr>
<tr>
<td>Purchases of goods and raw materials</td>
<td>59,540</td>
<td>70,353</td>
</tr>
<tr>
<td>Other raw materials conversion charges and overheads</td>
<td>221</td>
<td>1,216</td>
</tr>
<tr>
<td>Selling and administrative expenses</td>
<td>50,602</td>
<td>55,472</td>
</tr>
<tr>
<td>Other income</td>
<td>860</td>
<td>752</td>
</tr>
</tbody>
</table>
### Three-month period ended 30 June

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Jointly-controlled entities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales of goods</td>
<td>893,679</td>
<td>1,508,543</td>
</tr>
<tr>
<td>Purchases of goods and raw materials</td>
<td>2,542,415</td>
<td>24,380</td>
</tr>
<tr>
<td>Interest income</td>
<td>718</td>
<td>1,012</td>
</tr>
<tr>
<td>Other income</td>
<td>19,316</td>
<td>1,639</td>
</tr>
</tbody>
</table>

### Six-month period ended 30 June

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Subsidiaries</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Interest expense</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other income</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Key management</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Directors’ fee and bonus</td>
<td>7,752</td>
<td>3,470</td>
</tr>
<tr>
<td>Short-term employee benefits</td>
<td>20,213</td>
<td>22,895</td>
</tr>
<tr>
<td>Long-term employee benefits</td>
<td>4,474</td>
<td>4,275</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Other related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales of goods</td>
<td>3,053,753</td>
<td>3,452,684</td>
</tr>
<tr>
<td>Purchases of goods and raw materials</td>
<td>127,514</td>
<td>115,403</td>
</tr>
<tr>
<td>Other raw materials conversion</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Selling and administrative expenses</td>
<td>98,050</td>
<td>78,614</td>
</tr>
<tr>
<td>Other income</td>
<td>1,404</td>
<td>1,262</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Jointly-controlled entities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales of goods</td>
<td>1,763,054</td>
<td>2,891,159</td>
</tr>
<tr>
<td>Purchases of goods and raw materials</td>
<td>5,173,650</td>
<td>24,806</td>
</tr>
<tr>
<td>Selling and administrative expenses</td>
<td>-</td>
<td>69</td>
</tr>
<tr>
<td>Interest income</td>
<td>1,398</td>
<td>1,700</td>
</tr>
<tr>
<td>Other income</td>
<td>22,172</td>
<td>3,283</td>
</tr>
</tbody>
</table>

Balances as at 30 June 2014 and 31 December 2013 with related parties were as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June</td>
<td>31 December</td>
</tr>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Trade accounts receivable from related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other related parties</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Serm Suk Public Company Limited</td>
<td>95,893</td>
<td>73,077</td>
</tr>
<tr>
<td>Indo Rama Synthetics (India) Limited</td>
<td>1,259,229</td>
<td>1,308,997</td>
</tr>
<tr>
<td>PT Indorama Synthetics TBK</td>
<td>82,408</td>
<td>115,307</td>
</tr>
<tr>
<td></td>
<td>1,437,530</td>
<td>1,497,381</td>
</tr>
</tbody>
</table>
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 2014 (Unaudited)

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td><strong>Trade accounts receivable from related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Jointly-controlled entities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PT Indorama Petrochemicals</td>
<td>1,342</td>
<td>1,785</td>
</tr>
<tr>
<td>ES FiberVisions, Inc.</td>
<td>26,172</td>
<td>49,313</td>
</tr>
<tr>
<td>ES FiberVisions LP</td>
<td>232,434</td>
<td>271,618</td>
</tr>
<tr>
<td>ES FiberVisions ApS</td>
<td>133,189</td>
<td>148,310</td>
</tr>
<tr>
<td>ES FiberVisions Hongkong Limited</td>
<td>39,383</td>
<td>25,331</td>
</tr>
<tr>
<td>ES FiberVisions (Suzhou) Co., Ltd.</td>
<td>25,325</td>
<td>1,191</td>
</tr>
<tr>
<td>ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.</td>
<td>116,317</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>2,011,692</strong></td>
<td><strong>1,994,929</strong></td>
</tr>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td><strong>Other receivables</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Subsidiaries</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Indorama Ventures USA Holdings LP</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Indorama Ventures Performance</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Indorama Ventures Global Services Limited</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>-</strong></td>
<td><strong>-</strong></td>
</tr>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td><strong>Other related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Pacific Resources Limited</td>
<td>1,793</td>
<td>1,312</td>
</tr>
<tr>
<td>Cryoviva (Thailand) Limited</td>
<td>199</td>
<td>168</td>
</tr>
<tr>
<td>Indo Rama Synthetics (India) Limited</td>
<td>12,373</td>
<td>4,078</td>
</tr>
<tr>
<td>Eleme Petrochemicals Limited</td>
<td>3,259</td>
<td>1,425</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>17,624</strong></td>
<td><strong>6,983</strong></td>
</tr>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td><strong>Jointly-controlled entities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ottana Polimeri S.R.L.</td>
<td>1,812</td>
<td>1,833</td>
</tr>
<tr>
<td>ES FiberVisions (Suzhou) Co., Ltd.</td>
<td>16,389</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>18,201</strong></td>
<td><strong>8,816</strong></td>
</tr>
<tr>
<td></td>
<td><strong>35,825</strong></td>
<td><strong>8,816</strong></td>
</tr>
</tbody>
</table>
## Short-term loans to related parties

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>Interest rate</th>
<th>Consolidated financial statements 30 June 2014</th>
<th>Consolidated financial statements 31 December 2013</th>
<th>Separate financial statements 30 June 2014</th>
<th>Separate financial statements 31 December 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014 (% per annum)</td>
<td>2013</td>
<td>2014</td>
<td>2013</td>
<td>2013</td>
</tr>
<tr>
<td>Indorama Polymers Public Company Limited</td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
<td>-</td>
<td>2,238,671</td>
</tr>
<tr>
<td>Asia Pet (Thailand) Limited</td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
<td>-</td>
<td>2,053,950</td>
</tr>
<tr>
<td>Indorama Holdings Limited</td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
<td>-</td>
<td>1,146,828</td>
</tr>
<tr>
<td>Indorama Polyester Industries Public Company Limited</td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
<td>-</td>
<td>4,669,050</td>
</tr>
<tr>
<td>Indorama Netherlands Cooperatief U.A.</td>
<td>3.20-3.75</td>
<td>3.08-3.75</td>
<td>-</td>
<td>-</td>
<td>1,120,018</td>
</tr>
<tr>
<td>Indorama Ventures Global Services Limited</td>
<td>4.50</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>163,350</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td><strong>11,391,867</strong></td>
</tr>
</tbody>
</table>

## Interest receivable from related parties

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>Interest rate</th>
<th>Consolidated financial statements 30 June</th>
<th>Consolidated financial statements 31 December</th>
<th>Separate financial statements 30 June</th>
<th>Separate financial statements 31 December</th>
</tr>
</thead>
<tbody>
<tr>
<td>Indorama Polymers Public Company Limited</td>
<td>-</td>
<td>-</td>
<td>65,240</td>
<td>82,065</td>
<td></td>
</tr>
<tr>
<td>Asia Pet (Thailand) Limited</td>
<td>-</td>
<td>-</td>
<td>48,967</td>
<td>50,141</td>
<td></td>
</tr>
<tr>
<td>Indorama Holdings Limited</td>
<td>-</td>
<td>-</td>
<td>65,716</td>
<td>62,816</td>
<td></td>
</tr>
<tr>
<td>Indorama Polyester Industries Public Company Limited</td>
<td>-</td>
<td>-</td>
<td>90,708</td>
<td>75,677</td>
<td></td>
</tr>
<tr>
<td>Indorama Netherlands Cooperatief U.A.</td>
<td>-</td>
<td>-</td>
<td>33,134</td>
<td>67,838</td>
<td></td>
</tr>
<tr>
<td>Indorama Petrochemicals Public Company Limited</td>
<td>-</td>
<td>-</td>
<td>69,296</td>
<td>128,767</td>
<td></td>
</tr>
<tr>
<td>TPT Petrochemicals Public Company Limited</td>
<td>-</td>
<td>-</td>
<td>135,933</td>
<td>89,286</td>
<td></td>
</tr>
<tr>
<td>Indorama Ventures Global Services Limited</td>
<td>-</td>
<td>-</td>
<td>683</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td><strong>509,677</strong></td>
<td><strong>556,590</strong></td>
<td></td>
</tr>
</tbody>
</table>
### Short-term loans to related parties

<table>
<thead>
<tr>
<th>Interest rate</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>% per annum</td>
<td>30 June 2014</td>
</tr>
<tr>
<td><strong>Interest receivable from related parties</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Jointly-controlled entity</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ES FiberVisions (Suzhou) Co., Ltd.</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total short-term loans to related parties</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Long-term loans to related parties

Comprising:

#### Long-term loans to related parties

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>Interest rate</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>% per annum</td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td><strong>Indorama Petrochem Limited</strong></td>
<td>2.08-4.50</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>TPT Petrochemicals Public Company Limited</strong></td>
<td>2.13-4.50</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Indorama Polymers Public Company Limited</strong></td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
</tr>
<tr>
<td><strong>Asia Pet (Thailand) Limited</strong></td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
</tr>
<tr>
<td><strong>Indorama Holdings Limited</strong></td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
</tr>
<tr>
<td><strong>Indorama Polyester Industries Public Company Limited</strong></td>
<td>4.50</td>
<td>4.50</td>
<td>-</td>
</tr>
<tr>
<td><strong>Indorama Netherlands Coopertief U.A.</strong></td>
<td>3.20-3.75</td>
<td>3.05-3.75</td>
<td>-</td>
</tr>
<tr>
<td><strong>IVL Belgium N.V.</strong></td>
<td>3.02-3.03</td>
<td>2.91</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>3.02-3.03</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2014 (Unaudited)

**Long-term loans to related parties**

<table>
<thead>
<tr>
<th>Rate</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td>Jowntly-controlled entities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>ES FiberVisions (Suzhou) Co., Ltd.</td>
<td>1.32-2.40</td>
<td>2.39-2.40</td>
</tr>
<tr>
<td>ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd.</td>
<td>2.21-3.41</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>360,722</td>
<td>98,441</td>
</tr>
</tbody>
</table>

**Interest receivables from related party Subsidiary**

<table>
<thead>
<tr>
<th>Subsidiary</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>IVL Belgium N.V.</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

The long-term loan to Indorama Petrochem Limited, including the related interest, is repayable only after full repayment of the long-term indebtedness of Indorama Petrochem Limited to a financial institution.
Movements during the six-month periods ended 30 June 2014 and 2013 of loans to related parties, excluding interest receivable from related parties, were as follows:

<table>
<thead>
<tr>
<th>Loans to related parties</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Six-month period ended 30 June</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Short-term loans:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subsidiaries</td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 1 January</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Increase</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Decrease</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Reclassification</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>At 30 June</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Long-term loans:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subsidiaries</td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 1 January</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Increase</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Reclassification</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Transfer</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>At 30 June</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Jointly-controlled entities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 1 January</td>
<td>98,441</td>
<td>60,835</td>
</tr>
<tr>
<td>Increase</td>
<td>262,281</td>
<td>101,633</td>
</tr>
<tr>
<td>At 30 June</td>
<td>360,722</td>
<td>162,468</td>
</tr>
<tr>
<td><strong>Total long-term loans</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 1 January</td>
<td>98,441</td>
<td>60,835</td>
</tr>
<tr>
<td>Increase</td>
<td>262,281</td>
<td>101,633</td>
</tr>
<tr>
<td>Reclassification</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Transfer</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>At 30 June</td>
<td>360,722</td>
<td>162,468</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Trade account payable to related parties</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>30 June</strong></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>31 December</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Other related party</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PT Indorama Synthetics TBK</td>
<td>44,698</td>
<td>32,803</td>
</tr>
<tr>
<td></td>
<td>44,698</td>
<td>32,803</td>
</tr>
<tr>
<td><strong>Jointly-controlled entities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PT Indorama Petrochemicals</td>
<td>3,715,256</td>
<td>1,143,477</td>
</tr>
<tr>
<td>TTI GmbH</td>
<td>3,396</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>3,718,652</td>
<td>1,143,477</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>3,763,350</td>
<td>1,176,280</td>
</tr>
</tbody>
</table>
Other payable to related parties

Other related parties

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td>Lohia Global Holdings Limited</td>
<td>26,246</td>
<td>34,400</td>
</tr>
<tr>
<td>Indo Rama Synthetics (India) Limited</td>
<td>2,679</td>
<td>448</td>
</tr>
<tr>
<td>Vega Aviation Limited</td>
<td>11,140</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td><strong>40,065</strong></td>
<td><strong>34,848</strong></td>
</tr>
</tbody>
</table>

Jointly-controlled entity

<table>
<thead>
<tr>
<th></th>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td>PT Indorama Petrochemicals</td>
<td>-</td>
<td>228,315</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td><strong>-</strong></td>
<td><strong>228,315</strong></td>
<td>-</td>
</tr>
</tbody>
</table>

Total |

|                           |                           | **40,065** | **263,163**    | -             | -               |

Loans from related party

Short-term loan from related party

<table>
<thead>
<tr>
<th></th>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td>Subsidiary</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Indorama Petrochem Limited</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

Movements during the six-month periods ended 30 June 2014 and 2013 of loan from related party, excluding interest payable to related party, were as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td>Short-term loan from related party</td>
<td>Subsidiary</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>At 1 January</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Increase</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Decrease</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>At 30 June</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

Trade accounts receivable

<table>
<thead>
<tr>
<th></th>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>30 June 2014</td>
<td>31 December 2014</td>
</tr>
<tr>
<td>Related parties</td>
<td>4</td>
<td>2,011,692</td>
<td>1,994,929</td>
</tr>
<tr>
<td>Other parties</td>
<td></td>
<td>30,153,680</td>
<td>27,040,517</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td><strong>32,165,372</strong></td>
<td><strong>29,035,446</strong></td>
</tr>
<tr>
<td>Less allowance for doubtful accounts</td>
<td></td>
<td>(195,153)</td>
<td>(208,257)</td>
</tr>
<tr>
<td>Net</td>
<td></td>
<td><strong>31,970,219</strong></td>
<td><strong>28,827,189</strong></td>
</tr>
</tbody>
</table>
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 2014 (Unaudited)

<table>
<thead>
<tr>
<th>(Reversal of) provision for bad and doubtful debts expense for the</th>
</tr>
</thead>
<tbody>
<tr>
<td>-three-month period ended</td>
</tr>
<tr>
<td>30 June, net</td>
</tr>
<tr>
<td>2014</td>
</tr>
<tr>
<td>(in thousand Baht)</td>
</tr>
<tr>
<td>-six-month period ended</td>
</tr>
<tr>
<td>30 June, net</td>
</tr>
<tr>
<td>2014</td>
</tr>
<tr>
<td>(1,866)</td>
</tr>
</tbody>
</table>

Aging analyses for trade accounts receivable were as follows:

<table>
<thead>
<tr>
<th>Aging analyses for trade accounts receivable were as follows:</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Related parties</strong></td>
</tr>
<tr>
<td>Within credit terms</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>Overdue:</td>
</tr>
<tr>
<td>Less than 3 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>6-12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>Over 12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>Overdue:</td>
</tr>
<tr>
<td>Less than 3 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>3-6 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>6-12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>Over 12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>Overdue:</td>
</tr>
<tr>
<td>Less than 3 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>3-6 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>6-12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>Over 12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Net</th>
</tr>
</thead>
<tbody>
<tr>
<td>Within credit terms</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>Overdue:</td>
</tr>
<tr>
<td>Less than 3 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>3-6 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>6-12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
<tr>
<td>31 December 2013</td>
</tr>
<tr>
<td>Over 12 months</td>
</tr>
<tr>
<td>30 June 2014</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Less allowance for doubtful accounts</th>
</tr>
</thead>
<tbody>
<tr>
<td>(30,153,680)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Net</th>
</tr>
</thead>
<tbody>
<tr>
<td>(29,958,527)</td>
</tr>
</tbody>
</table>

The normal credit term granted by the Group ranges from 7 days to 240 days.
6 Other current assets

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2014</td>
<td>31 December 2013</td>
</tr>
<tr>
<td>Value added tax receivable</td>
<td>1,778,254</td>
<td>1,878,990</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>779,804</td>
<td>536,102</td>
</tr>
<tr>
<td>Receivable from seller in business combination</td>
<td>720,895</td>
<td>726,397</td>
</tr>
<tr>
<td>Advance payments</td>
<td>559,673</td>
<td>469,390</td>
</tr>
<tr>
<td>Advance tax payments and withholding tax</td>
<td>504,807</td>
<td>401,570</td>
</tr>
<tr>
<td>Material price adjustment receivable</td>
<td>264,373</td>
<td>233,736</td>
</tr>
<tr>
<td>Insurance claims receivable</td>
<td>153,905</td>
<td>898,189</td>
</tr>
<tr>
<td>Others</td>
<td>1,441,733</td>
<td>1,133,938</td>
</tr>
<tr>
<td>Total</td>
<td>6,203,444</td>
<td>6,278,312</td>
</tr>
</tbody>
</table>

Receivable from seller in business combination relates to tax liability, which was recorded as part of income tax payable as at 30 June 2014 and 31 December 2013, 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

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td>Six-month period ended 30 June</td>
<td>(in thousand Baht)</td>
<td>(in thousand Baht)</td>
</tr>
<tr>
<td>At 1 January</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Additional investments</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>At 30 June</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>
Investments in subsidiaries and other equity security as at 30 June 2014 and 31 December 2013 and dividend income from those investments for the six-month periods ended 30 June 2014 and 2013 were as follows:

<table>
<thead>
<tr>
<th>Effective ownership interest</th>
<th>Paid-up capital</th>
<th>Cost</th>
<th>Impairment</th>
<th>Carrying amount</th>
<th>Dividend income for six-month period ended</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other equity security</td>
<td>Tuntex Textile (Thailand) Company Limited</td>
<td>16.58</td>
<td>16.58</td>
<td>1,200,000</td>
<td>1,200,000</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>200,000</td>
<td>200,000</td>
<td>(200,000)</td>
<td>(200,000)</td>
</tr>
</tbody>
</table>
**Indorama Ventures Public Company Limited and its Subsidiaries**

**Notes to the interim financial statements**

For the three-month and six-month period ended 30 June 2014 (Unaudited)

### Separate financial statements

<table>
<thead>
<tr>
<th>Ownership interest</th>
<th>Paid-up capital</th>
<th>Cost</th>
<th>Impairment</th>
<th>Return of capital</th>
<th>At cost-net</th>
<th>Dividend income for six-month period ended</th>
</tr>
</thead>
<tbody>
<tr>
<td>Subsidiaries</td>
<td>(%)</td>
<td>(%)</td>
<td>(%)</td>
<td>(%)</td>
<td>(%)</td>
<td>(%)</td>
</tr>
<tr>
<td>Indorama Petrochem</td>
<td>100.00</td>
<td>100.00</td>
<td>4,727,820</td>
<td>4,727,820</td>
<td>2,525,805</td>
<td>2,525,805</td>
</tr>
<tr>
<td>Limited</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Indorama Holdings Limited</td>
<td>99.81</td>
<td>99.81</td>
<td>774,468</td>
<td>774,468</td>
<td>2,001,419</td>
<td>2,001,419</td>
</tr>
<tr>
<td>Indorama Polyomers</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Public Company Limited</td>
<td>72.60</td>
<td>72.60</td>
<td>1,382,198</td>
<td>1,382,198</td>
<td>7,219,741</td>
<td>7,219,741</td>
</tr>
<tr>
<td>Indorama Polyester Industries Public Company Limited</td>
<td>64.94</td>
<td>64.94</td>
<td>2,202,850</td>
<td>2,202,850</td>
<td>1,473,995</td>
<td>1,473,995</td>
</tr>
<tr>
<td>TPT Petrochemicals</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Public Company Limited</td>
<td>99.97</td>
<td>99.97</td>
<td>2,955,000</td>
<td>2,955,000</td>
<td>5,182,189</td>
<td>5,182,189</td>
</tr>
<tr>
<td>IVL Belgium N.V.</td>
<td>100.00</td>
<td>100.00</td>
<td>121,630</td>
<td>121,630</td>
<td>121,630</td>
<td>121,630</td>
</tr>
<tr>
<td>Indo Polymers Mauritius Limited</td>
<td>100.00</td>
<td>100.00</td>
<td>23,432,219</td>
<td>22,382,289</td>
<td>23,432,219</td>
<td>22,382,289</td>
</tr>
<tr>
<td>Indorama Ventures Global Services Limited</td>
<td>100.00</td>
<td>100.00</td>
<td>20,000</td>
<td>-</td>
<td>20,000</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Notes:**

- The figures are presented in thousands of Baht.
- Ownership interest is shown as a percentage.
- Dividend income is reported for the six-month period ended 30 June 2014.

36
On 13 December 2013, Indorama Ventures Global Services Limited (“IVGS”), a new subsidiary, was incorporated in Thailand for the purpose of being a regional operating headquarters. As at 30 June 2014, IVGS has a paid-up capital of Baht 20 million.

During 2014, Indo Polymers Mauritius Limited (“IPML”) increased its share capital from USD 737.3 million (Baht 22,382.3 million) to USD 769.8 million (Baht 23,432.2 million) for which the Company subscribed to the entire increased capital.

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

8 Investments in jointly-controlled entities

<table>
<thead>
<tr>
<th>Six-month period ended 30 June</th>
<th>Note</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td>At 1 January</td>
<td></td>
<td>2,887,471</td>
<td>5,124,410</td>
</tr>
<tr>
<td>Additional investment</td>
<td></td>
<td>-</td>
<td>102,741</td>
</tr>
<tr>
<td>Acquisitions</td>
<td>3</td>
<td>196,405</td>
<td>-</td>
</tr>
<tr>
<td>Share of loss of investments - equity method, net</td>
<td></td>
<td>(439,698)</td>
<td>(256,263)</td>
</tr>
<tr>
<td>Allowance for impairment</td>
<td></td>
<td>(669,207)</td>
<td>-</td>
</tr>
<tr>
<td>Effect of movements in exchange rates</td>
<td></td>
<td>(13,822)</td>
<td>1,540</td>
</tr>
<tr>
<td>At 30 June</td>
<td></td>
<td><strong>1,961,149</strong></td>
<td><strong>4,972,428</strong></td>
</tr>
</tbody>
</table>
Investments in jointly-controlled entities as at 30 June 2014 and 31 December 2013 were as follows:

<table>
<thead>
<tr>
<th>Jointly-controlled entities</th>
<th>Effective ownership interest</th>
<th>Paid-up capital</th>
<th>Cost method</th>
<th>Equity method</th>
<th>Impairment in exchange rate</th>
<th>Effect of movements in exchange rate</th>
<th>Carrying value at equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>UAB Ottana Polimeri Europe (a)</td>
<td>50.00 (%)</td>
<td>50.00 (%)</td>
<td>242,460</td>
<td>242,460</td>
<td>50.00</td>
<td>50.00</td>
<td>242,460</td>
</tr>
<tr>
<td>PT Indorama Petrochemicals (b)</td>
<td>43.00 (%)</td>
<td>43.00 (%)</td>
<td>4,532,869</td>
<td>4,532,869</td>
<td>43.00</td>
<td>43.00</td>
<td>4,532,869</td>
</tr>
<tr>
<td>ES FiberVisions (c)</td>
<td>50.00 (%)</td>
<td>50.00 (%)</td>
<td>603,959</td>
<td>603,959</td>
<td>50.00</td>
<td>50.00</td>
<td>603,959</td>
</tr>
<tr>
<td>ES FiberVisions (Suzhou) Co., Ltd. (d)</td>
<td>50.00 (%)</td>
<td>50.00 (%)</td>
<td>369,946</td>
<td>369,946</td>
<td>50.00</td>
<td>50.00</td>
<td>369,946</td>
</tr>
<tr>
<td>ShenMa-PHP(Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd. (e)</td>
<td>49.00 (%)</td>
<td>-</td>
<td>8,447</td>
<td>-</td>
<td>49.00</td>
<td>-</td>
<td>8,447</td>
</tr>
<tr>
<td>PHP-ShenMa Air Bag Yarn Marketing (Shanghai) Co., Ltd. (f)</td>
<td>51.00 (%)</td>
<td>-</td>
<td>448,037</td>
<td>-</td>
<td>51.00</td>
<td>-</td>
<td>448,037</td>
</tr>
<tr>
<td>TTI GmbH (g)</td>
<td>50.00 (%)</td>
<td>-</td>
<td>1,119</td>
<td>-</td>
<td>50.00</td>
<td>-</td>
<td>1,119</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>2,657,530</strong></td>
<td><strong>2,461,125</strong></td>
<td><strong>2,644,178</strong></td>
<td><strong>2,638,289</strong></td>
<td><strong>(669,207)</strong></td>
<td><strong>-</strong></td>
<td><strong>2,657,530</strong></td>
</tr>
</tbody>
</table>

*Notes to the interim financial statements For the three-month and six-month period ended 30 June 2014 (Unaudited)*
The Group applied the equity method of accounting for its investment in UAB Ottana Polimeri Europe (“UAB OPE”) in the consolidated financial statements for the three-month and six-month periods ended 30 June 2014 and 2013 and recorded its 50% interest in the loss of UAB OPE for the three-month and six-month periods ended 30 June 2014 amounting to Baht 110.3 million and Baht 223.3 million, respectively and for the three-month and six-month periods ended 30 June 2013 amounting to Baht 98.2 million and Baht 203.7 million, respectively. The Group recorded impairment provision on investment in UAB OPE of Baht 669.2 million in the consolidated statements of income for the three-month and six-month periods ended 30 June 2014.

During the second quarter of 2014, due to the business environment prevailing in Italy, the plant of Ottana Polimeri S.R.L had been running at substantially lower utilization. The management of IVL Belgium N.V. believes that the value of investment in UAB OPE might be impaired and prepared discounted cash flow projections (“DCF”) to determine the value in use of investment in UAB OPE. Based on the result of the assessment, IVL Belgium N.V. recorded impairment loss on investment in UAB OPE of Baht 669.2 million in the statement of income for the three-month and six-month periods ended 30 June 2014.

**Discount rate**

The discount rate which is used in the DCF to determine the value in use as at 30 June 2014, is a pre-tax measure estimated based on past experience and industry weighted average cost of capital plus risk adjusted as estimated by the management of IVL Belgium N.V.

The Group applied the equity method of accounting for its investment in PT Indorama Petrochemicals (“PTIP”) as both major shareholders have entered into a shareholder agreement giving each party joint control of all significant management and operational decisions. The Group recorded its 43% interest in net loss of PTIP for the three-month and six-month periods ended 30 June 2014 amounting to Baht 99.5 million and Baht 224.1 million, respectively and for the three-month and six-month periods ended 30 June 2013 amounting to Baht 58.6 million and Baht 115.5 million, respectively, as a share of loss of jointly-controlled entity in the consolidated statements of income for the three-month and six-months periods ended 30 June 2014 and 2013, respectively.

Indorama Netherlands B.V. has a call option, which is exercisable during the period from 1 January 2014 to 31 December 2016, to acquire 42% of PT Indorama Petrochemicals’s shares from PT Indo-Rama Synthetics TBK (“PTIRS”), a shareholder holding 43% of PTIP and a related party of IVL.

The Group applied the equity method of accounting for its investment in ES FiberVisions group of companies consisting of ES FiberVisions LP, ES FiberVisions, Inc., ES FiberVisions Holdings ApS, ES FiberVisions ApS, ES FiberVisions Hong Kong Limited, ES FiberVisions China Limited, and ES FiberVisions Company Limited (collectively, “ES FiberVisions”). The Group recorded its 50% interest in the profit of ES FiberVisions for the three-month and six-month periods ended 30 June 2014 amounting to Baht 15.1 million and Baht 23.1 million, respectively and for the three-month and six-month periods ended 30 June 2013 amounting to Baht 12.4 million and Baht 20.7 million, respectively, as a share of profit of jointly-controlled entities in the consolidated statements of income for the three-month and six-month periods ended 30 June 2014 and 2013, respectively.
(d) The Group applied the equity method of accounting for its investment in ES FiberVisions (Suzhou) Co., Ltd. The Group recorded its 50% interest in the loss of ES FiberVisions (Suzhou) Co., Ltd. for the three-month and six-month periods ended 30 June 2014 amounting to Baht 11.2 million and Baht 17.3 million, respectively and nil in 2013 as a share of loss of jointly-controlled entities in the consolidated statements of income for the three-month and six-month periods ended 30 June 2014 and 2013, respectively.

(e) The Group applied the equity method of accounting for its investment in ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd. The Group recorded its 49% interest in the profit of ShenMa-PHP (Pingdingshan) Air Bag Yarn Manufacturing Co., Ltd. amounting to Baht 1.3 million as a share of profit of jointly-controlled entities in the consolidated statements of income for the three-month and six-month periods ended 30 June 2014.

(f) The Group applied the equity method of accounting for its investment in PHP-ShenMa Air Bag Yarn Marketing (Shanghai) Co., Ltd. The Group recorded its 51% interest in the profit of PHP-ShenMa Air Bag Yarn Marketing (Shanghai) Co., Ltd. amounting to Baht 3.6 million as a share of profit of jointly-controlled entities in the consolidated statements of income for the three-month and six-month periods ended 30 June 2014.

(g) The Group applied the equity method of accounting for its investment in TTI GmbH. The Group recorded its 50% interest in the loss of TTI GmbH amounting to Baht 3.0 million as a share of loss of jointly-controlled entities in the consolidated statements of income for the three-month and six-month periods ended 30 June 2014.
9 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month periods ended 30 June 2014 and 2013 were as follows:

<table>
<thead>
<tr>
<th>Property, Plant and Equipment</th>
<th>Six-month period ended 30 June</th>
<th>2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Acquisitions and transfers in - at cost</td>
<td>Disposals and transfers out - net book value</td>
<td>Impairment loss</td>
</tr>
<tr>
<td>Land and land improvements</td>
<td>48,811</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Building and building improvements</td>
<td>783,907</td>
<td>(2,095)</td>
<td>-</td>
</tr>
<tr>
<td>Machinery and equipment</td>
<td>8,704,131</td>
<td>(39,593)</td>
<td>(557,772)</td>
</tr>
<tr>
<td>Office furniture, fixtures and equipment</td>
<td>323,993</td>
<td>(987)</td>
<td>-</td>
</tr>
<tr>
<td>Transportation equipment</td>
<td>10,370</td>
<td>(2,634)</td>
<td>-</td>
</tr>
<tr>
<td>Store and spares</td>
<td>28,372</td>
<td>(28,027)</td>
<td>-</td>
</tr>
<tr>
<td>Construction in progress</td>
<td>3,662,885</td>
<td>(5,147,533)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>13,562,469</strong></td>
<td><strong>(5,220,869)</strong></td>
<td><strong>(557,772)</strong></td>
</tr>
</tbody>
</table>

During the fourth quarter of 2013, Indorama Polymers Workington Ltd. (“IRPW”), an indirect subsidiary of IVL, suspended its operations and mothballed the plant with an intention to re-start the operations when the business conditions improved. Based on management’s reassessment during the six-month period ended 30 June 2014, the decision to re-start has been deferred for some additional time. The management of IRPW believed that the values of its plant, machinery and equipment and related spare parts as of 30 June 2014 might be impaired. Therefore, as at 30 June 2014, the management of IRPW assessed the recoverable amount and prepared discounted cash flow projections (“DCF”) to determine the value in use of the cash-generating unit (“CGU”) which comprised plant, buildings and building improvements and machinery and equipment and related spare parts related to IRPW’s production. Based on the result of the assessment, IRPW recorded impairment loss on plant, machinery and equipment of Baht 557.8 million and spare parts of Baht 39.6 million, totalling Baht 597.4 million in the statement of income for the three-month and six-month periods ended 30 June 2014.

**Discount rate**

The discount rate which is used in the DCF to determine the value in use as at 30 June 2014, is a pre-tax measure estimated based on past experience and industry weighted average cost of capital plus risk adjusted as estimated by the management of IRPW.
### Deferred tax

Deferred tax assets and liabilities as at 30 June 2014 and 31 December 2013 were as follows:

#### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>Assets</th>
<th>Liabilities</th>
<th>Net</th>
</tr>
</thead>
<tbody>
<tr>
<td>Property, plant and equipment</td>
<td>(502)</td>
<td>(507)</td>
<td>9,506</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>(4)</td>
<td>(5)</td>
<td>1</td>
</tr>
<tr>
<td>Derivatives</td>
<td>(49)</td>
<td>(70)</td>
<td>39</td>
</tr>
<tr>
<td>Inventories</td>
<td>(126)</td>
<td>(102)</td>
<td>89</td>
</tr>
<tr>
<td>Provisions</td>
<td>(187)</td>
<td>(251)</td>
<td>287</td>
</tr>
<tr>
<td>Loss carry forward</td>
<td>(2,911)</td>
<td>(3,378)</td>
<td>-</td>
</tr>
<tr>
<td>Others</td>
<td>(746)</td>
<td>(611)</td>
<td>2,066</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>(4,525)</td>
<td>(4,924)</td>
<td>11,988</td>
</tr>
<tr>
<td><strong>Set off of tax</strong></td>
<td>3,347</td>
<td>3,739</td>
<td>(3,347)</td>
</tr>
<tr>
<td><strong>Net deferred tax (assets) liabilities</strong></td>
<td>(1,178)</td>
<td>(1,185)</td>
<td>8,641</td>
</tr>
</tbody>
</table>

#### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>Assets</th>
<th>Liabilities</th>
<th>Net</th>
</tr>
</thead>
<tbody>
<tr>
<td>Derivatives</td>
<td>(38)</td>
<td>(59)</td>
<td>-</td>
</tr>
<tr>
<td>Loss carry forward</td>
<td>(45)</td>
<td>(25)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net deferred tax (assets) liabilities</strong></td>
<td>(83)</td>
<td>(84)</td>
<td>-</td>
</tr>
</tbody>
</table>

Movements in total deferred tax assets and liabilities during the six-month periods ended 30 June 2014 and 2013 were as follows:
### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>At 1 January 2014</th>
<th></th>
<th>Other comprehensive income</th>
<th>Acquired in business combination</th>
<th>Exchange differences</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Profit or loss</td>
<td>Equity</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>7,919</td>
<td>216</td>
<td>(1)</td>
<td>-</td>
<td>972</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>(5)</td>
<td>1</td>
<td>-</td>
<td>-</td>
<td>1</td>
</tr>
<tr>
<td>Derivatives</td>
<td>(63)</td>
<td>30</td>
<td>21</td>
<td>2</td>
<td>-</td>
</tr>
<tr>
<td>Inventories</td>
<td>(95)</td>
<td>(12)</td>
<td>-</td>
<td>-</td>
<td>69</td>
</tr>
<tr>
<td>Provisions</td>
<td>33</td>
<td>76</td>
<td>-</td>
<td>-</td>
<td>(5)</td>
</tr>
<tr>
<td>Loss carry forward</td>
<td>(3,378)</td>
<td>442</td>
<td>-</td>
<td>-</td>
<td>(1)</td>
</tr>
<tr>
<td>Others</td>
<td>1,329</td>
<td>(83)</td>
<td>-</td>
<td>-</td>
<td>93</td>
</tr>
<tr>
<td>Total</td>
<td>5,740</td>
<td>670</td>
<td>20</td>
<td>2</td>
<td>1,129</td>
</tr>
</tbody>
</table>

|                      | At 30 June 2014 |          |                           |                                  |                       |
|                      | (in million Baht) |          |                           |                                  |                       |
| Property, plant and equipment |               |          |                           |                                  |                       |
| Accounts receivable  | (3)              |          |                           |                                  |                       |
| Derivatives          | (10)             |          |                           |                                  |                       |
| Inventories          | (37)             |          |                           |                                  |                       |
| Provisions           | 100               |          |                           |                                  |                       |
| Loss carry forward   | (2,911)           |          |                           |                                  |                       |
| Others               | 1,320             |          |                           |                                  |                       |
| Total                | 7,463             |          |                           |                                  |                       |

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>At 1 January 2014</th>
<th></th>
<th>Other comprehensive income</th>
<th>Equity (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Profit or loss</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Derivatives</td>
<td>(59)</td>
<td></td>
<td>21</td>
<td>-</td>
</tr>
<tr>
<td>Loss carry forward</td>
<td>(25)</td>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>(84)</td>
<td></td>
<td>(20)</td>
<td>21</td>
</tr>
</tbody>
</table>

|                      | At 30 June 2014 |          |                           |                         |
|                      | (in million Baht) |          |                           |                         |
|                      | (38)             |          |                           |                         |
|                      | (45)             |          |                           |                         |
|                      | (83)             |          |                           |                         |

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>At 1 January 2013</th>
<th></th>
<th>Other comprehensive income</th>
<th>Acquired in business combination</th>
<th>Exchange differences</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Profit or loss</td>
<td>Equity</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Property, plant and equipment</td>
<td>4,845</td>
<td>417</td>
<td>(1)</td>
<td>-</td>
<td>(12)</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>(72)</td>
<td>64</td>
<td>-</td>
<td>-</td>
<td>2</td>
</tr>
<tr>
<td>Derivatives</td>
<td>(14)</td>
<td>-</td>
<td>4</td>
<td>4</td>
<td>-</td>
</tr>
<tr>
<td>Inventories</td>
<td>(35)</td>
<td>2</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Provisions</td>
<td>122</td>
<td>(23)</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Loss carry forward</td>
<td>(2,120)</td>
<td>(378)</td>
<td>-</td>
<td>-</td>
<td>(35)</td>
</tr>
<tr>
<td>Others</td>
<td>1,511</td>
<td>318</td>
<td>-</td>
<td>-</td>
<td>38</td>
</tr>
<tr>
<td>Total</td>
<td>4,237</td>
<td>400</td>
<td>3</td>
<td>4</td>
<td>(12)</td>
</tr>
</tbody>
</table>

|                      | At 30 June 2013 |          |                           |                                  |                       |
|                      | (in million Baht) |          |                           |                                  |                       |
|                      | 78               |          |                           |                                  | 5,327                 |
|                      | (6)              |          |                           |                                  |                       |
|                      | (7)              |          |                           |                                  |                       |
|                      | (33)             |          |                           |                                  |                       |
|                      | 100              |          |                           |                                  |                       |
|                      | (2,533)          |          |                           |                                  |                       |
|                      | 1,867            |          |                           |                                  |                       |
| Total                | 4,715            |          |                           |                                  |                       |
11 Long-term loans from financial institutions

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014 (in thousand Baht)</td>
<td>2013</td>
</tr>
<tr>
<td>At 1 January</td>
<td>45,671,228</td>
<td>45,816,365</td>
</tr>
<tr>
<td>New issues:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unsecured loan, due in April 2021, repayable in quarterly installments, with interest at EURIBOR 3 month plus margin per annum</td>
<td>2,477,585</td>
<td>-</td>
</tr>
<tr>
<td>Other long-term loans</td>
<td>1,189,307</td>
<td>1,220,142</td>
</tr>
<tr>
<td>Total new issues</td>
<td>3,666,892</td>
<td>2,477,585</td>
</tr>
<tr>
<td>Repayments</td>
<td>(4,902,046)</td>
<td>(3,106,852)</td>
</tr>
<tr>
<td>Total loans from financial institutions at 30 June</td>
<td>44,436,074</td>
<td>10,701,647</td>
</tr>
<tr>
<td>Less deferred financing costs</td>
<td>(269,709)</td>
<td>(23,613)</td>
</tr>
<tr>
<td>Unrealised gain on exchange rate</td>
<td>(422,312)</td>
<td>(29,151)</td>
</tr>
<tr>
<td>Net loans from financial institutions at 30 June</td>
<td>43,744,053</td>
<td>10,648,883</td>
</tr>
<tr>
<td>Less current portion</td>
<td>(3,193,930)</td>
<td>(705,684)</td>
</tr>
<tr>
<td>Long-term loans from financial institutions at 30 June</td>
<td>40,550,123</td>
<td>9,943,199</td>
</tr>
</tbody>
</table>

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.

12 Debentures

As at 30 June 2014, the Company had outstanding unsubordinated and unsecured debentures totalling Baht 27,550 million (2013: Baht 23,850 million), as follows:

<table>
<thead>
<tr>
<th>Debentures no.</th>
<th>Principal (in thousand Baht)</th>
<th>Interest rate (% p.a.)</th>
<th>Term</th>
<th>Maturity date</th>
<th>Deferred debenture issuance expense (in thousand Baht)</th>
<th>Net (in thousand Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1/2011-1</td>
<td>210,000</td>
<td>4.50-5.05</td>
<td>5 years</td>
<td>19 Oct. 16</td>
<td>417</td>
<td>209,583</td>
</tr>
<tr>
<td>1/2011-2</td>
<td>98,000</td>
<td>4.75-5.50</td>
<td>7 years</td>
<td>19 Oct. 18</td>
<td>260</td>
<td>97,740</td>
</tr>
<tr>
<td>1/2011-3</td>
<td>37,000</td>
<td>5.00-6.00</td>
<td>10 years</td>
<td>19 Oct. 21</td>
<td>116</td>
<td>36,884</td>
</tr>
<tr>
<td>1/2011-4</td>
<td>2,690,000</td>
<td>4.70</td>
<td>5 years</td>
<td>19 Oct. 16</td>
<td>5,338</td>
<td>2,684,662</td>
</tr>
<tr>
<td>1/2011-5</td>
<td>1,302,000</td>
<td>5.04</td>
<td>7 years</td>
<td>19 Oct. 18</td>
<td>3,448</td>
<td>1,298,552</td>
</tr>
<tr>
<td>1/2011-6</td>
<td>3,163,000</td>
<td>5.35</td>
<td>10 years</td>
<td>19 Oct. 21</td>
<td>9,952</td>
<td>3,153,048</td>
</tr>
<tr>
<td>1/2012-1</td>
<td>1,500,000</td>
<td>4.45-5.20</td>
<td>5 years</td>
<td>5 Apr. 17</td>
<td>1,887</td>
<td>1,498,113</td>
</tr>
<tr>
<td>1/2012-2</td>
<td>1,250,500</td>
<td>5.10-6.00</td>
<td>10 years</td>
<td>5 Apr. 22</td>
<td>2,210</td>
<td>1,248,290</td>
</tr>
<tr>
<td>1/2012-3</td>
<td>2,500,000</td>
<td>4.73</td>
<td>5 years</td>
<td>5 Apr. 17</td>
<td>3,145</td>
<td>2,496,855</td>
</tr>
<tr>
<td>1/2012-4</td>
<td>1,500,000</td>
<td>5.09</td>
<td>7 years</td>
<td>5 Apr. 19</td>
<td>2,323</td>
<td>1,497,677</td>
</tr>
<tr>
<td>1/2012-5</td>
<td>2,649,500</td>
<td>5.52</td>
<td>10 years</td>
<td>5 Apr. 22</td>
<td>4,682</td>
<td>2,644,818</td>
</tr>
<tr>
<td>2/2012-1</td>
<td>780,000</td>
<td>4.52</td>
<td>6 years</td>
<td>14 Dec. 18</td>
<td>1,288</td>
<td>778,712</td>
</tr>
<tr>
<td>2/2012-2</td>
<td>880,000</td>
<td>4.78</td>
<td>8 years</td>
<td>14 Dec. 20</td>
<td>1,579</td>
<td>878,421</td>
</tr>
<tr>
<td>2/2012-3</td>
<td>1,645,000</td>
<td>5.11</td>
<td>10 years</td>
<td>14 Dec. 22</td>
<td>3,093</td>
<td>1,641,907</td>
</tr>
</tbody>
</table>
Interest rate
Deferred debenture issuance
Debentures no. Principal (in thousand Baht) Term Maturity date expense (in thousand Baht) Net (in thousand Baht)
2/2012-4 1,475,000 5.28 12 years 14 Dec. 24 2,857 1,472,143
1/2013-1 550,000 4.40 5 years 27 Jun. 18 1,564 548,436
1/2013-2 520,000 4.70 7 years 27 Jun. 20 1,585 518,415
1/2013-3 1,100,000 5.10 10 years 27 Jun. 23 3,523 1,096,477
1/2014-1 1,400,000 5.30 10 years 14 Mar. 24 3,062 1,396,938
1/2014-2 1,500,000 4.00 3 years 14 Mar. 17 3,045 1,496,955
1/2014-3 800,000 4.50 5 years 14 Mar. 19 1,696 798,304
Total 2,755,000  57,070 2,749,930

The extraordinary general meeting of shareholders held on 22 September 2011 and the annual general meeting of shareholders held on 29 April 2013 approved the issue of debentures up to an amount not exceeding Baht 25,000 million (in Baht or equivalent foreign currency) and Baht 25,000 million (in Baht or equivalent foreign currency), respectively, for a maturity not exceeding 15 years and 20 years, respectively. On 19 October 2011, 5 April 2012 and 14 December 2012, the Company raised in cash Baht 7,500 million, Baht 9,400 million and Baht 4,780 million, respectively, through the issue of unsubordinated and unsecured Baht debentures to the public and institutions. On 27 June 2013 and 14 March 2014, the Company raised in cash Baht 2,170 million and Baht 3,700 million, through the issue of unsubordinated and unsecured Baht debentures in a private placement. The Company appointed a debenture holders’ representative and must comply with terms and conditions relating to maintenance of financial ratio, payment of dividend, and core business retention.

13 Trade accounts payable

<table>
<thead>
<tr>
<th>Note</th>
<th>Related parties</th>
<th>Other parties</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>4</td>
<td>3,763,350</td>
<td>25,015,723</td>
<td>28,779,073</td>
</tr>
<tr>
<td></td>
<td>1,176,280</td>
<td>24,486,967</td>
<td>25,663,247</td>
</tr>
</tbody>
</table>

14 Other current liabilities

<table>
<thead>
<tr>
<th>Note</th>
<th>Accrued operating expenses</th>
<th>Other payables</th>
<th>Materials price adjustments payable</th>
<th>Advance from customers</th>
<th>Interest payable</th>
<th>Value added tax payable</th>
<th>Withholding tax payable</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2,274,535</td>
<td>1,484,211</td>
<td>1,006,709</td>
<td>547,400</td>
<td>347,160</td>
<td>323,894</td>
<td>29,262</td>
<td>774,977</td>
<td>6,788,148</td>
</tr>
</tbody>
</table>

Consolidated financial statements

<table>
<thead>
<tr>
<th>Note</th>
<th>Accrued operating expenses</th>
<th>Other payables</th>
<th>Materials price adjustments payable</th>
<th>Advance from customers</th>
<th>Interest payable</th>
<th>Value added tax payable</th>
<th>Withholding tax payable</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2,045,871</td>
<td>1,619,741</td>
<td>926,892</td>
<td>233,483</td>
<td>299,092</td>
<td>562,139</td>
<td>257,712</td>
<td>668,985</td>
<td>6,613,915</td>
</tr>
</tbody>
</table>

Separate financial statements

<table>
<thead>
<tr>
<th>Note</th>
<th>Accrued operating expenses</th>
<th>Other payables</th>
<th>Materials price adjustments payable</th>
<th>Advance from customers</th>
<th>Interest payable</th>
<th>Value added tax payable</th>
<th>Withholding tax payable</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2,263</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>9,034</td>
</tr>
</tbody>
</table>

Consolidated financial statements

<table>
<thead>
<tr>
<th>Note</th>
<th>Accrued operating expenses</th>
<th>Other payables</th>
<th>Materials price adjustments payable</th>
<th>Advance from customers</th>
<th>Interest payable</th>
<th>Value added tax payable</th>
<th>Withholding tax payable</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>275,754</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>235,812</td>
</tr>
</tbody>
</table>

Separate financial statements

<table>
<thead>
<tr>
<th>Note</th>
<th>Accrued operating expenses</th>
<th>Other payables</th>
<th>Materials price adjustments payable</th>
<th>Advance from customers</th>
<th>Interest payable</th>
<th>Value added tax payable</th>
<th>Withholding tax payable</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>4,327</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3,175</td>
</tr>
</tbody>
</table>

Consolidated financial statements

<table>
<thead>
<tr>
<th>Note</th>
<th>Accrued operating expenses</th>
<th>Other payables</th>
<th>Materials price adjustments payable</th>
<th>Advance from customers</th>
<th>Interest payable</th>
<th>Value added tax payable</th>
<th>Withholding tax payable</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>282,344</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>248,021</td>
</tr>
</tbody>
</table>

Separate financial statements
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 performs, closures and blown bottles (“PET”)
Segment 2 Manufacture and distribution of purified terephthalic acid and glycol (“Feedstock”)
Segment 3 Manufacture and distribution of fibers and yarns (“Fibers and yarns”)

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.
Revenue and results, based on business segments, in the interim financial statements for the three-month and six-month periods ended 30 June 2014 and 2013 were as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>External revenue</td>
<td>38,578,608</td>
<td>38,536,487</td>
<td>7,163,735</td>
<td>7,569,200</td>
<td>18,287,517</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>64,029,860</td>
<td>56,807,152</td>
</tr>
<tr>
<td>Inter-segment revenue</td>
<td>65,467</td>
<td>167,395</td>
<td>9,289,992</td>
<td>8,925,296</td>
<td>25,725</td>
<td>125,310</td>
<td>(9,381,184)</td>
<td>(9,218,001)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total segment revenue</td>
<td>38,644,075</td>
<td>38,703,882</td>
<td>16,453,727</td>
<td>16,494,496</td>
<td>18,313,242</td>
<td>10,826,775</td>
<td>(9,381,184)</td>
<td>(9,218,001)</td>
<td>64,029,860</td>
<td>56,807,152</td>
</tr>
<tr>
<td>Gain on a bargain purchase</td>
<td>582,808</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,087,082</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,669,890</td>
<td>-</td>
</tr>
<tr>
<td>Impairment loss</td>
<td>(1,266,618)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(1,266,618)</td>
<td>-</td>
</tr>
<tr>
<td>Segment profit (loss) before income tax</td>
<td>412,741</td>
<td>671,203</td>
<td>471,810</td>
<td>(725,230)</td>
<td>1,477,602</td>
<td>547,570</td>
<td>(257,105)</td>
<td>164,301</td>
<td>2,105,048</td>
<td>657,844</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>External revenue</td>
<td>76,873,448</td>
<td>75,241,502</td>
<td>14,857,872</td>
<td>15,873,869</td>
<td>33,945,146</td>
<td>21,185,777</td>
<td>-</td>
<td>-</td>
<td>125,767,466</td>
<td>112,301,148</td>
</tr>
<tr>
<td>Inter-segment revenue</td>
<td>128,117</td>
<td>274,064</td>
<td>18,554,700</td>
<td>18,822,170</td>
<td>52,539</td>
<td>247,075</td>
<td>(18,735,356)</td>
<td>(19,343,309)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total segment revenue</td>
<td>77,001,565</td>
<td>75,515,566</td>
<td>33,412,572</td>
<td>34,696,039</td>
<td>33,997,685</td>
<td>21,432,852</td>
<td>(18,735,356)</td>
<td>(19,343,309)</td>
<td>125,767,466</td>
<td>112,301,148</td>
</tr>
<tr>
<td>Gain on a bargain purchase</td>
<td>582,808</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,087,082</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,669,890</td>
<td>-</td>
</tr>
<tr>
<td>Impairment loss</td>
<td>(1,266,618)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(1,266,618)</td>
<td>-</td>
</tr>
<tr>
<td>Segment profit (loss) before income tax</td>
<td>704,724</td>
<td>1,219,664</td>
<td>919,659</td>
<td>(867,470)</td>
<td>1,831,894</td>
<td>809,345</td>
<td>(432,782)</td>
<td>192,345</td>
<td>3,023,495</td>
<td>1,353,884</td>
</tr>
</tbody>
</table>
16 Income tax expense

Income tax expense is recognised based on management’s best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The Group’s consolidated effective tax rate in respect of continuing operations for the three-month and six-month periods ended 30 June 2014 were 24.1% and 32.5%, respectively and for the three-month and six-month periods ended 30 June 2013 were 59.5% and 42.8%, respectively. This change in effective tax rate was caused by i) deferred tax assets arising from a portion of unused tax losses and impairment losses have not been recognised in the financial statements as at 30 June 2014 and 2013 because it is not probable that future tax benefit will arise against which the Group can utilise the benefits therefrom, ii) increase in share of loss of jointly-controlled entities during the first half-year of 2014 and no deferred tax assets was recognized as at 30 June 2014 and 2013, and iii) deferred tax liability arising from gains on bargain purchases have not been recognised in the consolidated financial statements as at 30 June 2014 because the Group has no intention to sell these businesses in the foreseeable future.

17 Basic earnings per share

The calculation of basic earnings per share for the three-month and six-month periods ended 30 June 2014 and 2013 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014 (in thousand Baht / thousand shares)</td>
<td>2013 (in thousand Baht / thousand shares)</td>
</tr>
<tr>
<td><strong>Three-month period ended 30 June</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit attributable to ordinary shareholders of the Company (basic)</td>
<td>1,482,841</td>
<td>214,155</td>
</tr>
<tr>
<td>Number of ordinary shares outstanding at 1 January</td>
<td>4,814,257</td>
<td>4,814,257</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares outstanding (basic)</td>
<td>4,814,257</td>
<td>4,814,257</td>
</tr>
<tr>
<td>Earnings per share (basic) (in Baht)</td>
<td>0.30</td>
<td>0.05</td>
</tr>
<tr>
<td><strong>Six-month period ended 30 June</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit attributable to ordinary shareholders of the Company (basic)</td>
<td>1,851,319</td>
<td>705,137</td>
</tr>
<tr>
<td>Number of ordinary shares outstanding at 1 January</td>
<td>4,814,257</td>
<td>4,814,257</td>
</tr>
<tr>
<td>Weighted average number of ordinary shares outstanding (basic)</td>
<td>4,814,257</td>
<td>4,814,257</td>
</tr>
<tr>
<td>Earnings per share (basic) (in Baht)</td>
<td>0.38</td>
<td>0.15</td>
</tr>
</tbody>
</table>
18 Dividends

At the annual general meeting of the shareholders of the Company held on 24 April 2014, the shareholders approved the appropriation of dividend of Baht 0.14 per share, amounting to Baht 674.0 million. The dividend was paid to shareholders in May 2014.

At the annual general meeting of the shareholders of the Company held on 29 April 2013, the shareholders approved the appropriation of dividend of Baht 0.18 per share, amounting to Baht 866.6 million. The dividend was paid to shareholders in May 2013.

19 Commitments with non-related parties

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>30 June</th>
<th>31 December</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2014</td>
<td>2013</td>
</tr>
<tr>
<td><strong>Capital commitments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contracted but not provided for</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land and land improvements</td>
<td>156</td>
<td>149</td>
</tr>
<tr>
<td>Buildings and other construction</td>
<td>653</td>
<td>567</td>
</tr>
<tr>
<td>Machinery and equipment</td>
<td>3,976</td>
<td>3,506</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>4,785</strong></td>
<td><strong>4,222</strong></td>
</tr>
<tr>
<td><strong>Non-cancellable operating lease commitments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Within one year</td>
<td>585</td>
<td>603</td>
</tr>
<tr>
<td>After one year but within five years</td>
<td>1,384</td>
<td>1,467</td>
</tr>
<tr>
<td>After five years</td>
<td>226</td>
<td>237</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>2,195</strong></td>
<td><strong>2,307</strong></td>
</tr>
<tr>
<td><strong>Other commitments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase orders and letters of credits for goods and supplies</td>
<td>4,615</td>
<td>2,325</td>
</tr>
<tr>
<td>Bank guarantees</td>
<td>1,440</td>
<td>962</td>
</tr>
<tr>
<td>Other</td>
<td>31</td>
<td>15</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>6,086</strong></td>
<td><strong>3,302</strong></td>
</tr>
</tbody>
</table>

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 linked to the market prices of the underlying commodities.

The Company entered into a joint venture agreement on 26 December 2013, with Abu Dhabi National Chemicals Company PJSC (“Chema WEyaat”) a public joint stock company duly organized and existing under the laws of Abu Dhabi, UAE, to develop the Tacaamol Aromatics Plant on Madeenat Chema WEyaat AL Gharbia’s (MCAG) site in the western region of Abu Dhabi. IVL will hold 49% equity and Abu Dhabi National Chemicals Company PJSC will hold 51% equity in a new joint venture company which has yet to be incorporated.
On 9 April 2014, Indorama Netherlands B.V. (“INBV”), an indirect subsidiary, signed a share sales and purchase agreement to acquire 51% equity interest in SASA Polyester Sanayi A.S. (“SASA”), a leading polyester and PET producer in Turkey. SASA is a publicly listed company on the Stock Exchange of Istanbul and INBV will conduct a mandatory tender offer for the remaining 49% of SASA’s shares in accordance with Turkish regulatory requirements. The further amendment to the original agreement was signed on 27 June 2014 and the completion of deal is subject to usual conditions precedent and regulatory approvals.

20 Events after the reporting period

On 3 July 2014, the board of directors approved the following:

a) The issue of warrants in two series to purchase the newly issued ordinary shares of the Company as follows:

1. The warrants no.1 (the “IVL-W1 Warrants”) in the number of up to 481,425,724 units, to be allocated to the existing shareholders of the Company pro rata to their respective shareholdings (Rights Offering), at no cost, at the allocation ratio of every 10 existing shares for 1 unit of IVL-W1 Warrants. The term of IVL-W1 Warrants will be 3 years from the issuance date and the exercise price will be at Baht 36.00 per share.

2. The warrants no.2 (the “IVL-W2 Warrants”) 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 (Rights 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 purposes of issuing the warrants are to provide readiness and enhance financial strengths of the Company so that the Company has financial flexibility in proceeding with its future projects including M&A projects as well as to raise funds to be used as working capital and/or to pay down debt when the warrant holders exercise their rights under IVL Warrants.

b) The reduction in the authorised share capital from Baht 4,815,856,719 to Baht 4,814,257,245 by cancelling registered capital in the amount of Baht 1,599,474 (divided into 1,599,474 shares at Baht 1 par value).

c) The increase in the authorised share capital from Baht 4,814,257,245 to Baht 5,666,010,449 by issuing 851,753,204 newly issued ordinary shares with a par value of Baht 1.00 per shares to accommodate the exercise of the IVL Warrants.

The issuance of warrants, a reduction in share capital, and an increase in share capital are subject to the approval of the shareholders.