

Premier Technology Public Company Limited  
and its subsidiaries  
Review report and interim consolidated financial statements  
For the three-month period ended 31 March 2019

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Premier Technology Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Premier Technology Public Company Limited and its subsidiaries as at 31 March 2019, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Premier Technology Public Company Limited for the same period. 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*.

Siraporn Ouaanunkun  
Certified Public Accountant (Thailand) No. 3844

EY Office Limited  
Bangkok: 8 May 2019

**Premier Technology Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 31 March 2019**

(Unit: Thousand Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>31 March 2019</u>	<u>31 December 2018</u>	<u>31 March 2019</u>	<u>31 December 2018</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		51,071	33,154	489	1,538
Current investments	3	159,628	76,783	5,126	12,523
Trade and other receivables	5	570,217	637,835	1,762	-
Prepaid service cost		229,798	167,710	-	-
Short-term loan to related party	4	-	-	17,000	21,000
Inventories	6	87,381	204,998	-	-
Work in progress		261,966	219,733	-	-
Other current assets		<u>37,777</u>	<u>33,385</u>	<u>1,126</u>	<u>5,454</u>
<b>Total current assets</b>		<u>1,397,838</u>	<u>1,373,598</u>	<u>25,503</u>	<u>40,515</u>
<b>Non-current assets</b>					
Restricted bank deposits	7	10,767	38,197	1,203	1,203
Investment in subsidiaries	8	-	-	325,887	325,887
Investment in available-for-sale securities	9	55,090	51,425	-	-
Investment properties	10	160,151	157,220	265,465	260,189
Property, plant and equipment	11	256,644	232,782	6	7
Intangible assets	12	3,185	3,515	-	-
Deferred tax assets		15,387	15,476	1	-
Other non-current assets		<u>11,116</u>	<u>10,685</u>	<u>-</u>	<u>-</u>
<b>Total non-current assets</b>		<u>512,340</u>	<u>509,300</u>	<u>592,562</u>	<u>587,286</u>
<b>Total assets</b>		<u>1,910,178</u>	<u>1,882,898</u>	<u>618,065</u>	<u>627,801</u>

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

**Premier Technology Public Company Limited and its subsidiaries**

**Statement of financial position (continued)**

**As at 31 March 2019**

(Unit: Thousand Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>31 March 2019</u>	<u>31 December 2018</u>	<u>31 March 2019</u>	<u>31 December 2018</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade and other payables	13	632,931	744,652	4,676	8,748
Advances received for goods and services		294,182	203,441	-	-
Current portion of long-term loans	14	28,560	28,560	28,560	28,560
Current portion of long-term liabilities					
under finance lease agreements	15	10,095	10,095	-	-
Income tax payable		205	-	205	-
Other current liabilities		15,386	13,135	1,048	3,271
<b>Total current liabilities</b>		<u>981,359</u>	<u>999,883</u>	<u>34,489</u>	<u>40,579</u>
<b>Non-current liabilities</b>					
Long-term loans - net of current portion	14	57,200	64,340	57,200	64,340
Liabilities under finance lease agreements -					
net of current portion	15	34,514	37,037	-	-
Provision for long-term employee benefits	16	73,493	70,853	-	-
Other non-current liabilities		8,271	7,668	11,328	10,711
<b>Total non-current liabilities</b>		<u>173,478</u>	<u>179,898</u>	<u>68,528</u>	<u>75,051</u>
<b>Total liabilities</b>		<u>1,154,837</u>	<u>1,179,781</u>	<u>103,017</u>	<u>115,630</u>

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

**Premier Technology Public Company Limited and its subsidiaries**

**Statement of financial position (continued)**

**As at 31 March 2019**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>31 March 2019</u>	<u>31 December 2018</u>	<u>31 March 2019</u>	<u>31 December 2018</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>				
Share capital				
Registered				
283,888,942 ordinary shares of Baht 1 each	<u>283,889</u>	<u>283,889</u>	<u>283,889</u>	<u>283,889</u>
Issued and fully paid up				
283,888,942 ordinary shares of Baht 1 each	283,889	283,889	283,889	283,889
Retained earnings				
Appropriated - statutory reserve	28,389	28,389	28,389	28,389
Unappropriated	435,397	386,071	202,770	199,893
Other components of shareholders' equity	<u>7,666</u>	<u>4,768</u>	-	-
<b>Total shareholders' equity</b>	<u>755,341</u>	<u>703,117</u>	<u>515,048</u>	<u>512,171</u>
<b>Total liabilities and shareholders' equity</b>	<u>1,910,178</u>	<u>1,882,898</u>	<u>618,065</u>	<u>627,801</u>
	-	-	-	-

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

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Directors  
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(Unaudited but reviewed)

**Premier Technology Public Company Limited and its subsidiaries****Statement of comprehensive income****For the three-month period ended 31 March 2019**

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales	17	511,426	420,018	-	-
Rental and service income	17	272,158	218,000	14,715	12,702
Other income		8,981	6,129	307	286
<b>Total revenues</b>		<u>792,565</u>	<u>644,147</u>	<u>15,022</u>	<u>12,988</u>
<b>Expenses</b>					
Cost of sales and services		599,414	467,282	7,564	7,297
Selling expenses		34,276	24,119	-	-
Administrative expenses		96,286	96,742	2,473	2,516
<b>Total expenses</b>		<u>729,976</u>	<u>588,143</u>	<u>10,037</u>	<u>9,813</u>
<b>Profit before finance cost and income tax expenses</b>		62,589	56,004	4,985	3,175
Finance cost		(1,293)	(1,843)	(1,293)	(1,467)
<b>Profit before income tax expenses</b>		61,296	54,161	3,692	1,708
Income tax expenses	18	(11,970)	(10,085)	(815)	(419)
<b>Profit for the period</b>		<u>49,326</u>	<u>44,076</u>	<u>2,877</u>	<u>1,289</u>
<b>Other comprehensive income for the period:</b>					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Gain on change in value of available-for-sale securities		3,665	818	-	-
Less: Income tax effect	18	(733)	(164)	-	-
Exchange differences on translation of financial statements in foreign currency		(34)	(59)	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		2,898	595	-	-
<b>Other comprehensive income for the period</b>		<u>2,898</u>	<u>595</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>52,224</u>	<u>44,671</u>	<u>2,877</u>	<u>1,289</u>
<b>Basic earnings per share (Baht)</b>					
Profit for the period		<u>0.174</u>	<u>0.155</u>	<u>0.010</u>	<u>0.005</u>

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

(Unaudited but reviewed)

**Premier Technology Public Company Limited and its subsidiaries**

**Statement of changes in shareholders' equity**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

<b>Consolidated financial statements</b>							
		<u>Other components of shareholders' equity</u>					
		<u>Other comprehensive income</u>					
		<u>Retained earnings</u>		<u>Gain on change</u>	<u>Exchange differences</u>	<u>Total other</u>	
<u>Issued and paid-up</u>	<u>Appropriated -</u>			<u>in value of</u>	<u>on translation of</u>	<u>components of</u>	<u>Total</u>
<u>share capital</u>	<u>statutory reserve</u>	<u>Unappropriated</u>		<u>available-for-sale</u>	<u>financial statements</u>	<u>shareholders' equity</u>	<u>shareholders' equity</u>
				<u>securities</u>	<u>in foreign currency</u>		
<b>Balance as at 1 January 2018</b>	283,889	21,517	391,247	8,255	(75)	8,180	704,833
Profit for the period	-	-	44,076	-	-	-	44,076
Other comprehensive income for the period	-	-	-	654	(59)	595	595
Total comprehensive income for the period	-	-	44,076	654	(59)	595	44,671
<b>Balance as at 31 March 2018</b>	<u>283,889</u>	<u>21,517</u>	<u>435,323</u>	<u>8,909</u>	<u>(134)</u>	<u>8,775</u>	<u>749,504</u>
<b>Balance as at 1 January 2019</b>	283,889	28,389	386,071	4,874	(106)	4,768	703,117
Profit for the period	-	-	49,326	-	-	-	49,326
Other comprehensive income for the period	-	-	-	2,932	(34)	2,898	2,898
Total comprehensive income for the period	-	-	49,326	2,932	(34)	2,898	52,224
<b>Balance as at 31 March 2019</b>	<u>283,889</u>	<u>28,389</u>	<u>435,397</u>	<u>7,806</u>	<u>(140)</u>	<u>7,666</u>	<u>755,341</u>

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

(Unaudited but reviewed)

**Premier Technology Public Company Limited and its subsidiaries**

**Statement of changes in shareholders' equity (continued)**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Separate financial statements</b>			<b>Total</b>
	<b>Issued and paid-up share capital</b>	<b>Retained earnings</b>		
<b>Appropriated - statutory reserve</b>		<b>Unappropriated</b>		
<b>Balance as at 1 January 2018</b>	283,889	21,517	172,369	477,775
Total comprehensive income for the period	-	-	1,289	1,289
<b>Balance as at 31 March 2018</b>	<u>283,889</u>	<u>21,517</u>	<u>173,658</u>	<u>479,064</u>
<b>Balance as at 1 January 2019</b>	283,889	28,389	199,893	512,171
Total comprehensive income for the period	-	-	2,877	2,877
<b>Balance as at 31 March 2019</b>	<u>283,889</u>	<u>28,389</u>	<u>202,770</u>	<u>515,048</u>

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



(Unaudited but reviewed)

**Premier Technology Public Company Limited and its subsidiaries**

**Cash flow statement**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Cash flows from operating activities</b>				
Profit before tax	61,296	54,161	3,692	1,708
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Unrealised (gain) loss on				
change in value of current investments	(59)	(297)	3	-
Doubtful accounts	260	648	-	-
Reduce cost of inventory to net realisable value (reversal)	(344)	2,515	-	-
Depreciation	14,951	11,488	2,581	2,503
(Gain) loss on sales of equipment	(132)	93	-	-
Amortisation of intangible assets	330	330	-	-
Amortisation of prepaid rental expenses	248	248	-	-
Long-term employee benefits expenses	2,640	2,481	-	-
Interest expenses	1,293	1,643	1,293	1,467
Profit from operating activities before changes in operating assets and liabilities	80,483	73,310	7,569	5,678
(Increase) decrease in operating assets				
Trade and other receivables	67,358	284,417	(1,762)	(420)
Prepaid service cost	(62,088)	(3,205)	-	-
Inventories	117,961	38,724	-	-
Work in progress	(42,233)	(3,732)	-	-
Other current assets	3,051	(2,399)	4,328	1,908
Other non-current assets	(679)	75	-	-
Increase (decrease) in operating liabilities				
Trade and other payables	(111,706)	(422,941)	(4,058)	1,992
Advance received for goods and services	90,741	26,599	-	-
Other current liabilities	2,251	(20,751)	(2,223)	(2,197)
Other non-current liabilities	603	493	617	493
Cash flows from (used in) operating activities	145,742	(29,410)	4,471	7,454
Cash paid for interest expenses	(1,308)	(1,662)	(1,308)	(1,485)
Cash paid for income tax	(19,852)	(15,888)	(610)	(540)
<b>Net cash flows from (used in) operating activities</b>	<b>124,582</b>	<b>(46,960)</b>	<b>2,553</b>	<b>5,429</b>

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

(Unaudited but reviewed)

**Premier Technology Public Company Limited and its subsidiaries**

**Cash flow statement (continued)**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Cash flows from investing activities</b>				
(Increase) decrease in current investments	(82,786)	74,176	7,394	545
Decrease in short-term loan to related party	-	-	4,000	1,000
Decrease in restricted bank deposits	27,430	177	-	-
Renovation of investment properties	(4,487)	(318)	(7,856)	(529)
Acquisition of equipment	(37,591)	(2,903)	-	-
Proceeds from sales of equipment	466	29	-	-
<b>Net cash flows from (used in) investing activities</b>	<u>(96,968)</u>	<u>71,161</u>	<u>3,538</u>	<u>1,016</u>
<b>Cash flows from financing activities</b>				
Decrease in short-term loans from other company	-	(12,556)	-	-
Repayment of long-term loans	(7,140)	(7,476)	(7,140)	(7,140)
Repayment of liabilities under finance lease agreements	<u>(2,523)</u>	<u>(2,146)</u>	<u>-</u>	<u>-</u>
<b>Net cash flows used in financing activities</b>	<u>(9,663)</u>	<u>(22,178)</u>	<u>(7,140)</u>	<u>(7,140)</u>
<b>Exchange differences on translation of</b>				
<b>financial statements in foreign currency</b>	<u>(34)</u>	<u>(59)</u>	<u>-</u>	<u>-</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	17,917	1,964	(1,049)	(695)
Cash and cash equivalents at beginning of period	<u>33,154</u>	<u>92,245</u>	<u>1,538</u>	<u>822</u>
<b>Cash and cash equivalents at end of period</b>	<u>51,071</u>	<u>94,209</u>	<u>489</u>	<u>127</u>
	-	-	-	-

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

**Premier Technology Public Company Limited and its subsidiaries**

**Notes to interim consolidated financial statements**

**For the three-month period ended 31 March 2019**

**1. General information**

**1.1 Corporate information**

Premier Technology Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in a holding company. The registered office of the Company is at 1 Premier Corporate Park, Soi Premier 2, Srinakarin Road, Nongbon, Prawet, Bangkok.

**1.2 Basis of preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 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.

The 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 financial statements.

**1.3 Basis of consolidation**

These consolidated interim financial statements include the financial statements of Premier Technology Public Company Limited and its subsidiaries (“the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2018. There have been no change in the composition of the Group during the current period.

## 1.4 New financial reporting standards

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

During the period, the Company and its subsidiaries have adopted the revised (revised 2018) and new financial reporting standards and interpretations which are effective for fiscal periods beginning on or after 1 January 2019. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Company's and its subsidiaries' financial statements. However, the new standard involves changes to key principles, which are summarised below:

#### **IFRS 15 Revenue from Contracts with Customers**

IFRS 15 supersedes the following accounting standards together with related interpretations.

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

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 recognised 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.

This standard does not have any significant impact on the Company's and its subsidiaries' financial statements.

**(b) Financial reporting standards that became effective for fiscal years beginning on or after 1 January 2020**

The Federation of Accounting Professions issued a number of new financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2020. These new standards involve changes to key principles, which are summarised below.

**Financial reporting standards related to financial instruments**

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

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32	Financial Instruments: Presentation
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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 subsidiaries is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

### **IFRS 16 Leases**

IFRS 16 supersedes IAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under IFRS 16 is substantially unchanged from IAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under IAS 17.

The management of the Company and its subsidiaries is currently evaluating the impact of this standard on the financial statements in the year when it is 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 2018.

### **2. Cumulative effects of changes in accounting policies due to the adoption of new financial reporting standard**

As described in Note 1.4 to the financial statements, during the current period, the Company and its subsidiaries have adopted IFRS 15 using the modified retrospective method of adoption. The cumulative effect of initially applying IFRS 15 is recognised as an adjustment to retained earnings as at 1 January 2019. Therefore, the comparative information has not been restated. However, the cumulative effect of the change in standard does not have any significant impact on the Company and subsidiaries' financial statements as at 1 January 2019. Therefore, the Company and its subsidiaries have not adjusted retained earnings as at 1 January 2019.

(Unaudited but reviewed)

Line items in the statements of financial position as at 31 March 2019 and the statements of comprehensive income for the three-month period ended 31 March 2019 which were effected from the changes in accounting policies are summarised below.

(Unit: Million Baht)

	Consolidated financial statements		
	Previous accounting policy	Increase (decrease)	IFRS 15
<b>Statement of financial position</b>			
<b>Assets</b>			
Trade and other receivables	639	(69)	570
Work in progress	222	40	262
Other assets	1,073	5	1,078
<b>Total assets</b>	<b>1,934</b>	<b>(24)</b>	<b>1,910</b>
<b>Liabilities</b>			
Other liabilities	1,159	(4)	1,155
<b>Total liabilities</b>	<b>1,159</b>	<b>(4)</b>	<b>1,155</b>
<b>Shareholders' equity</b>			
Retained earnings	484	(20)	464
Others	291	-	291
<b>Total liabilities</b>	<b>775</b>	<b>(24)</b>	<b>755</b>
<b>Total liabilities and shareholders' equity</b>	<b>1,934</b>	<b>(24)</b>	<b>1,910</b>

(Unit: Million Baht)

	Consolidated financial statements		
	Previous accounting policy	Increase (decrease)	IFRS 15
<b>Statement of comprehensive income</b>			
<b>Profit or loss:</b>			
Sales	580	(69)	511
Rental and service income	272	-	272
Other income	9	-	9
Cost of sales and services	(639)	40	(599)
Selling and administrative expenses	(135)	4	(131)
Finance cost	(1)	-	(1)
Income tax expenses	(17)	5	(12)
<b>Profit for the period</b>	<b>69</b>	<b>(20)</b>	<b>49</b>
<b>Earnings per share (Baht)</b>			
Basic earnings per share	0.043	(0.069)	0.174

(Unaudited but reviewed)

These adjustments are due to the recognition of revenues from the sale, design and installation of computer network systems and information technology systems (revenue from project work). The Company and its subsidiary have considered whether the relevant conditions, facts and circumstances of some customer contract do not meet the criteria for revenue recognition over a period of time.

### 3. Current investments

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
		(Audited)		(Audited)
Fixed deposit	-	13	-	13
Investments in unit trust in debt securities				
open-ended fund (fair value)	159,628	76,770	5,126	12,510
Total	159,628	76,783	5,126	12,523

Investments in unit trust in debt securities open-ended fund are stated at fair value using inputs of Level 2 which is use of other observable inputs for such assets or liabilities, whether directly or indirectly. Such fair value of investments in unit trust has been determined by using the net asset value as published by the Asset Management.

### 4. Related party transactions

During the periods, the Company and its subsidiary had significant business transactions with related parties, which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those companies. Below is a summary of those transactions.

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the three-month		For the three-month		
	periods ended		periods ended		
	31 March		31 March		
	2019	2018	2019	2018	
<u>Transactions with subsidiary</u>					
(eliminated from the consolidated financial statements)					
Rental and service income	-	-	7	7	Contractual price, which is in the ordinary course of business



(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the three-month		For the three-month		
	periods ended		periods ended		
	31 March		31 March		
	2019	2018	2019	2018	
<u>Transactions with related companies</u>					
Sales and service income	15	14	-	-	Note 4.1
Rental and service income	3	3	3	3	Contractual price, which is in the ordinary course of business
Cost of sales and services	1	1	1	1	Contractual price, which is in the ordinary course of business
Administrative expenses	7	6	2	1	Contractual price, which is in the ordinary course of business

- 4.1 Sale prices are determined based on cost plus a certain margin while prices of service are based on the contract price, which is price in the ordinary course of business. However, pricing depends on the type of product or service and the pricing policy may change according to the type of business and the market situation at the time of the transaction.

The balances of accounts as at 31 March 2019 and 31 December 2018 between the Company, a subsidiary and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
	(Audited)		(Audited)	
<b><u>Trade receivables - related parties (Note 5)</u></b>				
Related companies (related by common directors)	53	168	-	-
<b><u>Accrued income - related parties (Note 5)</u></b>				
Subsidiary	-	-	380	-
Related companies (related by common directors)	15,533	-	947	-
	15,533	-	1,327	-
<b><u>Amounts due to related parties (Note 13)</u></b>				
Related companies (related by common directors)	2,405	3,466	107	224

(Unaudited but reviewed)

### **Short-term loans to related party**

As at 31 March 2019 and 31 December 2018, the balance of loans between the Company and the related party and the movement are as follows:

(Unit: Thousand Baht)

<u>Related by</u>	<u>Separate financial statements</u>			<u>Balance as at 31 March 2019</u>
	<u>Balance as at 31 December 2018</u>	<u>During the period</u>		
		<u>Increase</u>	<u>Decrease</u>	
	<u>(Audited)</u>			

### **Short-term loans to related party**

Datapro Computer Systems

Company Limited	Subsidiary	<u>21,000</u>	<u>-</u>	<u>(4,000)</u>	<u>17,000</u>
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As at 31 March 2019, the balance of short-term loans to Datapro Computer Systems Company Limited represent loans in form of promissory notes, due at call and carrying interest at the rate of 5.0 percent per annum.

### **Directors and management's benefits**

During the three-month periods ended 31 March 2019 and 2018, the Company and its subsidiary had employee benefit expenses of their directors and management as below.

(Unit: Million Baht)

	<u>Consolidated</u>		<u>Separate</u>	
	<u>financial statements</u>		<u>financial statements</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Short-term employee benefits	6.4	7.1	0.1	0.2
Post-employment benefits	0.4	0.5	-	-
Total	<u>6.8</u>	<u>7.6</u>	<u>0.1</u>	<u>0.2</u>

(Unaudited but reviewed)

## 5. Trade and other receivables

(Unit: Thousand Baht)

Consolidated financial statements	
31 March 2019	31 December 2018
	(Audited)
<u>Trade receivables - related parties</u> (Note 4)	
Aged on the basis of due dates	
Not yet due	127
Past due	
Up to 3 months	41
Total trade receivables - related parties	168
<u>Trade receivables - unrelated parties</u>	
Aged on the basis of due dates	
Not yet due	324,886
Past due	
Up to 3 months	141,586
3 - 6 months	395
6 - 12 months	1,761
Over 12 months	9,037
Total	477,665
Less: Allowance for doubtful debts	(9,917)
Total trade receivables - unrelated parties, net	467,748
Total trade receivables - net	467,916
<u>Other receivables</u>	
Unbilled receivables	130,755
Accrued income - related parties (Note 4)	-
Accrued income - unrelated parties	39,164
Total other receivables	169,919
Total trade and other receivables - net	637,835

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements	
	31 March 2019	31 December 2018
		(Audited)
<u>Trade receivables - unrelated parties</u>		
Aged on the basis of due dates		
Not yet due	435	-
Total trade receivables - unrelated parties	435	-
<u>Other receivables</u>		
Accrued income - related parties (Note 4)	1,327	-
Total other receivables	1,327	-
Total trade receivables and other receivables	1,762	-

**6. The reduction of cost of inventories to net realisable value**

Movements in the allowance for reduction of cost of inventories to net realisable value account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Balance as at 1 January 2019	14,903
Add: Reduction of cost of inventories to net realisable value	(344)
Balance as at 31 March 2019	14,559

**7. Restricted bank deposits**

Deposits with banks of the Company and its subsidiary have been pledged as security against credit facilities obtained from the financial institutions which are consist of bank guarantees and other credit facilities.

(Unaudited but reviewed)

## 8. Investment in subsidiaries

Details of investment in subsidiaries as presented in separate financial statements are as follows:

(Unit: Thousand Baht)

Company	Paid-up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2019	2018	2019	2018	2019	2018
			(%)	(%)		(Audited)
<u>Subsidiary directly held by the Company</u>						
Datapro Computer Systems Company Limited						
	100,000	100,000	100	100	325,887	325,887
<u>Subsidiary held through Datapro Computer Systems Company Limited</u>						
Datapro Company Systems (Myanmar) Company Limited						
	50*	50*	100	100	-	-
Total					325,887	325,887

\*Thousand USD

In April 2019, the Annual General Meeting of shareholders of Datapro Computer Systems Company Limited which is the subsidiary of the Company passed a resolution approving the payment of a dividend for the year 2018 of Baht 160 per share, a total of Baht 160 million, to the subsidiary's shareholders. The subsidiary will pay such dividend in May 2019.

## 9. Investment in available-for-sale securities

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2019	31 December 2018
		(Audited)
Investment in unit trust in equity securities open-ended fund - cost	45,332	45,332
Add: Surplus on changes in value of investments	9,758	6,093
Fair value	55,090	51,425

Investment in unit trust in equity securities open-ended fund are stated at fair value using inputs of Level 2 which is use of other observable inputs for such assets or liabilities, whether directly or indirectly. Such fair value of investments in unit trust has been determined by using the net asset value as published by the Asset Management.

(Unaudited but reviewed)

## 10. Investment properties

Movements of the investment properties account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
<b>Net book value as at 1 January 2019</b>	157,220	260,189
Increase during the period	4,487	7,856
Depreciation for the period	(1,556)	(2,580)
<b>Net book value as at 31 March 2019</b>	<u>160,151</u>	<u>265,465</u>

The Company has mortgaged such investment properties as collateral against a long-term loan from a bank.

## 10. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
<b>Net book value as at 1 January 2019</b>	232,782	7
Acquisitions during period - at cost	37,591	-
Disposals during period - net book value at disposal date	(334)	-
Depreciation for the period	(13,395)	(1)
<b>Net book value as at 31 March 2019</b>	<u>256,644</u>	<u>6</u>

Land and building as presented in the consolidated financial statements are the portion of the Company's investment properties that they have leased to its subsidiary.

As at 31 March 2019, the subsidiary had equipment under finance lease agreements with net book value amounting to Baht 45 million (31 December 2018: Baht 48 million).

Land and building as presented in the consolidated financial statements have been mortgaged as collateral against the Company's long-term loan from a bank.

(Unaudited but reviewed)

## 12. Intangible assets

Movements of the intangible assets account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht)
	Consolidated
	financial statements
<b>Net book value as at 1 January 2019</b>	3,515
Amortisation for the period	(330)
<b>Net book value as at 31 March 2019</b>	<u>3,185</u>

## 13. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
		(Audited)		(Audited)
Trade payables - unrelated parties	530,075	571,729	4,095	8,059
Amounts due to related parties (Note 4)	2,405	3,466	107	224
Accrued expenses	100,451	169,457	474	465
Total trade and other payables	<u>632,931</u>	<u>744,652</u>	<u>4,676</u>	<u>8,748</u>

## 14. Long-term loans

	(Unit: Thousand Baht)	
	Consolidated/Separate	
	financial statements	
	31 March 2019	31 December 2018
		(Audited)
Long-term loans	85,760	92,900
Less: Current portion	(28,560)	(28,560)
Long-term loans - net of current portion	<u>57,200</u>	<u>64,340</u>

(Unaudited but reviewed)

Movements in the long-term loans account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht) Consolidated/Separate financial statements
Balance as at 1 January 2019	92,900
Less: Repayment	(7,140)
Balance as at 31 March 2019	<u>85,760</u>

The loan agreement of the Company contains certain covenants and restrictions imposed by the lenders regarding, among other things, sales or transfers of assets other than in the ordinary course of business and merger or consolidation with any other companies.

The loan of the Company is secured by the mortgage of investment properties of the Company.

#### 15. Liabilities under finance lease agreements

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2019	31 December 2018
		(Audited)
Liabilities under finance lease agreements	44,609	47,132
Less: Deferred interest expenses	-	-
	<u>44,609</u>	<u>47,132</u>
Less: Current portion	(10,095)	(10,095)
Liabilities under finance lease agreements - net of current portion	<u>34,514</u>	<u>37,037</u>

Movements in the liabilities under finance lease agreements account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht) Consolidated financial statements
Balance as at 1 January 2019	37,037
Less: Repayment	(2,523)
Balance as at 31 March 2019	<u>34,514</u>



(Unaudited but reviewed)

As at 31 March 2019, future minimum lease payments required under the finance lease agreements of the subsidiary were as follows:

(Unit: Million Baht)

	Less than 1 year	1 - 3 years	Total
Future minimum lease payments	10	35	45
Deferred interest expenses	-	-	-
Present value of future minimum lease payments	10	35	45

The subsidiary has entered into the finance lease agreements with leasing companies for rental of equipment for use in its operation, whereby it is committed to pay rental on a monthly basis. The terms of the agreements are approximately 5 years. The assets acquired by the subsidiary under the finance lease agreements have been recorded at their cash price.

#### 16. Provision for long-term employee benefits

Movement of the provision for long-term employee benefits account during the three-month period ended 31 March 2019 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements
Balance as at 1 January 2019	70,853
Add: Recognition during period	2,640
Balance as at 31 March 2019	73,493

#### 17. Revenue from contracts with customers

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Type of goods or service:</b>				
Sales of hardware and software	511,426	420,018	-	-
Services relating to information technology systems	263,947	212,553	-	-
Rental and service income	8,211	5,447	14,715	12,702
Total revenue from contracts with customers	783,584	638,018	14,715	12,702
<b>Timing of revenue recognition:</b>				
Revenue recognised at a point in time	417,840	206,668	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Type of goods or service:</b>				
Revenue recognised over time	365,744	431,350	14,715	12,702
Total revenue from contracts with customers	<u>783,584</u>	<u>638,018</u>	<u>14,715</u>	<u>12,702</u>

## 18. Income tax

Interim corporate income tax was calculated on profit before income tax for the periods, after adding back expenses and deducting income which are disallowable for tax computation purposes, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2019 and 2018 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Current income tax:</b>				
Interim corporate income tax charge	12,614	11,188	816	419
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	<u>(644)</u>	<u>(1,103)</u>	<u>(1)</u>	<u>-</u>
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>11,970</u>	<u>10,085</u>	<u>815</u>	<u>419</u>

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2019 and 2018 are as follows:

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	For the three-month periods ended 31 March	
	<u>2019</u>	<u>2018</u>
Deferred tax relating to gain on change in value of available-for-sale securities	<u>733</u>	<u>164</u>

**19. Commitments and contingent liabilities****19.1 Capital commitments**

As at 31 March 2019, the Company and its subsidiary had capital commitments of approximately Baht 15 million (31 December 2018: Baht 27 million) (Separate financial statement: Baht 4 million (31 December 2018: Baht 12 million)), relating to the construction and renovation of rental building.

**19.2 Operating lease commitments**

The subsidiary had entered into several lease agreements with other companies and related company in respect of the lease of office building space, equipment and related services. The terms of the agreements are generally between 1 to 13 years.

As at 31 March 2019, future minimum lease payments required under these operating leases contracts were as follows:

	(Unit: Million Baht)
	Consolidated
	<u>financial statements</u>
Payable within the year:	
2019	16
2020 - 2022	45

**19.3 Service commitments**

The Company and its subsidiary have entered into management service agreements with a related company, whereby management fees totaling Baht 1.8 million per month (31 December 2018: Baht 1.8 million per month) (Baht 0.6 million per month (31 December 2018: Baht 0.6 million per month) payable by the Company) are payable in the future. The agreements end in December 2019 but they automatically renew for periods of one year each time until terminate.

**19.4 Bank guarantees**

As at 31 March 2019, the Company and its subsidiary have outstanding bank guarantees of approximately Baht 156 million (31 December 2018: Baht 146 million) issued by banks on behalf of the Company and its subsidiary in respect of certain performance bonds as required in the normal course of business of the Company and its subsidiary. These included letters of guarantee amounting to Baht 155 million (31 December 2018: Baht 145 million) to guarantee contractual performance of the subsidiary and amounting to Baht 1 million (31 December 2018: Baht 1 million) to guarantee electricity use of the Company.

**20. Foreign currency risk**

The subsidiary's exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies. As at 31 March 2019, the subsidiary had the net liabilities denominated in foreign currency amounting to USD 2 million (31 December 2018: USD 6 million).

As at 31 March 2019, the subsidiary had outstanding forward exchange contracts in order to hedge the foreign currency risk as follows:

Consolidated financial statements			
Foreign currency	Bought amount (Million)	Contractual exchange rate of bought amount (Baht per 1 foreign currency unit)	Contractual Maturity date
US Dollar	2	31.40 - 32.51	7 June - 29 September 2019

## 21. Financial information by segment

The Company and its subsidiary are organised into business units based on their products and services. During the current period, the Company and its subsidiary have not changed the organisation of their reportable segments.

The following table presents revenue and profit information regarding the Company and its subsidiary operating segments for the three-month periods ended 31 March 2019 and 2018.

(Unit: Million Baht)

	For the three-month periods ended 31 March							
	Distribution of computer and provision of services relating to computer systems segment		Rent out space and services segment		Elimination of inter-segment		Consolidation	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Revenues</b>								
Revenues from external customers								
Sales	511	420	-	-	-	-	511	420
Rental and service income	264	213	8	5	-	-	272	218
Total revenues from external customers	775	633	8	5	-	-	783	638
Inter-segment revenues	-	-	7	7	(7)	(7)	-	-
<b>Total revenues</b>	<b>775</b>	<b>633</b>	<b>15</b>	<b>12</b>	<b>(7)</b>	<b>(7)</b>	<b>783</b>	<b>638</b>
<b>Segment profit</b>	<b>85</b>	<b>71</b>	<b>2</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>87</b>	<b>72</b>
<b>Unallocated income and expenses:</b>								
Other income							9	6
Selling expenses							(3)	(2)
Administrative expenses							(31)	(20)
Finance cost							(1)	(2)
<b>Profit before income tax expenses</b>							<b>61</b>	<b>54</b>
Income tax expenses							(12)	(10)
<b>Profit for the period</b>							<b>49</b>	<b>44</b>

## **22. Events after the reporting period**

### **22.1 Dividend**

On 24 April 2019, the Annual General Meeting of the Company's shareholders passed a resolution approving the payment of an additional dividend from the operating results of the year 2018 to the shareholders at the rate of Baht 0.5 per share, a total of Baht 142 million, which will be paid in May 2019. When this additional dividend is combined with the interim dividend paid to the shareholders on 5 September 2018 at the rate of Baht 0.15 per share, a total of Baht 43 million, the total dividend paid from the operating results of the Company for the year 2018 will be at the rate of Baht 0.65 per share, or a total of Baht 185 million.

### **22.2 Amendments to the law relating to the legal severance pay rates**

On 5 April 2019, The Labor Protection Act (No. 7) B.E. 2562 was announced in the Royal Gazette. This stipulates additional legal severance pay rates for employees who have worked for an uninterrupted period of twenty years or more, with such employees entitled to receive not less than 400 days' compensation at the latest wage rate. The law is effective from 5 May 2019. This change is considered a post-employment benefits plan amendment and the Company and its subsidiary have additional long-term employee benefit liabilities of Baht 21 million as a result. The Company and its subsidiary will reflect the effect of the change by recognising past service costs as expenses in the income statement of the period in which the law is effective, which is the second quarter of 2019.

## **23. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's Board of Directors on 8 May 2019.