Alla Public Company Limited and its subsidiary
Report and consolidated interim financial statements
For the three-month and nine-month periods ended
30 September 2018

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Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Alla Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Alla Public Company Limited and its subsidiary as at 30 September 2018, the related consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2018, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period ended 30 September 2018, as well as the condensed notes to the consolidated financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with 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.

Wichart Lokatekrawee
Certified Public Accountant (Thailand) No. 4451

EY Office Limited
Bangkok: 9 November 2018

Alla Public Company Limited and its subsidiary

Statement of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2018 (Unaudited but reviewed)	31 December 2017 (Audited)	30 September 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
Assets					
Current assets					
Cash and cash equivalents		84,531	270,472	33,538	201,323
Current investments	3	213,044	112,213	213,044	112,213
Trade and other receivables	2, 4	186,764	161,188	156,061	117,006
Inventories	5	220,678	154,394	151,592	100,352
Other current assets		9,569	8,391	8,407	5,465
Total current assets		714,586	706,658	562,642	536,359
Non-current assets					
Restricted bank deposits		25,000	25,300	25,000	25,000
Investment in subsidiary	6	-	-	252,000	252,000
Other long-term investment		83	83	83	83
Property, plant and equipment	7	219,061	206,929	48,770	51,895
Intangible assets	8	3,631	4,605	3,593	4,458
Deferred tax assets		10,086	9,415	7,241	6,684
Deposits and guarantees		32	36	30	32
Total non-current assets		257,893	246,368	336,717	340,152
Total assets		972,479	953,026	899,359	876,511

The accompanying notes are an integral part of the financial statements.

บริษัท ออลล่า จำกัด (มหาชน)
ALLA PUBLIC COMPANY LIMITED

Alla Public Company Limited and its subsidiary

Statement of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2018 (Unaudited but reviewed)	31 December 2017 (Audited)	30 September 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	2, 9	77,270	65,523	68,648	39,731
Current portion of liabilities under financial lease agreements	10	2,995	4,139	2,365	3,215
Income tax payable		4,539	3,210	4,539	2,908
Deposit received in advance		33,249	25,529	14,744	19,211
Accrued expenses		20,192	21,049	15,987	16,622
Warranty reserve		5,282	5,478	3,358	2,909
Other current liabilities		6,874	7,002	3,411	3,783
Total current liabilities		150,401	131,930	113,052	88,379
Non-current liabilities					
Liabilities under financial lease agreements, net of current portion	10	2,995	5,195	2,857	4,641
Provision for long-term employee benefits		40,584	39,264	29,064	27,930
Total non-current liabilities		43,579	44,459	31,921	32,571
Total liabilities		193,980	176,389	144,973	120,950

The accompanying notes are an integral part of the financial statements.

บริษัท ออลล่า จำกัด (มหาชน)
ALLA PUBLIC COMPANY LIMITED

Alla Public Company Limited and its subsidiary

Statement of financial position (continued)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018 (Unaudited but reviewed)	31 December 2017 (Audited)	30 September 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
Liabilities and shareholders' equity (continued)				
Shareholders' equity				
Share capital				
Registered				
600,000,000 ordinary shares of Baht 0.50 each	300,000	300,000	300,000	300,000
Issued and fully paid up				
600,000,000 ordinary shares of Baht 0.50 each	300,000	300,000	300,000	300,000
Share premium	348,487	348,487	348,487	348,487
Surplus from restructuring under common control	46	46	-	-
Retained earnings				
Appropriated - statutory reserve	30,000	30,000	30,000	30,000
Unappropriated	99,966	98,104	75,899	77,074
Equity attributable to owners of the Company	778,499	776,637	754,386	755,561
Non-controlling interest of the subsidiary	-	-	-	-
Total shareholders' equity	778,499	776,637	754,386	755,561
Total liabilities and shareholders' equity	972,479	953,026	899,359	876,511

The accompanying notes are an integral part of the financial statements.

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Directors

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บริษัท ออลล่า จำกัด (มหาชน)
ALLA PUBLIC COMPANY LIMITED

(Unaudited but reviewed)

Alla Public Company Limited and its subsidiary

Statement of comprehensive income

For the three-month period ended 30 September 2018

(Unit: Thousand Baht, except earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Profit or loss:					
Revenues					
Sales and service income	14	165,568	183,342	134,795	147,962
Other income		2,749	1,554	3,053	2,544
Total revenues		168,317	184,896	137,848	150,506
Expenses					
Cost of sales and services		109,750	137,275	86,450	110,584
Selling expenses		8,156	7,259	5,981	4,892
Administrative expenses		21,464	23,197	17,382	18,134
Total expenses		139,370	167,731	109,813	133,610
Profit before finance cost and income tax expenses		28,947	17,165	28,035	16,896
Finance cost		(88)	(158)	(77)	(132)
Profit before income tax expenses		28,859	17,007	27,958	16,764
Income tax expenses	12	(6,001)	(3,604)	(5,679)	(3,378)
Profit for the period		22,858	13,403	22,279	13,386
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		22,858	13,403	22,279	13,386
Net profit attributable to:					
Equity holders of the Company		22,858	13,403	22,279	13,386
Non-controlling interests of the subsidiary		-	-	-	-
		22,858	13,403	22,279	13,386
Total comprehensive income attributable to:					
Equity holders of the Company		22,858	13,403	22,279	13,386
Non-controlling interests of the subsidiary		-	-	-	-
		22,858	13,403	22,279	13,386
Earnings per share	13				
Basic earnings per share (Baht)					
Profit attributable to equity holders of the Company		0.04	0.02	0.04	0.02
Weighted average number of ordinary shares		600,000,000	600,000,000	600,000,000	600,000,000

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Alla Public Company Limited and its subsidiary

Statement of comprehensive income

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht, except earnings per share expressed in Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2018	2017	2018	2017
Profit or loss:					
Revenues					
Sales and service income	14	444,129	435,659	352,655	334,691
Other income		5,478	5,017	7,317	7,549
Total revenues		449,607	440,676	359,972	342,240
Expenses					
Cost of sales and services		302,365	303,812	237,328	228,242
Selling expenses		22,550	19,615	15,937	12,885
Administrative expenses		69,035	68,718	55,099	53,092
Total expenses		393,950	392,145	308,364	294,219
Profit before finance cost and income tax expenses		55,657	48,531	51,608	48,021
Finance cost		(305)	(621)	(265)	(514)
Profit before income tax expenses		55,352	47,910	51,343	47,507
Income tax expenses	12	(11,490)	(10,167)	(10,518)	(9,959)
Profit for the period		43,862	37,743	40,825	37,548
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		43,862	37,743	40,825	37,548
Net profit attributable to:					
Equity holders of the Company		43,862	37,743	40,825	37,548
Non-controlling interests of the subsidiary		-	-	-	-
		43,862	37,743	40,825	37,548
Total comprehensive income attributable to:					
Equity holders of the Company		43,862	37,743	40,825	37,548
Non-controlling interests of the subsidiary		-	-	-	-
		43,862	37,743	40,825	37,548
Earnings per share	13				
Basic earnings per share (Baht)					
Profit attributable to equity holders of the Company		0.07	0.06	0.07	0.06
Weighted average number of ordinary shares		600,000,000	600,000,000	600,000,000	600,000,000

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Alla Public Company Limited and its subsidiary

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Consolidated financial statements							
	Equity attributable to owners of the Company						Equity attributable to non-controlling interest of the subsidiary	Total shareholders' equity
	Issued and paid-up share capital	Share premium	Surplus from restructuring under common control	Retained earnings: Appropriated - statutory reserve	Retained earnings: Unappropriated	Total equity attributable to owners of the Company		
Balance as at 1 January 2017	300,000	348,487	46	30,000	49,811	728,344	-	728,344
Dividend paid (Note 11)	-	-	-	-	(12,000)	(12,000)	-	(12,000)
Total comprehensive income for the period	-	-	-	-	37,743	37,743	-	37,743
Balance as at 30 September 2017	300,000	348,487	46	30,000	75,554	754,087	-	754,087
Balance as at 1 January 2018	300,000	348,487	46	30,000	98,104	776,637	-	776,637
Dividend paid (Note 11)	-	-	-	-	(42,000)	(42,000)	-	(42,000)
Total comprehensive income for the period	-	-	-	-	43,862	43,862	-	43,862
Balance as at 30 September 2018	300,000	348,487	46	30,000	99,966	778,499	-	778,499

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Alla Public Company Limited and its subsidiary

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Separate financial statements				
	Issued and paid-up share capital	Share premium	Retained earnings: Appropriated - statutory reserve	Retained earnings: Unappropriated	Total shareholders' equity
Balance as at 1 January 2017	300,000	348,487	30,000	24,890	703,377
Dividend paid (Note 11)	-	-	-	(12,000)	(12,000)
Total comprehensive income for the period	-	-	-	37,548	37,548
Balance as at 30 September 2017	300,000	348,487	30,000	50,438	728,925
Balance as at 1 January 2018	300,000	348,487	30,000	77,074	755,561
Dividend paid (Note 11)	-	-	-	(42,000)	(42,000)
Total comprehensive income for the period	-	-	-	40,825	40,825
Balance as at 30 September 2018	300,000	348,487	30,000	75,899	754,386

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Alla Public Company Limited and its subsidiary

Statement of cash flows

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Profit before tax	55,352	47,910	51,343	47,507
Adjustments to reconcile profit before tax to net				
cash provided by (paid from) operating activities:				
Depreciation and amortisation	13,242	14,610	8,496	9,242
Amortisation of deferred trade rights	-	238	-	-
Reduction of inventory value to net realisable value	3,037	1,376	2,029	831
(Gain) loss on disposal of property, plant and equipment	(418)	9	(428)	4
Dividend income	(3)	-	(3)	-
Provision for warranty (reversal)	167	(1,343)	573	(657)
Provision for long-term employee benefits	6,265	3,902	3,998	2,492
Unrealised gain on changes in value of current investmetns				
in trading securities	(831)	(1,736)	(831)	(1,736)
Unrealised loss (gain) on exchange	(845)	664	(736)	376
Interest income	(2,133)	(2,677)	(1,746)	(2,641)
Interest expenses	305	621	265	514
Profit from operating activities before changes				
in operating assets and liabilities	74,138	63,574	62,960	55,932
Operating assets (increase) decrease				
Trade and other receivables	(25,398)	3,635	(39,015)	(14,454)
Inventories	(69,321)	(1,970)	(53,269)	5,027
Other current assets	(925)	1,139	(2,953)	2,208
Deposits and guarantees	4	6	2	8
Operating liabilities increase (decrease)				
Trade and other payables	18,101	31,937	28,775	16,796
Deposit received in advances	7,716	14,577	(4,471)	9,875
Other current liabilities	(128)	(5,135)	(372)	(3,943)
Cash paid for long-term employee benefits	(4,945)	(644)	(2,864)	(644)
Cash flows from (used in) operating activities	(758)	107,119	(11,207)	70,805
Cash received from withholding tax refundable	-	1,817	-	-
Cash paid for income tax	(11,086)	(11,026)	(9,433)	(8,813)
Net cash from (used in) operating activities	(11,844)	97,910	(20,640)	61,992

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Alla Public Company Limited and its subsidiary

Statement of cash flows (continued)

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from investing activities				
Increase in current investments	(100,000)	-	(100,000)	-
Decrease in restricted bank deposits	300	157	-	157
Purchase of property, plant and equipment	(31,095)	(16,756)	(4,344)	(2,413)
Purchase of intangible assets	(127)	(53)	(127)	(46)
Cash received from dividend	3	-	3	-
Cash received from selling assets	492	131	492	78
Interest income	1,955	1,434	1,706	1,407
Cash paid for additional investment in subsidiary	-	-	-	(100,000)
Net cash used in investing activities	(128,472)	(15,087)	(102,270)	(100,817)
Cash flows from financing activities				
Decrease in short-term loans from financial institutions	-	(37,034)	-	(25,543)
Repayment of long-term loans	-	(3,000)	-	-
Cash paid for liabilities under financial lease agreements	(3,344)	(3,999)	(2,634)	(3,465)
Cash paid for interest expenses	(305)	(621)	(265)	(514)
Dividend paid	(41,976)	(11,999)	(41,976)	(11,999)
Net cash used in financing activities	(45,625)	(56,653)	(44,875)	(41,521)
Net increase (decrease) in cash and cash equivalents	(185,941)	26,170	(167,785)	(80,346)
Cash and cash equivalents at beginning of the period	270,472	178,130	201,323	162,303
Cash and cash equivalents at end of the period	84,531	204,300	33,538	81,957
Supplement cash flows information				
Non-cash items:				
Assets acquired under financial lease agreements	-	774	-	-
Net increase (decrease) in other payable for purchase of property, plant and equipment	(6,748)	7,998	99	774

The accompanying notes are an integral part of the financial statements.

Alla Public Company Limited and its subsidiary
Notes to consolidated interim financial statements
For the three-month and nine-month periods ended 30 September 2018

1. General information

1.1 Corporate information

Alla Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. The Company is principally engaged in imports and distributes cranes and electric hoists, industrial doors, loading docks, electronic lifts, automated shelving and racking system including relevant parts and other equipment. The Company also provides related installation and after sales-services. It registered address is No. 933 935 937 939 Soi Onnut 46, Onnut Road, Onnut sub-district, Suan Luang district, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2016) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

These interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

1.3 Basis of consolidation

These consolidated financial statements include the financial statements of Alla Public Company Limited and its subsidiary and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2017 with no changes in the group structure during the current period.

1.4 New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the period, the Company and its subsidiary have adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiary's financial statements.

(b) Financial reporting standards that will become effective in the future

During the period, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after 1 January 2019 and a set of 5 standards related to financial instruments, which are effective for fiscal years beginning on or after 1 January 2020. Key principles of these standards are summarised below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

The management of the Company and its subsidiary is currently evaluating the impact of this standard to the financial statements in the year when it is adopted.

Thai Financial Reporting Standards related to financial instruments

The set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial Reporting Standards:	
TFRS 9	Financial Instruments
TFRS 7	Financial Instruments: Disclosures
Accounting Standard:	
TAS 32	Financial Instruments: Presentation
Financial Reporting Standard Interpretations:	
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The management of the Company and its subsidiary is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

1.5 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2017.

2. Related party transactions

During the periods, the Company and its subsidiary had significant business transactions with related parties. Such transactions, which are summarised below, were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September				
	Consolidated financial statements		Separate financial statements		Pricing policy
	2018	2017	2018	2017	
Transactions with subsidiary (eliminated from the consolidated financial statements)					
Sales and service income	-	-	284	444	Cost plus margin
Rental and software maintenance income	-	-	871	871	Mutually agreed price as stipulated in the contract
Freight income	-	-	15	36	Cost plus margin
Cost of sales and services	-	-	1,574	1,304	Cost plus margin
Rental expense	-	-	336	630	Mutually agreed price as stipulated in the contract

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September				
	Consolidated financial statements		Separate financial statements		Pricing policy
	2018	2017	2018	2017	
Transactions with subsidiary (eliminated from the consolidated financial statements)					
Sales and service income	-	-	841	1,233	Cost plus margin
Rental and software maintenance income	-	-	2,713	2,390	Mutually agreed price as stipulated in the contract
Freight income	-	-	57	101	Cost plus margin
Cost of sales and service	-	-	5,889	4,314	Cost plus margin
Rental expense	-	-	1,008	1,890	Mutually agreed price as stipulated in the contract

The outstanding balances of the accounts as at 30 September 2018 and 31 December 2017 between the Company and those related parties are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Trade and other receivables - related party				
(Note 4)				
Subsidiary company	-	-	873	2,394
Trade and other receivables - related party	-	-	873	2,394
Trade and other payables - related party				
(Note 9)				
Subsidiary company	-	-	3,471	1,060
Total trade and other payables - related party	-	-	3,471	1,060

Directors and management's remuneration

During the three-month and nine-month periods ended 30 September 2018 and 2017, the Company and its subsidiary had employee benefit expenses of their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Short-term employee benefits	6,594	7,359	5,022	5,319
Post-employment benefits	646	576	418	407
Other long-term benefits	15	13	7	10
Total	7,255	7,948	5,447	5,736

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Short-term employee benefits	20,222	20,587	14,939	14,428
Post-employment benefits	1,957	1,723	1,258	1,216
Other long-term benefits	45	38	21	28
Total	22,224	22,348	16,218	15,672

3. Short-term investments

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	30 September 2018	31 December 2017
Fixed deposit	100,000	-
Securities held for trading - Debt securities	113,044	112,213
Total	213,044	112,213

Fixed deposits had an interest rates of 1.5 % and mature in January 2019.

During the nine-month period ended 30 September 2018, movements of securities held for trading are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements
Balance as at 1 January 2018	112,213
Unrealised gain from change in value of investments	831
Balance as at 30 September 2018	113,044

4. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Trade accounts receivable - related party				
Aged on the basis of due dates				
Not yet due	-	-	245	1,544
Overdue				
Less than 3 months	-	-	50	69
Total trade accounts receivable - related party	-	-	295	1,613
Trade accounts receivable - unrelated parties				
Aged on the basis of due dates				
Not yet due	54,475	57,431	38,010	38,131
Overdue				
Less than 3 months	42,714	21,673	33,811	14,288
More than 3 months, not over 6 months	-	1,415	-	1,175
More than 6 months, not over 12 months	12	734	12	720
More than 12 months	173	170	140	168
Total trade accounts receivable - unrelated parties	97,374	81,423	71,973	54,482
Total trade accounts receivable	97,374	81,423	72,268	56,095
Accrued income - sale of goods and service				
Aging				
Less than 3 months	50,844	58,338	47,900	42,274
More than 3 months, not over 6 months	19,165	13,634	18,180	13,113
More than 6 months, not over 12 months	9,936	3,307	9,196	2,610
More than 12 months	2,057	1,413	2,057	1,409
Total accrued income - sale of goods and service	82,002	76,692	77,333	59,406
Less: Allowance for doubtful debts	(53)	(53)	(53)	(53)
Accrued income - sale of goods and service - net	81,949	76,639	77,280	59,353
Other receivables				
Other receivables - related party	-	-	578	781
Other receivables - unrelated parties	7,441	3,126	5,935	777
Total other receivables	7,441	3,126	6,513	1,558
Total trade and other receivables - net	186,764	161,188	156,061	117,006

5. Reduction of inventory to net realisable value

Movements in the reduction of inventory to net realisable value account during the nine-month period ended 30 September 2018 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2018	5,423	4,743
Reduction of inventory value during the period	3,037	2,029
Balance as at 30 September 2018	8,460	6,772

6. Investment in subsidiary

As at 30 September 2018 and 31 December 2017, details of investment in subsidiary company in the separate financial statements are summarised below.

(Unit: Thousand Baht)

	Separate financial statements							
Company's name	Paid-up capital		Shareholding percentage		Cost		Dividend received during the periods	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	30 September 2017
			(%)	(%)				
Onvalla Co., Ltd.	250,000	250,000	100	100	252,000	252,000	-	-
Total					252,000	252,000	-	-

On 15 August 2017, the Extraordinary shareholders' Meeting of Onvalla Company Limited, a subsidiary company, passed a resolution to increase of its registered share capital from Baht 150 million to Baht 250 million (2.5 million ordinary shares of Baht 100 each) by issuing 1 million new ordinary shares with a par value of Baht 100 per share. The Company paid for the incremental of share capital totaling Baht 100 million on 23 August 2017. The subsidiary company registered the increase of its share capital with the Ministry of Commerce on 29 August 2017.

7. Property, plant and equipment

Movements of the property, plant and equipment account during the nine-month period ended 30 September 2018 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2018	206,929	51,895
Acquisitions during period - at cost	24,347	4,443
Disposal and write-off during period - net book value	(74)	(64)
Depreciation for period	(12,141)	(7,504)
Net book value as at 30 September 2018	219,061	48,770

As at 30 September 2018, the subsidiary pledged its land and buildings thereon, of which net book value amounted to approximately Baht 76.65 million, with financial institutions as collateral to secure credit facilities (31 December 2017: Baht 77.47 million).

8. Intangible assets

Movements of the intangible assets account during the nine-month period ended 30 September 2018 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2018	4,605	4,458
Acquisitions during the period - at cost	127	127
Amortisation for the period	(1,101)	(992)
Net book value as at 30 September 2018	3,631	3,593

9. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Trade accounts payable - related party	-	-	2,807	964
Trade accounts payable - unrelated parties	63,804	47,992	54,796	31,320
Other payables - related party	-	-	664	96
Other payables - unrelated parties	13,466	17,531	10,381	7,351
Total trade and other payables	77,270	65,523	68,648	39,731

10. Liabilities under financial lease agreements

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Liabilities under financial lease agreements	6,425	10,073	5,635	8,534
Less: Deferred interest expenses	(435)	(739)	(413)	(678)
Total	5,990	9,334	5,222	7,856
Less: Portion due within one year	(2,995)	(4,139)	(2,365)	(3,215)
Liabilities under financial lease agreements, net of current portion	2,995	5,195	2,857	4,641

The Company and its subsidiary have entered into the finance lease agreements for rental of motor vehicles for use in their operation, whereby they are committed to pay rental on a monthly basis. The terms of the agreements are generally between 2 and 5 years. Liabilities under financial lease agreements were partial guaranteed by their directors.

11. Dividend paid

11.1 On 25 April 2017, the Annual General Meeting of the Company's shareholders passed a resolution to approve dividend payments of Baht 66 million to the Company's shareholders. The dividends of Baht 36 million and Baht 30 million were paid from operating results for the years 2015 and 2016, respectively. The details are as follows:

1) Interim dividend payments from the operating result for the year 2015 and for the first-half year 2016 (January to June) of Baht 36 million and Baht 18 million, respectively, totaling Baht 54 million or Baht 0.12 per share. The Company paid dividends to its shareholders on 13 September 2016.

2) Final dividend payment from the operating result for the second-half year 2016 (July to December) of Baht 12 million or Baht 0.02 per share. The Company paid dividends to its shareholders on 19 May 2017.

11.2 On 24 April 2018, the Annual General Meeting of the Company's shareholders passed a resolution to approve the dividend payment for the operating results of the year 2017 to the Company's shareholders at the rate of Baht 0.07 per share, totaling Baht 42 million. The Company paid dividends to its shareholders on 18 May 2018.

12. Income tax

Interim corporate income tax is calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and nine-month periods ended 30 September 2018 and 2017 are made up as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Current income tax:				
Interim corporate income tax charge	6,483	3,819	6,235	3,625
Deferred tax:				
Relating to origination and reversal of temporary differences	(482)	(215)	(556)	(247)
Income tax expenses reported in the statements of comprehensive income	6,001	3,604	5,679	3,378

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Current income tax:				
Interim corporate income tax charge	12,160	10,494	11,074	10,252
Deferred tax:				
Relating to origination and reversal of temporary differences	(670)	(327)	(556)	(293)
Income tax expenses reported in the statements of comprehensive income	11,490	10,167	10,518	9,959

13. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

14. Segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The following table presents revenue and profit information regarding the Company and its subsidiary' operating segments for the three-month and nine-month periods ended 30 September 2018 and 2017, respectively.

(Unit: Thousand Baht)

	Consolidated financial statements									
	For the three-month periods ended 30 September									
	Sale and relevant service income		Service income		Total segments		Eliminated transactions		Consolidated	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Sales and service income										
Related party	2,958	1,743	606	25	3,564	1,768	(3,564)	(1,768)	-	-
External customers	128,121	149,881	37,447	33,461	165,568	183,342	-	-	165,568	183,342
	131,079	151,624	38,053	33,486	169,132	185,110	(3,564)	(1,768)	165,568	183,342
Gross profit					56,498	46,058	(680)	9	55,818	46,067
Other income					3,971	3,067	(1,222)	(1,513)	2,749	1,554
Selling expenses					(8,156)	(7,259)	-	-	(8,156)	(7,259)
Administrative expenses					(22,729)	(24,756)	1,265	1,559	(21,464)	(23,197)
Finance cost					(88)	(158)	-	-	(88)	(158)
Income tax expenses					(6,001)	(3,604)	-	-	(6,001)	(3,604)
Profit for the period					23,495	13,348	(637)	55	22,858	13,403

(Unit: Thousand Baht)

	Consolidated financial statements									
	For the nine-month periods ended 30 September									
	Sale and relevant service income		Service income		Total segments		Eliminated transactions		Consolidated	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Sales and service income										
Related party	7,761	5,176	674	388	8,435	5,564	(8,435)	(5,564)	-	-
External customers	341,735	344,076	102,394	91,583	444,129	435,659	-	-	444,129	435,659
	349,496	349,252	103,068	91,971	452,564	441,223	(8,435)	(5,564)	444,129	435,659
Gross profit					142,428	131,760	(664)	87	141,764	131,847
Other income					9,230	9,360	(3,752)	(4,343)	5,478	5,017
Selling expenses					(22,550)	(19,615)	-	-	(22,550)	(19,615)
Administrative expenses					(72,928)	(73,170)	3,893	4,452	(69,035)	(68,718)
Finance cost					(305)	(621)	-	-	(305)	(621)
Income tax expenses					(11,490)	(10,167)	-	-	(11,490)	(10,167)
Profit for the period					44,385	37,547	(523)	196	43,862	37,743

15. Commitments and contingent liabilities

As at 30 September 2018, the Company and its subsidiary had commitments and contingent liabilities as follows:

15.1 Capital commitments

As at 30 September 2018, the Company and its subsidiary had capital commitments of approximately Baht 0.25 million (31 December 2017: Baht 6.77 million), the Company only: Baht 0.19 million (31 December 2017: Nil), relating to office and factory renovation of the Company and warehouse construction of its subsidiary.

15.2 Operating lease and service commitments

The Company and its subsidiary have entered into several lease and service agreements in respect of the lease of space, computer software maintenance, security service, consultant fee and other services. The terms of the agreements are generally between 1 and 4 years.

Future minimum payments required under these operating leases and service agreements are as follows:

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Payable within:				
Less than 1 year	2.33	1.15	1.73	1.00
1 to 4 years	0.45	0.37	0.31	0.26

15.3 Guarantees

As at 30 September 2018, there were outstanding bank guarantees of approximately Baht 43.25 million (31 December 2017: Baht 42.29 million), the Company only: Baht 32.01 million (31 December 2017: Baht 26.28 million), issued by banks on behalf of the Company and its subsidiary to guarantee contractors work.

16. Foreign currency risk

The Company and its subsidiary's exposure to foreign currency risk arises mainly from purchasing transactions that are denominated in foreign currencies. The Company and its subsidiary seek to reduce this risk by entering into forward exchange contracts when they consider appropriate. Generally, the forward contracts mature within one year.

Below are the summary of Company and its subsidiary's significant foreign currency dominated assets/liabilities.

	As at 30 September 2018				
	Consolidated financial statements		Separate financial statements		Average exchange rate as at
Currency	Assets	Liabilities	Assets	Liabilities	30 September 2018
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht per one foreign currency unit)
EUR	12	1,092	11	964	37.7206
USD	31	22	31	15	32.4066
SGD	-	17	-	17	23.7017

	As at 31 December 2017				
	Consolidated financial statements		Separate financial statements		Average exchange rate as at
Currency	Assets	Liabilities	Assets	Liabilities	31 December 2017
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht per one foreign currency unit)
EUR	9	621	8	401	39.0273
USD	424	74	424	72	32.6809

Forward exchange contracts

As at 30 September 2018 and 31 December 2017, the Company and its subsidiary had outstanding forward exchange contract with maturities less than one year as follows:

	As at 30 September 2018			
	Consolidated financial statements			
Foreign currency	Bought amount	Amount paid by Baht per contract	Contractual maturity date	Contractual exchange rate of bought amount
	(Thousand)	(Thousand Baht)		(Baht per one foreign currency unit)
Euro	576	22,065	3 December 2018 - 2 April 2019	37.55 - 38.36

	As at 31 December 2017			
	Consolidated financial statements			
Foreign currency	Bought amount	Amount paid by Baht per contract	Contractual maturity date	Contractual exchange rate of bought amount
	(Thousand)	(Thousand Baht)		(Baht per one foreign currency unit)
Euro	537	21,190	5 April - 28 June 2018	39.01 - 39.75

As at 30 September 2018				
Separate financial statements				
Foreign currency	Bought amount (Thousand)	Amount paid by Baht per contract (Thousand Baht)	Contractual maturity date	Contractual exchange rate of bought amount (Baht per one foreign currency unit)
Euro	358	13,696	17 December 2018 - 2 April 2019	38.17 - 38.36

As at 31 December 2017				
Separate financial statements				
Foreign currency	Bought amount (Thousand)	Amount paid by Baht per contract (Thousand Baht)	Contractual maturity date	Contractual exchange rate of bought amount (Baht per one foreign currency unit)
Euro	348	13,681	20 April - 28 June 2018	39.29 - 39.50

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiary endeavor to use relevant observable inputs as much as possible. TFRS 13 *Fair Value Measurement* establishes a fair value hierarchy categorising such inputs into three levels as follows:

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

Fair value of the outstanding derivatives as at 30 September 2018 and 31 December 2017 of the Company and its subsidiary, which shown as loss, that were presented by fair value hierarchy are as follow.

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
	Level 2	Level 2	Level 2	Level 2
Derivatives				
Forward exchange contracts	(141)	(107)	(94)	(43)

Valuation techniques and inputs to Level 2 valuation

Fair value of forward exchange contracts has been calculated at the rate set by the financial institutions as if the contract was terminated on the reporting date.

During the current period, there were no transfers within the fair value hierarchy.

17. Reclassification

The Company and its subsidiary have reclassified certain accounts in the statement of comprehensive income for the three-month and nine-month periods ended 30 September 2017, presented herein as comparative information, in order to comply with the reclassification of accounts for the current period. The details are as follows.

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As reclassified	As previously reported	As reclassified	As previously reported
Statement of comprehensive income				
For the three-month period ended				
30 September 2017				
Cost of sales and services	137,275	137,162	110,584	110,510
Selling expenses	7,259	7,231	4,892	4,877
Administrative expenses	23,197	23,024	18,134	17,992
Finance cost	158	472	132	363
Statement of comprehensive income				
For the nine-month period ended				
30 September 2017				
Cost of sales and services	303,812	303,474	228,242	228,021
Selling expenses	19,615	19,531	12,885	12,840
Administrative expenses	68,718	68,198	53,092	52,666
Finance cost	621	1,563	514	1,206

The reclassifications had no effect to previously reported net profit or shareholders' equity.

18. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of directors on 9 November 2018.