

**SIAMGAS AND PETROCHEMICALS PUBLIC  
COMPANY LIMITED**

**INTERIM CONSOLIDATED AND SEPARATE  
FINANCIAL INFORMATION  
(UNAUDITED)**

**31 MARCH 2019**

## **AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION**

To the Shareholders and the Board of Directors of Siamgas and Petrochemicals Public Company Limited

I have reviewed the interim consolidated financial information of Siamgas and Petrochemicals Public Company Limited and its subsidiaries, and the interim separate financial information of Siamgas and Petrochemicals Public Company Limited. These comprise the consolidated and separate statements of financial position as at 31 March 2019, and the related consolidated and separate statements of income, comprehensive income, changes in equity, and cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

### **Scope of review**

I conducted my review in accordance with the 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 consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

**Chaisiri Ruangritchai**

Certified Public Accountant (Thailand) No. 4526

Bangkok

9 May 2019

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Financial Position**

**As at 31 March 2019**

	<b>Notes</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
		<b>Unaudited</b>	<b>Audited</b>	<b>Unaudited</b>	<b>Audited</b>
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
		<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		2,977,366	2,848,742	756,281	1,011,128
Short-term investments	6	100,339	132,959	100,339	99,359
Trade and other receivables, net	7	4,826,271	5,444,878	777,037	891,624
Inventories, net	8	3,862,691	4,817,783	835,910	906,153
Short-term loans to related parties	21	-	-	94,935	-
Other current assets	9	380,197	466,000	112,897	127,721
<b>Total current assets</b>		<b>12,146,864</b>	<b>13,710,362</b>	<b>2,677,399</b>	<b>3,035,985</b>
<b>Non-current assets</b>					
Investments in subsidiaries, net	10	-	-	10,657,911	10,581,832
Investments in associates	10	2,385,946	2,375,577	-	-
Investments in joint ventures	10	100,597	107,513	23,578	23,578
Long-term loans to related parties	21	146,801	133,433	1,220,340	1,180,660
Property, plant and equipment, net	11	16,508,803	16,666,294	5,153,671	5,153,646
Investment property, net	12	126,226	127,815	669,422	669,546
Goodwill, net		1,516,111	1,516,111	-	-
Intangible assets, net	11	67,960	72,690	4,622	2,913
Deferred tax assets, net		240,680	242,374	-	-
Other non-current assets	13	863,031	852,271	453,752	527,375
<b>Total non-current assets</b>		<b>21,956,155</b>	<b>22,094,078</b>	<b>18,183,296</b>	<b>18,139,550</b>
<b>Total assets</b>		<b>34,103,019</b>	<b>35,804,440</b>	<b>20,860,695</b>	<b>21,175,535</b>

Director \_\_\_\_\_ Director \_\_\_\_\_

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Financial Position**

**As at 31 March 2019**

		Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		31 March	31 December	31 March	31 December
		2019	2018	2019	2018
	Notes	Baht'000	Baht'000	Baht'000	Baht'000
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term borrowings					
from financial institutions, net	14	1,022,604	4,988,585	-	600,000
Trade and other payables	15	5,292,214	3,514,764	939,122	1,004,142
Current portion of long-term loans					
from financial institutions, net	16	1,034,951	1,349,030	676,886	886,160
Current portion of bonds, net	17	1,998,815	2,999,800	1,998,815	2,999,800
Accrued income tax		163,182	110,351	-	-
Other current liabilities		73,798	140,145	3,639	5,550
<b>Total current liabilities</b>		<b>9,585,564</b>	<b>13,102,675</b>	<b>3,618,462</b>	<b>5,495,652</b>
<b>Non-current liabilities</b>					
Long-term loans from financial					
institutions, net	16	1,257,315	963,399	578,000	274,000
Long-term loans from related parties	21	3,000	3,000	1,466,704	997,678
Bonds, net	17	6,970,993	5,983,201	6,970,993	5,983,201
Cylinder deposits		5,107,444	5,054,053	1,097,784	1,077,873
Employee benefit obligations		166,710	166,127	62,298	61,786
Deferred tax liabilities, net		338,873	340,972	25,848	26,177
Other non-current liabilities		62,338	62,202	2,420	2,386
<b>Total non-current liabilities</b>		<b>13,906,673</b>	<b>12,572,954</b>	<b>10,204,047</b>	<b>8,423,101</b>
<b>Total liabilities</b>		<b>23,492,237</b>	<b>25,675,629</b>	<b>13,822,509</b>	<b>13,918,753</b>

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Financial Position**

**As at 31 March 2019**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial information</b>		<b>financial information</b>	
	<b>Unaudited</b>	<b>Audited</b>	<b>Unaudited</b>	<b>Audited</b>
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
<b>Liabilities and equity (continued)</b>				
<b>Equity</b>				
Share capital				
Authorised share capital				
1,837,863,000 ordinary shares				
with a par value of Baht 0.50 each	918,932	918,932	918,932	918,932
Issued and paid-up share capital				
1,837,863,000 ordinary shares,				
fully paid-up of Baht 0.50 each	918,932	918,932	918,932	918,932
Premium on share capital	1,874,482	1,874,482	1,874,482	1,874,482
Retained earnings				
Appropriated				
- Legal reserve	162,089	162,089	162,089	162,089
- Other reserve	7,989	-	-	-
Unappropriated	8,274,409	7,722,361	3,934,893	4,153,489
Other components of equity	(780,726)	(691,188)	147,790	147,790
<b>Equity attributable to owners</b>				
<b>of the parent</b>	10,457,175	9,986,676	7,038,186	7,256,782
Non-controlling interests	153,607	142,135	-	-
<b>Total equity</b>	10,610,782	10,128,811	7,038,186	7,256,782
<b>Total liabilities and equity</b>	34,103,019	35,804,440	20,860,695	21,175,535

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Income**

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

	<b>Notes</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
		<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
		<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
		<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
<b>Revenue</b>					
Revenue from sales		17,596,745	15,525,794	2,927,169	2,569,237
Revenue from transportation		49,204	65,671	-	-
Revenue from services		2,740	2,320	37,606	41,206
<b>Total revenue</b>		<b>17,648,689</b>	<b>15,593,785</b>	<b>2,964,775</b>	<b>2,610,443</b>
Cost of sales and services		(16,604,324)	(15,073,340)	(3,021,283)	(2,586,232)
Cost of transportation		(37,253)	(51,607)	-	-
<b>Total cost of sales, services and transportation</b>		<b>(16,641,577)</b>	<b>(15,124,947)</b>	<b>(3,021,283)</b>	<b>(2,586,232)</b>
<b>Gross profit (loss)</b>		<b>1,007,112</b>	<b>468,838</b>	<b>(56,508)</b>	<b>24,211</b>
Dividend income		632	900	632	957,593
Other income		107,165	149,351	72,778	131,170
<b>Profit before expenses</b>		<b>1,114,909</b>	<b>619,089</b>	<b>16,902</b>	<b>1,112,974</b>
Selling expenses		(47,052)	(46,586)	(10,912)	(11,372)
Administrative expenses		(306,718)	(291,741)	(114,527)	(110,485)
<b>Total expenses</b>		<b>(353,770)</b>	<b>(338,327)</b>	<b>(125,439)</b>	<b>(121,857)</b>
Share of profit of associates and joint ventures	10	19,491	29,876	-	-
<b>Profit (loss) before finance costs and income tax</b>		<b>780,630</b>	<b>310,638</b>	<b>(108,537)</b>	<b>991,117</b>
Finance costs		(142,492)	(107,030)	(110,389)	(88,057)
<b>Profit (loss) before income tax</b>		<b>638,138</b>	<b>203,608</b>	<b>(218,926)</b>	<b>903,060</b>
Income tax revenue (expenses)	18	(66,499)	(98,750)	330	6,387
<b>Net profit (loss) for the period</b>		<b>571,639</b>	<b>104,858</b>	<b>(218,596)</b>	<b>909,447</b>

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Income**

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

	Consolidated		Separate	
	financial information		financial information	
	Unaudited	Unaudited	Unaudited	Unaudited
	2019	2018	2019	2018
Note	Baht'000	Baht'000	Baht'000	Baht'000
<b>Profit (loss) attributable to:</b>				
Owners of the parent	560,037	100,770	(218,596)	909,447
Non-controlling interests	11,602	4,088	-	-
<b>Net profit (loss) for the period</b>	<b>571,639</b>	<b>104,858</b>	<b>(218,596)</b>	<b>909,447</b>
<b>Earnings (loss) per share</b>				
<b>attributable to the owners of</b>				
<b>the parent</b>	19			
Basic earnings (loss) per share (Baht)	0.30	0.05	(0.12)	0.49

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**  
**Statement of Comprehensive Income**  
**For the three-month period ended 31 March 2019**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial information</b>		<b>financial information</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Net profit (loss) for the period	571,639	104,858	(218,596)	909,447
Other comprehensive income (expense), net of tax				
Items that will be reclassified subsequently to profit or loss				
- Share of other comprehensive expense from associates and joint ventures for accounted using the equity method	(16,039)	(6,923)	-	-
- Currency translation difference	(73,629)	(256,247)	-	-
Total other comprehensive expense	(89,668)	(263,170)	-	-
<b>Total comprehensive income (expense) for the period, net of tax</b>	<b>481,971</b>	<b>(158,312)</b>	<b>(218,596)</b>	<b>909,447</b>
<b>Total comprehensive income (expense) attributable to:</b>				
Owners of the parent	470,499	(163,298)	(218,596)	909,447
Non-controlling interests	11,472	4,986	-	-
<b>Total comprehensive income (expense) for the period</b>	<b>481,971</b>	<b>(158,312)</b>	<b>(218,596)</b>	<b>909,447</b>

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.



**Siamgas and Petrochemicals Public Company Limited**

**Statement of Changes in Equity**

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

	Consolidated financial information (Unaudited)							
	Attributable to equity holders of the parent							
	Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Legal reserve Baht'000	Other reserve Baht'000	Unappropriated Baht'000	Other components of equity Baht'000	Non- controlling interests Baht'000	Total equity Baht'000
						(Note 20)		
Opening balance 1 January 2019	918,932	1,874,482	162,089	-	7,722,361	(691,188)	142,135	10,128,811
Total comprehensive income (expense) for the period	-	-	-	-	560,037	(89,538)	11,472	481,971
Other reserve	-	-	-	7,989	(7,989)	-	-	-
Closing balance 31 March 2019	918,932	1,874,482	162,089	7,989	8,274,409	(780,726)	153,607	10,610,782
Opening balance 1 January 2018	918,932	1,874,482	162,089	-	8,229,199	(45,724)	169,461	11,308,439
Total comprehensive income (expense) for the period	-	-	-	-	100,770	(264,068)	4,986	(158,312)
Other reserve	-	-	-	15,830	(15,830)	-	-	-
Closing balance 31 March 2018	918,932	1,874,482	162,089	15,830	8,314,139	(309,792)	174,447	11,150,127

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Changes in Equity**

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

	Separate financial information (Unaudited)				
	Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Retained earnings		Other components of equity Baht'000 (Note 20)
			Legal	Unappropriated	
			reserve Baht'000	Baht'000	
					Total equity Baht'000
<b>Opening balance 1 January 2019</b>	918,932	1,874,482	162,089	4,153,489	147,790
Total comprehensive expense for the period	-	-	-	(218,596)	-
<b>Closing balance 31 March 2019</b>	<u>918,932</u>	<u>1,874,482</u>	<u>162,089</u>	<u>3,934,893</u>	<u>147,790</u>
<b>Opening balance 1 January 2018</b>	918,932	1,874,482	162,089	4,124,820	148,160
Total comprehensive income for the period	-	-	-	909,447	-
<b>Closing balance 31 March 2018</b>	<u>918,932</u>	<u>1,874,482</u>	<u>162,089</u>	<u>5,034,267</u>	<u>148,160</u>

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

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

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**
**Statement of Cash Flows**
**For the three-month period ended 31 March 2019**

		Consolidated		Separate	
		financial information		financial information	
		Unaudited	Unaudited	Unaudited	Unaudited
		2019	2018	2019	2018
	Notes	Baht'000	Baht'000	Baht'000	Baht'000
<b>Cash flows from investing activities</b>					
Proceeds from short-term investments	6	33,600	-	-	-
Payments for short-term loans to related parties, net	21	-	-	(93,920)	-
Proceeds from long-term loans to related parties	21	-	-	80,000	69,875
Payments for long-term loans to related parties	21	(15,906)	-	(120,000)	-
Advance payment for acquisition of investments in associates		-	(45,434)	-	-
Payment for acquisition of investments in associates		-	(240,526)	-	-
Payments for investment in subsidiaries	10	-	-	(76,079)	(293,737)
Purchases of plant and equipment		(162,800)	(232,977)	(26,094)	(31,706)
Advance payments for purchase of plant and equipment		(14,099)	(36,172)	(39)	(35,694)
Proceeds from disposals of plant and equipment		3,953	7,415	220	-
Purchases of Intangible assets		(3,848)	-	(1,970)	-
Interest received		5,485	3,257	46,026	468
Dividends received from short-term investments		632	900	632	900
Dividends received from a subsidiary		-	-	-	956,693
<b>Net cash received from (used in) investing activities</b>		<b>(152,983)</b>	<b>(543,537)</b>	<b>(191,224)</b>	<b>666,799</b>
<b>Cash flows from financing activities</b>					
Repayments for short-term loans					
from financial institutions, net		(3,879,682)	(965,238)	(600,000)	(1,231,534)
Proceeds from long-term loan from a financial institution	16	600,000	-	600,000	-
Repayments for long-term loans from financial institutions, net	16	(647,179)	(157,752)	(527,358)	(38,216)
Repayments for bond redemption	17	(3,000,000)	(2,000,000)	(3,000,000)	(2,000,000)
Proceeds from issue of bonds, net	17	2,984,560	1,988,983	2,984,560	1,988,983
Proceeds from long-term loans from related parties	21	-	-	472,856	284,252
<b>Net cash used in financing activities</b>		<b>(3,942,301)</b>	<b>(1,134,007)</b>	<b>(69,942)</b>	<b>(996,515)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>128,340</b>	<b>(411,627)</b>	<b>(255,187)</b>	<b>(101,215)</b>
Cash and cash equivalents at the beginning of the period		2,848,742	2,590,205	1,011,128	301,443
Exchange gain (loss) on cash and cash equivalents		284	9	340	(52)
<b>Cash and cash equivalents at the end of the period</b>		<b>2,977,366</b>	<b>2,178,587</b>	<b>756,281</b>	<b>200,176</b>

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Cash Flows**

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

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial information</b>		<b>financial information</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
<b>Cash and cash equivalents are made up as follows:</b>				
- Cash on hand and deposits at financial institutions - maturities within three months	2,977,366	2,178,587	756,281	200,176
<b>Non-cash transactions</b>				
Payables for purchase of property, plant and equipment (included in other payables)	35,987	54,249	12,023	11,731
Increase in equipment as a result of advance payment for purchase of equipment (included in other non-current assets)	1,615	1,000	-	1,000
Receivable from disposal of equipment (included in trade and other receivables)	252	-	252	573

The condensed notes to the interim financial information from pages 13 to 37 are an integral part of this interim financial information.

## **1 General information**

Siamgas and Petrochemicals Public Company Limited ("the Company") is a public limited company that is listed on the Stock Exchange of Thailand and is incorporated and domiciled in Thailand. The address of the Company's registered office is as follows:

553 30<sup>th</sup> Floor, The Palladium Building, Ratchaprarop Road, Makkasan, Ratchathewi, Bangkok.

For reporting purposes, the Company and its subsidiaries are referred to as the "Group".

The Group has main business in trading petroleum and petrochemical and transportation services by land and vessel.

This interim consolidated and separate financial information was authorised by the Board of Directors on 9 May 2019.

This interim consolidated and separate financial information has been reviewed, but not audited.

## **2 Accounting policies**

### **2.1 Basis of preparation of the interim financial information**

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information which is statement of financial position, statement of income, comprehensive income, changes in shareholders' equity and cash flows is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. The notes to the financial information are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2018.

An English version of the interim consolidated and separate financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2018, except for change in accounting policy as described in Note 2.4.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

Commencing on 1 January 2019, the Group has adopted the new and amended Thai Financial Reporting Standards effective for the period beginning on or after 1 January 2019 which do not have a significant impact to the Group.

## **2 Accounting policies (Cont'd))**

### **2.2 Financial reporting standards are effective for annual periods beginning on or after 1 January 2019.**

TFRS 1	First-time Adoption of International Financial Reporting Standards
TFRS 2 (revised 2018)	Share-based Payment
TFRS 4 (revised 2018)	Insurance Contracts
TAS 28 (revised 2018)	Investments in associates and joint ventures
TAS 40 (revised 2018)	Investment Property
TFRIC 22	Foreign Currency Transactions and Advance Consideration

TFRS 1 addresses the treatment when the Group adopts TFRS as a basis for preparing its financial statements for the first time. This standard grants specific optional exemptions and some mandatory exceptions from TFRS general requirements, with disclosure to explain how the transition from previous GAAP to TFRS affected the Group's reported financial position, financial performance and cash flows.

TFRS 2 clarifies;

- The measurement basis for cash-settled share-based payments
- Where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority, the award is treated as if it is wholly equity-settled.
- The accounting for modifications from cash-settled awards to equity-settled awards.

TFRS 4 provides insurance companies an optional exemption from compliance with TFRS 9 and TFRS 7. The exemption is temporarily effective and not mandatory. Entities who choose to use the exemption must follow the 'financial instruments and disclosure for insurance companies' accounting guidelines to be issued by the Federation of Accounting Professions until TFRS 17 becomes effective.

TAS 28 clarifies that the election by venture capital organisations, mutual funds, unit trusts and similar entities to measure investments in associates or joint ventures at fair value through profit or loss should be made separately for each associate or joint venture at initial recognition.

TAS 40 clarifies that transfers to or from investment property can only be made if there has been a change in use that is supported by evidence. A change in use occurs when the property meets, or ceases to meet, the definition of investment property. A change in intention alone is not sufficient to support a transfer.

TFRIC 22 clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income when an entity has received or paid advance consideration in a foreign currency.

The management has assessed and considered that the above revised standards do not have significant impact on the Group.

### **2.3 Financial reporting standards are effective for annual periods beginning on or after 1 January 2020 which are relevant to the Group. The Group has not yet adopted these revised standards.**

#### **2.3.1 Financial instruments**

The new financial reporting standards relate to financial instruments are:

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

These new standards address the classification, measurement and derecognition of financial assets and financial liabilities, impairment of financial assets, hedge accounting, and presentation and disclosure of financial instruments.

#### **2.3.2 TFRS 16 Leases**

TFRS 16 will result in almost all leases where the Group is a lessee being recognised on the statement of financial position as the distinction between operating and finance lease is removed. An asset (the right to use the leased item) and financial liability to pay rentals are recognised, with exception on short-term and low-value leases.

The Group's management is currently assessing the impacts from these standards.

## **2 Accounting policies (Cont'd)**

### **2.4 Change in accounting policies**

The Group has adopted the new Thai Financial Reporting Standards (TFRS) No. 15, Revenue from contracts with customers from 1 January 2019 under the modified retrospective approach. The adoption of TFRS 15 do not has result in significant impact on the financial statements as at 31 December 2018 and 1 January 2019.

In accordance with TFRS 15, the Group adopted key accounting policies as below.

Revenue is recognised in the period when control of goods transferred to customers in an amount that reflect the net consideration we expect to receive. The revenue recognition is in accordance with that core principle by applying following steps:

- (1) Identify the contract(s) with a customer
- (2) Identify the performance obligations in the contract
- (3) Determine the transaction price
- (4) Allocate the transaction price to the performance obligations in the contract
- (5) Recognise revenue when (or as) the entity satisfies a performance obligation

Depending on the terms of the underlying contract, the Group generally meets the above requirements when it either ships or delivers finished goods and control of the goods transfers to the customer.

At contract inception, the Group assesses the goods promised in the contract to identify the performance obligations. Each performance obligation is a promise to transfer to the customer a good or service that is distinct. The transaction price will need to be allocated to the distinct performance obligations based on the relative standalone selling price of the goods and other performance obligations to ensure that revenue is recognised at the appropriate time and for the correct amount.

Revenue is recognised either:

- at a point in time, when control of the goods transfers to the customer; or
- over time, in a manner that best reflects the Group's performance.

## **3 Estimates**

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

In preparing this interim financial information, the significant judgements made by management in applying the Group'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 2018.



#### **4 Segment information**

Segment information is presented in respect of the Group's operating segments which are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker.

The operating segments of the Group are as follows:

Petroleum and petrochemical products : Petroleum trading for household cooking, industry and transportation businesses, and petrochemical trading;  
 Transportation services : Transportation services by land and vessel;  
 Other segment : Cylinder manufacturing

<b>For the three-month period ended 31 March 2019</b>	<b>Consolidated financial information</b>				
	<b>Petroleum and petrochemical products</b>	<b>Transportation services</b>	<b>Other business segment</b>	<b>Elimination entries</b>	<b>Total</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Revenues from sales and services	22,805	557	52	(5,765)	17,649
Cost of goods sold and services	(21,922)	(422)	(50)	5,752	(16,642)
Gross profit	883	135	2	(13)	1,007
Other income	139	(11)	5	(25)	108
Profit before operating expenses	1,022	124	7	(38)	1,115
Unallocated expenses					(563)
Share of profit of associates and joint ventures					19
Net profit for the period					571

<b>For the three-month period ended 31 March 2018</b>	<b>Consolidated financial information</b>				
	<b>Petroleum and petrochemical products</b>	<b>Transportation services</b>	<b>Other business segment</b>	<b>Elimination entries</b>	<b>Total</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Revenues from sales and services	23,879	563	62	(8,910)	15,594
Cost of goods sold and services	(23,610)	(453)	(53)	8,991	(15,125)
Gross profit	269	110	9	81	469
Other income	250	(36)	7	(71)	150
Profit before operating expenses	519	74	16	10	619
Unallocated expenses					(544)
Share of profit of associates and joint ventures					30
Net profit for the period					105

**4 Segment information (Cont'd)**

**Geographical information**

In presenting geographical information, revenues are based on the geographical location of control in operation management and non-current assets are based on the geographical location of the assets.

		<b>Consolidated financial information</b>	
		<b>Revenues from sales and services</b>	
		<b>2019</b>	<b>2018</b>
		<b>Million Baht</b>	<b>Million Baht</b>
<b>For the three-month period ended 31 March</b>			
Domestic		5,542	5,258
Overseas		12,107	10,336
Total		17,649	15,594
		<b>Consolidated financial information</b>	
		<b>Non-current assets</b>	
		<b>31 March</b>	<b>31 December</b>
		<b>2019</b>	<b>2018</b>
		<b>Million Baht</b>	<b>Million Baht</b>
<b>As at</b>			
Domestic		12,457	12,602
Overseas		4,178	4,192
Total		16,635	16,794

For the three-month period ended 31 March 2019 and 2018, the Group did not have any major customer who generates revenue more than 10% of total revenue.

**5 Fair value**

As at 31 March 2019, financial assets that are measured at fair value in the interim consolidated and separate financial information are as follows:

		<b>Consolidated financial information and</b>		
		<b>separate financial information</b>		
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
		<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
				<b>Total</b>
				<b>Million Baht</b>
<b>Financial assets at fair value</b>				
<b>through profit or loss</b>				
Short-term investments		100	-	-
				100

The fair value of short-term investments are based on net asset value of individual mutual fund as at end of period using quoted prices (unadjusted) in active markets for identical assets. The fair values are within level 1 of the fair value hierarchy.

During the period, there were no transfers between levels 1 and 2 of the fair value hierarchy. In addition, there were no any changes in valuation techniques during the period.

## 6 Short-term investments

Short-term investments comprise deposits at financial institutions with maturities over three months but not later than one year and trading investments in units of mutual funds. The purpose of these investments is to invest short-term excess cash to achieve a competitive rate of return with low risk.

The movements of short-term investments can be analysed as follows:

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

	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
Opening amount	133	99
Redemptions	(34)	-
Gain on change in fair value of short-term investments	1	1
Closing amount	<u>100</u>	<u>100</u>

## 7 Trade and other receivables, net

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
<b>As at</b>	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>
Trade receivables	4,171	4,303	355	362
<u>Less</u> Allowance for doubtful accounts	(63)	(61)	(5)	(5)
Trade receivables, net	4,108	4,242	350	357
Trade receivables from related parties (Note 21)	39	20	195	76
Other receivables from related parties (Note 21)	-	-	76	94
Prepayments	227	230	52	56
Advance payments	76	164	4	4
Receivables on subsidies for liquefied petroleum gas from government	352	783	98	303
Others	24	6	2	2
Total trade and other receivables, net	<u>4,826</u>	<u>5,445</u>	<u>777</u>	<u>892</u>

The age analysis of trade receivables is as follows:

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
<b>As at</b>	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>
<b>Trade receivables</b>				
Current	3,354	3,550	240	243
Overdue				
- less than 3 months	404	315	82	90
- 3 months to 12 months	79	364	25	21
- more than 12 months	334	74	8	8
Total	4,171	4,303	355	362
<u>Less</u> Allowance for doubtful accounts	(63)	(61)	(5)	(5)
Total trade receivables, net	<u>4,108</u>	<u>4,242</u>	<u>350</u>	<u>357</u>

**7 Trade and other receivables, net (continued)**

The age analysis of trade receivables from related parties is as follows:

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
<b>Trade receivables from related parties</b>				
Current	39	20	195	76
Total trade receivables from related parties	39	20	195	76

**8 Inventories, net**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Raw material	34	33	-	-
Finished goods	3,615	4,919	819	892
Goods in transit	111	46	-	-
Supplies and others	118	112	17	14
Total	3,878	5,110	836	906
<u>Less</u> Allowance for diminution in value of inventories	(15)	(292)	-	-
Total inventories, net	3,863	4,818	836	906

According to regulations issued by the Ministry of Energy, the Group and the Company are required to reserve petroleum products and oil products at 1% and 1% of the total trading volume of petroleum products and oil products in Thailand in each period, respectively. As at 31 March 2019, the inventories included minimum mandatory reserve on petroleum products and oil products amounting to Baht 184 million in the consolidated financial information, and Baht 84 million in the separate financial information (31 December 2018: Baht 184 million and Baht 83 million, respectively), which were net of allowance for net realisable value.

**9 Other current assets**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
VAT refundable	331	279	109	125
Corporate income tax refundable	8	3	-	-
Deposits for tariff customs	-	138	-	-
Others	41	46	4	3
Total other current assets	380	466	113	128

**10 Investments in subsidiaries, associates and joint ventures, net**

**10.1 Investments in subsidiaries, net**

The movement in investments in subsidiaries is as follows:

	<b>Separate financial information Million Baht</b>
<b>For the three-month period ended 31 March 2019</b>	
Opening balance, net	10,582
Acquisitions	76
Closing balance, net	10,658

Details of investments in subsidiaries are as follows:

	<b>Country of incorporation</b>	<b>% ownership interest 31 March 2019</b>	<b>31 December 2018</b>	<b>Type of business</b>
<b>Direct Subsidiaries</b>				
Unique Gas and Petrochemicals Public Company Limited	Thailand	99.59	99.59	Petroleum and petrochemical products distribution
Lucky Carrier Company Limited	Thailand	99.99	99.99	Transportation and distribution
Siam Quality Steel Co., Ltd.	Thailand	99.99	99.99	Manufacturing and distribution of LPG cylinders
Siam Ethanol Exports Co., Ltd.	Thailand	70.00	70.00	Manufacturing of ethanol products (ceased its operation)
Siam Lucky Marine Co., Ltd. <sup>(1)</sup>	Thailand	58.98	56.00	Transportation services
Siam Suksawat Co., Ltd.	Thailand	100.00	100.00	Transportation and discharge goods and petroleum product distribution
Siam LNG Company Limited	Thailand	99.99	99.99	Petroleum products distribution
Siam Gas HK Limited	Hong Kong	100.00	100.00	Holding business
Super Gas Co., Ltd.	Vietnam	100.00	100.00	Petroleum products distribution
SingGas (LPG) Pte. Ltd.	Singapore	95.00	95.00	Petroleum products distribution
Siam Gas Trading Pte. Ltd.	Singapore	100.00	100.00	Petroleum products distribution
MyGaz Sdn. Bhd.	Malaysia	70.00	70.00	Petroleum products distribution
Siam Gas Power Pte. Ltd. <sup>(2)</sup>	Singapore	100.00	100.00	Holding business
Siamgas Global Investment Pte. Ltd. <sup>(3)</sup>	Singapore	100.00	100.00	Holding business
Far East Petroleum Sdn. Bhd.	Malaysia	95.00	95.00	Petroleum products distribution, warehousing and storage service
<b>Indirect Subsidiaries</b>				
Siam Lucky Marine Co., Ltd.	Thailand			Transportation services
Held by:				
- Unique Gas and Petrochemicals Public Company Limited		11.19	12.00	
- Lucky Carrier Company Limited		29.83	32.00	
Sino Siam Gas and Petrochemical Co., Ltd.	The People's Republic of China			Petroleum and petrochemical products distribution
Held by:				
- Siam Gas HK Limited		100.00	100.00	
Siam Ocean Gas & Energy Limited	The People's Republic of China			Petroleum and petrochemical products distribution
Held by:				
- Siam Gas HK Limited		100.00	100.00	
Siamgas-J&J International Ltd.	Bangladesh			Petroleum and petrochemical products distribution
Held by:				
- Siamgas Global Investment Pte. Ltd.		80.00	80.00	
Siamgas Bangladesh Ltd.	Bangladesh			Petroleum and petrochemical products distribution
Held by:				
- Siamgas-J&J International Ltd.		99.90	99.90	
Pacific Gas Bangladesh Ltd.	Bangladesh			Petroleum and petrochemical products distribution
Held by:				
- Siamgas Global Investment Pte. Ltd.		90.00	90.00	

**10 Investments in subsidiaries, associates and joint ventures, net (Cont'd)**

**10.1 Investments in subsidiaries, net (Cont'd)**

Details of investments in subsidiaries are as follows: (Cont'd)

As at	Separate financial information	
	Cost Method	
	31 March 2019 Million Baht	31 December 2018 Million Baht
Unique Gas and Petrochemicals Public Company Limited	2,105	2,105
Lucky Carrier Company Limited	70	70
Siam Quality Steel Co., Ltd.	70	70
Siam Ethanol Exports Co., Ltd.	280	280
Siam Lucky Marine Co., Ltd. <sup>(1)</sup>	348	308
Siam Suksawat Co., Ltd.	100	100
Siam LNG Company Limited	385	385
Siam Gas HK Limited	4,088	4,088
Super Gas Co., Ltd.	388	388
SingGas (LPG) Pte. Ltd.	427	427
Siam Gas Trading Pte. Ltd.	12	12
MyGaz Sdn. Bhd.	84	84
Siam Gas Power Pte. Ltd. <sup>(2)</sup>	2,399	2,366
Siamgas Global Investment Pte. Ltd. <sup>(3)</sup>	69	66
Far East Petroleum Sdn. Bhd.	83	83
Total investment in subsidiaries	10,908	10,832
<u>Less</u> Impairment charge	(250)	(250)
Total investments in subsidiaries, net	<u>10,658</u>	<u>10,582</u>

Changes of investments in subsidiaries during the period are as follows:

- (1) On 21 February 2019, at the Board of Directors' meeting of the Company, it passed a resolution to approve the increase of share capital of Siam Lucky Marine Co., Ltd. to entitle to the privileges of the Board of Investment. The capital increase is of Baht 40.00 million with 4.00 million shares at par value of Baht 10 each. The Group still maintains 100% ownership interest in the subsidiary. The registration was completed in February 2019.
- (2) During the three-month period ended 31 March 2019, Siam Gas Power Pte. Ltd. ("SPW"), incorporated in Singapore, registered an increase of its share capital of 1.00 million shares at par value of USD 1 each or approximately to Baht 32.78 million. The number of shares increased from 68.88 million shares to 69.88 million shares with a par value of USD 1 each. The Company has already paid the capital increase to SPW. As a result, the Company's ownership interest remains unchanged at 100%. The registration was completed during the period.
- (3) During the three-month period ended 31 March 2019, Siamgas Global Investment Pte. Ltd. ("SGI"), incorporated in Singapore, registered an increase of its share capital of 0.10 million shares at par value of USD 1 each or approximately to Baht 3.30 million. The number of shares increased from 2.03 million shares to 2.13 million shares with a par value of USD 1 each. The Company has already paid the capital increase to SGI. As a result, the Company's ownership interest remains unchanged at 100%. The registration was completed during the period.

**10 Investments in subsidiaries, associates and joint ventures, net (Cont'd)**

**10.2 Investments in associates**

The movement in investments in associates are as follows:

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

	<b>Consolidated financial information Equity Method Million Baht</b>
Opening balance	2,376
Share of profit	26
Currency translation differences	(16)
Closing balance	<u>2,386</u>

Details of investments in associates are as follows:

	<b>Country of incorporation</b>	<b>% ownership interest 31 March 2019</b>	<b>31 December 2018</b>	<b>Type of business</b>
<b>Indirect associates</b>				
(held by: Siam Gas Power Pte. Ltd.)				
MSN International Limited	Malaysia	41.10	41.10	Energy related business services
Asiatech Energy Pte. Ltd.	Singapore	41.10	41.10	Energy related business services
Myanmar Lighting (IPP) Co., Ltd.	Myanmar	41.10	41.10	Electricity generating business
Southern Myanmar Development Co., Ltd.	Myanmar	33.00	33.00	Electricity generating business
Asiatech Infrastructure Co. Pte. Ltd.	Singapore	33.00	33.00	Energy related business services
TSM Co., Ltd.	Malaysia	33.00	33.00	Energy related business services

	<b>Consolidated financial information Equity Method 31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>
<b>As at</b>		
MSN International Limited	521	513
Asiatech Energy Pte. Ltd.	2	2
Myanmar Lighting (IPP) Co., Ltd.	1,858	1,857
Southern Myanmar Development Co., Ltd.	-	-
Asiatech Infrastructure Co. Pte. Ltd.	-	-
TSM Co., Ltd.	5	4
Total	<u>2,386</u>	<u>2,376</u>

**10.3 Investments in joint ventures**

The movements in investments in joint ventures are as follows:

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

	<b>Consolidated financial information Equity Method Million Baht</b>	<b>Separate financial information Cost Method Million Baht</b>
Opening balance	108	24
Share of loss	(7)	-
Closing balance	<u>101</u>	<u>24</u>

**10 Investments in subsidiaries, associates and joint ventures, net (Cont'd)**

**10.3 Investments in joint ventures (Cont'd)**

Details of investments in joint ventures are as follows:

	Country of incorporation	% ownership interest		Type of business
		31 March 2019	31 December 2018	
Direct joint ventures				
Citygas North Co., Ltd.	Vietnam	79.64	79.64	Petroleum products distribution
SG Gas Sdn. Bhd.	Malaysia	29.99	29.99	Petrochemical products distribution
Siam Nathalin Co., Ltd.	Thailand	50.00	50.00	Vessel transportation, food and beverage
Indirect joint ventures (held by: Siamgas Global Investment Pte. Ltd.)				
PT Siamindo Djojo Terminal	Indonesia	55.00	55.00	Petroleum products distribution
KMA Siam Limited	Myanmar	65.00	65.00	Petroleum products distribution

As at	Consolidated financial information		Separate financial information	
	Equity Method		Cost Method	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
<b>Direct joint ventures</b>				
Citygas North Co., Ltd.	60	67	20	20
SG Gas Sdn. Bhd.	-	-	3	3
Siam Nathalin Co., Ltd.	2	1	1	1
	62	68	24	24
<b>Indirect joint ventures</b>				
PT Siamindo Djojo Terminal	25	25	-	-
KMA Siam Limited	14	15	-	-
	39	40	-	-
Total investments in joint ventures	101	108	24	24

**11 Property, plant, equipment and intangible assets, net**

Property, plant and equipment consists of land, land improvement, building, vehicles, machinery, warehouse and storage tank, gas station and filling station, equipment for gas and filling stations, vessels, cylinders, office equipment and construction in progress. Intangible assets consist of computer software and customer relationships. The movements are as follows:

For the three-month period ended 31 March 2019	Consolidated financial information		Separate financial information	
	Property, plant and equipment Million Baht	Intangible assets Million Baht	Property, plant and equipment Million Baht	Intangible assets Million Baht
Opening net book amount	16,666	73	5,153	2
Additions	140	4	31	2
Reclassify	2	-	-	-
Disposals and write-off, net	(3)	-	-	-
Depreciation and amortisation charges	(256)	(9)	(30)	-
Currency translation differences	(40)	-	-	-
Closing net book amount	16,509	68	5,154	4



**12 Investment property, net**

	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
<b>For the three-month period ended 31 March 2019</b>		
Opening net book amount	128	670
Reclassify	(2)	-
Closing net book amount	<u>126</u>	<u>670</u>

**13 Other non-current assets**

	Consolidated financial information		Separate financial information	
As at	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Accrued interest income on loans to related parties (Note 21)	-	-	183	217
Deposits at bank used as collateral	49	37	-	-
Deposits	13	19	7	7
Corporate income tax refundable	153	140	119	114
Advance payments for purchases of equipment	98	86	73	73
Prepayment for investments in subsidiaries	-	-	-	36
Deferred charge	41	50	-	-
Prepaid rental	487	494	72	80
Leasehold	20	25	-	-
Others	2	1	-	-
Total other non-current assets	863	852	454	527

**14 Short-term borrowings from financial institutions, net**

	Consolidated financial information		Separate financial information	
As at	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Short-term loans from financial institutions, net	1,023	4,989	-	600

As at 31 March 2019, the Group has trust receipts represented in US Dollar amounting to USD 32.15 million, which is equivalent to Baht 1,023 million, which bear interest rates at the range of 2.49% - 2.76% per annum. (31 December 2018: trust receipts and promissory notes from commercial banks with unsecured represented in US Dollar amounting to USD 135 million, which is equivalent to Baht 4,389 million and Baht amounting to Baht 600 million for the Group and Baht amounting 600 million for the Company, which bear interest rates at the range of 1.90% - 2.77% per annum and 1.90% per annum, respectively)

**15 Trade and other payables**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Trade payables	4,304	2,435	732	781
Trade payables to related parties (Note 21)	-	2	55	49
Other payables	84	121	29	50
Other payables to related parties (Note 21)	2	4	8	3
Advance received from customers	358	374	-	-
Accrued interest expenses	50	60	51	60
Accrued expenses	494	519	64	61
Total trade and other payables	5,292	3,515	939	1,004

**16 Long-term loans from financial institutions, net**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
<b>Current portion of long-term loans, net</b>				
Thai Baht	732	625	384	184
US Dollar	305	727	294	704
<u>Less</u> Deferred financing fee	(2)	(3)	(1)	(2)
	1,035	1,349	677	886
<b>Long-term loans, net</b>				
Thai Baht	1,259	965	578	274
<u>Less</u> Deferred financing fee	(2)	(2)	-	-
	1,257	963	578	274
Total long-term loans, net	2,292	2,312	1,255	1,160

The movements of long-term loans from financial institutions can be analysed as follows:

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

	Consolidated financial information Million Baht	Separate financial information Million Baht
Opening net book balance	2,312	1,160
<u>Cash Flow</u>		
Addition	600	600
Repayments	(647)	(527)
<u>Changes to non-cash transactions</u>		
Amortised deferred financing fees	1	1
Unrealised gain from exchange rate	41	21
Currency translation differences	(15)	-
Closing net book balance	2,292	1,255

**16 Long-term loans from financial institutions, net (Cont'd)**

**The Company**

Under the terms and conditions as specified in the loan agreement, the Company has to comply with the conditions, including certain debt covenants as specified in the agreement.

**Subsidiary**

Long-term loans of Baht 1,037 million is for a subsidiary. Certain of gas vessels of the subsidiary with net book value of Baht 1,801 million have been pledged as collateral for the loans. In addition, the loans are also guaranteed by the Company and another two subsidiaries. Under the terms and conditions as specified in the loan agreements, the subsidiary is not permitted to use assets pledged as collateral for other obligations without prior formal approval from the banks. The subsidiary has to comply with the terms and conditions, including certain debt covenants as specified in the agreement.

**Credit facilities**

As at 31 March 2019, the Group has available unused credit facilities with commercial banks for letter of credit, trust receipt, letter of guarantee and forward contract, of Baht 27,360 million (31 December 2018: Baht 24,512 million).

**17 Bonds, net**

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>
<b>As at</b>				
<b>Current portion of long-term bonds, net</b>				
Thai Baht	2,000	3,000	2,000	3,000
<u>Less</u> Deferred financing fees	(1)	-	(1)	-
	<u>1,999</u>	<u>3,000</u>	<u>1,999</u>	<u>3,000</u>
<b>Long-term bonds, net</b>				
Thai Baht	7,000	6,000	7,000	6,000
<u>Less</u> Deferred financing fees	(29)	(17)	(29)	(17)
	<u>6,971</u>	<u>5,983</u>	<u>6,971</u>	<u>5,983</u>
Total bonds, net	<u>8,970</u>	<u>8,983</u>	<u>8,970</u>	<u>8,983</u>

The movements of bonds can be analysed as follows:

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

	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
Opening amount, net	8,983	8,983
<u>Cash Flow</u>		
Repayment of bonds	(3,000)	(3,000)
Issue of bonds	3,000	3,000
Financing fees on issue of bonds	(15)	(15)
<u>Changes to non-cash transactions</u>		
Amortised deferred financing fees	2	2
Closing amount, net	<u>8,970</u>	<u>8,970</u>

**17 Bonds, net (Cont'd)**

During the first quarter of 2019, the Company had proposed to issue and offer unsubordinated and unsecured debenture bond. Total value of debenture bond is Baht 3,000 million. The par value is equal to offering price at Baht 1,000 per unit. Interest is repayment every 3 months.

The bond is rated at BBB+ (Stable) by TRIS. The detail of the bond is as follows:

Type of bond	Fixed interest rate
3-year bond	4.10% per annum

Under the rights and responsibility of the issuer and the holders of bond, the Company has to comply with the conditions, including certain financial covenants.

**18 Income tax**

For the three-month periods ended 31 March	Consolidated financial information		Separate financial information	
	2019 Million Baht	2018 Million Baht	2019 Million Baht	2018 Million Baht
Current tax	68	97	-	-
Deferred tax	(1)	2	-	(6)
Total income tax	67	99	-	(6)

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average tax rate used is 10% to 25% per annum for the Group (2018: 10% to 25% per annum) and 20% per annum for the Company (2018: 20% per annum).

**19 Earnings (loss) per share**

Basic earnings (loss) per share is calculated by dividing the net profit (loss) attributable to shareholders of the parent company by the weighted average number of ordinary shares.

For the three-month periods ended 31 March	Consolidated financial information		Separate financial information	
	2019	2018	2019	2018
Net profit (loss) for the period attributable to owner of the parent (million Baht)	560	101	(219)	909
Weighted average number of ordinary shares in issue during the period (million shares)	1,838	1,838	1,838	1,838
Basic earnings (loss) per share (Baht per share)	0.30	0.05	(0.12)	0.49

There are no potential dilutive ordinary shares in issue during the three-month period ended 31 March 2019. (Weighted average number of ordinary shares for the three-month period ended 31 March 2018 was revised from potential dilutive ordinary shares in issue as there was revised in the beginning of 2018).

20 Other components of equity

Consolidated financial information							
	Revaluation surplus on land Million Baht	Difference arising from business acquisition under common control Million Baht	Difference from taking equity of a business combination under common control Million Baht	Share of other comprehensive expense from associates and joint ventures for using the equity method Million Baht	Currency translation differences Million Baht	Discount from changes in shareholding interests in subsidiaries Million Baht	Total other components of equity Million Baht
<b>Opening balance as at 1 January 2019</b>	969	(609)	22	(55)	(1,014)	(4)	(691)
Total comprehensive expense for the period	-	-	-	(16)	(74)	-	(90)
<b>Closing balance as at 31 March 2019</b>	969	(609)	22	(71)	(1,088)	(4)	(781)
<b>Opening balance as at 1 January 2018</b>	969	(609)	22	(21)	(407)	-	(46)
Total comprehensive expense for the period	-	-	-	(7)	(256)	-	(263)
<b>Closing balance as at 31 March 2018</b>	969	(609)	22	(28)	(663)	-	(309)

  

Separate financial information		
	Revaluation surplus on land Million Baht	Difference arising from business acquisition under common control Million Baht
<b>Opening balance as at 1 January 2019</b>	757	(609)
Total comprehensive income (expense) for the period	-	-
<b>Closing balance as at 31 March 2019</b>	757	(609)
<b>Opening balance as at 1 January 2018</b>	757	(609)
Total comprehensive income (expense) for the period	-	-
<b>Closing balance as at 31 March 2018</b>	757	(609)

## **21 Related party transactions**

As at 31 March 2019, the major shareholders of the Company are members of the Weeraborwornpong family, who own 61.30% of the Company's share capital.

Details of subsidiaries, associates and joint ventures are presented in Note 10.

The following material transactions were carried out with subsidiaries and related parties:

### **a) Outstanding balances arising from sales and purchases of goods/services**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
<b>Trade accounts receivable</b>				
Subsidiaries	-	-	194	74
Joint ventures	36	17	-	-
Other related parties - the same shareholders and directors	3	3	1	2
<b>Total</b>	<b>39</b>	<b>20</b>	<b>195</b>	<b>76</b>
<b>Other receivables</b>				
Subsidiaries	-	-	76	94
<b>Cylinder deposits</b>				
Subsidiaries	-	-	2	2
<b>Deposits for building</b>				
Other related parties - the same shareholders and directors	7	7	3	3
<b>Prepayment for building</b>				
Other related parties - the same shareholders and directors	158	174	64	71
<b>Trade accounts payable</b>				
Subsidiaries	-	-	55	49
Joint ventures	-	2	-	-
<b>Total</b>	<b>-</b>	<b>2</b>	<b>55</b>	<b>49</b>
<b>Other payables</b>				
Subsidiaries	-	-	7	1
Other related parties - the same shareholders and directors	2	4	1	2
<b>Total</b>	<b>2</b>	<b>4</b>	<b>8</b>	<b>3</b>

**21 Related party transactions (Cont'd)**

The following material transactions were carried out with subsidiaries and related parties: (Cont'd)

**b) Loans to/from related parties**

**Short-term loans to related parties**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
<b>Short-term loans to related parties</b>				
Subsidiary	-	-	95	-

The movements of short-term loans to related parties can be analysed as follows:

For the three-month period ended 31 March 2019	Consolidated financial information Million Baht	Separate financial information Million Baht
Opening balance	-	-
Additions	-	141
Proceeds	-	(47)
Unrealised gain on exchange rates	-	1
Closing balance	-	95

**Long-term loans to related parties**

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
<b>Long-term loans to related parties</b>				
Subsidiaries	-	-	1,200	1,160
Associates	126	112	-	-
Joint ventures	20	21	20	21
Total	146	133	1,220	1,181
<b>Accrued interest income</b>				
Current portion				
Joint ventures	1	1	1	1
Non-current portion (Note 13)				
Subsidiaries	-	-	183	217
Total	1	1	184	218

**21 Related party transactions (Cont'd)**

The following material transactions were carried out with subsidiaries and related parties: (Cont'd)

**b) Loans to/from related parties (Cont'd)**

The movements of long-term loans to related parties can be analysed as follows:

<b>For the three-month period ended 31 March 2019</b>	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
Opening balance	133	1,181
Additions	16	120
Proceeds	-	(80)
Unrealised loss on exchange rates	(3)	(1)
Closing balance	146	1,220

**Long-term loans from related parties**

<b>As at</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>	<b>31 March 2019 Million Baht</b>	<b>31 December 2018 Million Baht</b>
<b>Long-term loans</b>				
Subsidiaries	-	-	1,467	998
Directors and key management	3	3	-	-
<b>Total</b>	<b>3</b>	<b>3</b>	<b>1,467</b>	<b>998</b>

The movements of long-term loans from related parties can be analysed as follows:

<b>For the three-month period ended 31 March 2019</b>	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
Opening balance	3	998
Additions	-	473
Unrealised loss on exchange rates	-	(4)
Closing balance	3	1,467



**21 Related party transactions (Cont'd)**

The following material transactions were carried out with subsidiaries and related parties: (Cont'd)

**c) Sales of goods and services, interest income and other income**

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2019 Million Baht	2018 Million Baht	2019 Million Baht	2018 Million Baht
<b>Sales of gas</b>				
Subsidiaries	-	-	769	528
Joint ventures	79	101	-	-
Other related parties - the same shareholders and directors	4	3	2	2
Total	83	104	771	530
<b>Wharfing service income</b>				
Subsidiaries	-	-	10	11
<b>Interest income</b>				
Subsidiaries	-	-	10	9
<b>Other income</b>				
Subsidiaries	-	-	29	29
<b>Dividend income</b>				
Subsidiary	-	-	-	957

**21 Related party transactions (Cont'd)**

The following material transactions were carried out with subsidiaries and related parties: (Cont'd)

**d) Purchases of goods and services**

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2019 Million Baht	2018 Million Baht	2019 Million Baht	2018 Million Baht
<b>Purchase of goods</b>				
Subsidiaries	-	-	52	52
<b>Purchases of equipment</b>				
Subsidiaries	-	-	24	23
<b>Transportation expenses</b>				
Subsidiaries	-	-	66	75
<b>Wharfing expenses</b>				
Subsidiaries	-	-	9	8
<b>Rental expenses</b>				
Subsidiaries	-	-	1	1
Other related parties - the same shareholders and directors	10	8	4	3
Total	10	8	5	4
<b>Interest expenses</b>				
Subsidiaries	-	-	3	3
<b>Other expenses</b>				
Subsidiaries	-	-	5	2
Other related parties - the same shareholders and directors	9	7	4	3
Total	9	7	9	5

**e) Directors' and key management remunerations**

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2019 Million Baht	2018 Million Baht	2019 Million Baht	2018 Million Baht
Short-term benefits	14	14	7	7
Post-employment benefits	1	-	1	-
Total	15	14	8	7

## **22 Commitments and contingent liabilities**

As at 31 March 2019, the Group has the significant outstanding commitments and contingent liabilities as follows:

### **a) Contingent liabilities**

#### **The assessments of value added tax**

A subsidiary received a notice of assessment letter for value added tax underpayment, including a penalty and surcharge from the Revenue Department. The assessment was issued because the subsidiary did not pay value added tax on transportation service income arising from time charter party contracts. The Revenue Department deemed that this service is classified as property rental, not transportation which is exempt for value added tax. The notification letters of value added tax underpayment are as follows:

- In June 2011, a notice of assessment letter was received for the underpayment of value added tax, including a penalty and surcharge, for the period from October to December 2010 totalling Baht 8.85 million. In August 2018, the subsidiary received a favourable ruling from the Supreme Court. Then, in February 2019, the subsidiary received a value added tax refund together with the interest totalling Baht 7.12 million from the Revenue Department.
- In June 2017, a notice of assessment letter was received for the underpayment of value added tax, including a penalty and surcharge, for the period from May to December 2012 totalling Baht 11.62 million. The subsidiary filed a partial tax payment of Baht 3.94 million and recorded this as expense in the same year. The remaining of Baht 7.68 million was the penalty and surcharge. As at 31 March 2019, the case was being reviewed by the Administrative Appeal Committee.
- In January 2018, a notice of assessment letter was received for the underpayment of value added tax, including a penalty and surcharge, for the period from February to April 2013 totalling Baht 4.03 million. The subsidiary filed a partial tax payment of Baht 1.28 million and recorded this as expense in the same year. The remaining of Baht 2.75 million was the penalty and surcharge. As at 31 March 2019, the case was being reviewed by the Administrative Appeal Committee.

#### **The assessments of corporate income tax**

The subsidiary received a notification letters for corporate income tax underpayment, including penalty and surcharge from the Revenue Department. The assessment was issued because transportation service income arising from the subsidiary's time charter party contracts had been granted promotional privileges by the Office of the Board of Investment under promotion certificates, and according to the notification of the Director-General of the Revenue Department (No.72) - Rules, procedures and conditions for exemption from income tax on a company or juristic partnership for international marine shipping. The Revenue Department classified this service as property rental, which is not granted promotional privileges under the certificates. The notification letters of corporate income tax underpayment are as follows:

- In November 2017, a notice of assessment letter was received for the underpayment of corporate income tax, including a penalty and surcharge, for the year 2012 and 2014 totaling Baht 58.47 million and Baht 33.81 million, respectively. The subsidiary filed a partial tax payment of Baht 34.61 million and recorded this as expenses in the same year. The remaining of Baht 57.67 million was the penalty and surcharge. As at 31 March 2019, the cases were being reviewed by the Administrative Appeal Committee.
- In January 2018, a notice of assessment letter was received for the underpayment of corporate income tax, including a penalty and surcharge, for the year 2013 totaling Baht 51.28 million. The subsidiary filed a partial tax payment of Baht 19.17 million and recorded this as expense in the same year. The remaining of Baht 32.11 million was the penalty and surcharge. As at 31 March 2019, the case was being reviewed by the Central Tax Court.

As a result of the judgement by the Supreme Court of the assessment of value added tax from October to December 2010, the Group's management considers that the outcome from the Administrative Appeal Committee will match with the judgement from the Supreme Court. Therefore, the Group didn't recognize the expense and contingent liability relating to the value added tax and corporate income tax including, penalty and surcharge on transportation service income arising from the time charter party contracts from 2010 to date in the financial information.

**22 Commitments and contingent liabilities (Cont'd)**

As at 31 March 2019, the Group has the significant outstanding commitments and contingent liabilities as follows:  
(Cont'd)

**b) Letter of guarantee**

The Group and the Company have bank guarantees issued on its behalf as follows:

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Letter of guarantee	1,452	1,164	610	310
Letter of credit	3,164	928	-	-

The Group has available credit facilities with commercial banks for letter of credit, trust receipt, letter of guarantee and forward contract. The credit facilities are secured by the subsidiaries and personal guarantees by the Company's directors.

**c) Operating lease commitments**

The Group and the Company have lease commitments under non-cancellable from land, building and equipment lease agreements as follows:

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Within 1 year	94	92	21	20
During 2 - 5 years	223	229	60	63
Later than 5 years	568	582	70	76
Total	885	903	151	159

**d) Capital commitments**

The Group and the Company have capital commitments at the statement of financial position date but not recognised in the interim financial information as follows:

As at	Consolidated financial information		Separate financial information	
	31 March 2019 Million Baht	31 December 2018 Million Baht	31 March 2019 Million Baht	31 December 2018 Million Baht
Property, plant and equipment	1,021	1,034	597	597

## **23 Financial instruments**

### **Interest rate and cross currency swap contracts**

The interest rate and cross currency swap contracts are entered to manage the exposure on fluctuation in interest rates and foreign currency exchange rate on specific transaction. The Group and the Company have the interest rate and cross currency swap contracts with financial institutions as at 31 March 2019 as follows:

#### Interest rate swap contracts

Interest rate swap contracts are entered into to manage exposure to fluctuations in interest rates. The Company entered into interest rate swap contracts by converting floating rates to fixed rates for the total amount of long-term loans of US Dollar 4.80 million (which equivalent to Baht 153.50 million). A subsidiary of the Company entered into interest rate swap contracts by converting floating rates to fixed rate for the total amount of long-term loans of Baht 84 million and total amount of long-term loans of US Dollar 0.35 million (which equivalent to Baht 11.11 million).

#### Cross currency swaps contracts

Cross currency swaps contract are entered into to manage exposure to fluctuations in currency exchange rates and interest rates by foreign exchange rates and interest rates in advance. A subsidiary of the Company entered into such contract for total amount of long-term loans of Baht 945.15 million (which equivalent to US Dollar 27.90 million).

The fair values of the financial instruments that the Group has not recognised in the statement of financial position are as follows:

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>31 March 2019</b>	<b>31 December 2018</b>	<b>31 March 2019</b>	<b>31 December 2018</b>
<b>As at</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Interest rate and cross currency swap contracts - assets	36	25	1	2

The fair values of forward foreign exchange contracts and interest rate and cross currency swap contracts were calculated using the rates quoted by the Group's bankers which were based on market conditions existing at the statement of financial position date. The fair values are within level 2 of the fair value hierarchy.

## **24 Events after the reporting date**

### **a) Borrowing from a financial institution**

In April 2019, a subsidiary entered into long-term loan agreement with a financial institution to acquire vessel. The loan was drawdown amounting to Baht 119 million which bears a fixed interest rate of 4.30% per annum. The repayment of principal and interest are due within 5 years from the first installment. In order to prevent risk of exchange rate fluctuation, a subsidiary also entered into cross currency swap contract.

### **b) Employee benefit**

On 5 April 2019, an amendment bill to the Labour Protection Law was published in the Government Gazette. The amended law will become effective 30 days after its publication. The main amendment is that the compensation for employees who have retired and have more than or equal to 20 years of service has changed from 300 day's pay to 400 day's pay. The Group's management has assessed the effects of the amendment that employee benefit obligation will increase by Baht 53.76 million and Baht 19.77 million in the consolidated and separate financial information, respectively. However, the impact will be recognised in statement of income in the interim consolidated and separate financial information for the six-month period ending 30 June 2019.

**24 Events after the reporting date (Cont'd)**

**c) Dividend payments**

**The Company**

On 25 April 2019, at the Annual General Shareholders' meeting of the Company, the Shareholders passed a resolution to approve the payment of dividends from operating results for the year 2018 amounting to Baht 0.45 per share, totalling Baht 827.04 million, inclusive of interim dividends for the first six-month of 2018. The Company had already paid interim dividend from operating results for the six-month period of the year 2018 amounting to Baht 0.25 per share, totalling Baht 459.47 million on 5 September 2018. The remaining dividends of Baht 0.20 per share, totalling Baht 367.57 million, will be paid in May 2019.

**Subsidiaries**

On 23 April 2019, at the Annual General Shareholders' meeting of Unique Gas and Petrochemicals Public Company Limited, the Shareholders passed a resolution to approve the payment of dividends from the operating results for the year 2018 in an amount of Baht 70.00 per share, totalling Baht 735.00 million, inclusive of interim dividends from operating results for the six-month period of the year 2018, amounting to Baht 35.00 per share, totalling Baht 367.50 million. The interim dividends had already been paid on 3 September 2018. The remaining dividend of Baht 35.00 per share, totalling Baht 367.50 million, will be paid in May 2019.

On 23 April 2019, at the Annual General Shareholders' meeting of Lucky Carrier Company Limited, the Shareholders passed a resolution to approve the payment of dividends from the operating results for the year 2018 in an amount of Baht 7.00 per share, totalling Baht 49.00 million, inclusive of interim dividends from operating results for the six-month period of the year 2018, amounting to Baht 3.00 per share, totalling Baht 21.00 million. The interim dividends had already been paid on 3 September 2018. The remaining dividend of Baht 4.00 per share, totalling Baht 28.00 million, will be paid in May 2019.

**d) Increase in share capital of subsidiary**

In April 2019, at the Board of Directors' meeting of the Company, it passed a resolution to approve the increase of a subsidiary. The capital increase of its share capital of 1.60 million shares at par value of USD 1 each or approximately to Baht 50.91 million. The number of shares increased from 69.88 million shares to 71.48 million shares with a par value of USD 1 each. The Company has already paid the capital increase to a subsidiary. As a result, the Company's ownership interest remains unchanged at 100%. The registration was completed in April 2019.