

SABINA PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARY

INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2019

AND

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of Sabina Public Company Limited

- (1) I have reviewed the accompanying consolidated statements of financial position of Sabina Public Company Limited and its subsidiary as of September 30, 2019, the related consolidated statements of changes in shareholders' equity and cash flows for the nine – month period ended September 30, 2019, consolidated statement of income, comprehensive income for the three - month and nine - month periods ended September 30, 2019, as well as the condensed notes to the consolidated financial statements, and I have also reviewed the separate financial information for the same periods of Sabina Public Company Limited. Management is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard 34 (revised 2018), "Interim Financial Reporting" My responsibility is to express a conclusion on this interim financial information based on my reviews.

(2) Scope of review

I conducted my reviews in accordance with 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 auditing standards 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.

(3) Conclusion

Based on my reviews, 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 Accounting Standard 34 (revised 2018), "Interim Financial Reporting".

(4) Other matter

- (4.1) The Statements of changes in shareholders' equity and cash flows for the nine – month period ended September 30, 2018, statements of income and comprehensive income for the three - month and nine – month periods ended September 30, 2018 of Sabina Public Company Limited.as presented herein for comparative purposes, reviewed by another auditor in my office, and concluded in his report dated November 13, 2018 that nothing come to his attention that causes he to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Accounting Standard 34 (revised 2017), "Interim Financial Reporting".

- (4.2) The financial statements of Sabina Public Company Limited for the year ended December 31, 2018 audited by another auditor in my office, in accordance with auditing standards, and expressed an unqualified opinion on those statements in his report dated February 20, 2019. The statements of financial position as of December 31, 2018, as presented herein for comparative purposes, formed an integral part of those financial statements. I have not performed any other audit procedures subsequent to the date of the above report.

(NATSARAK SAROCHANUNJEEN)

Certified Public Accountant

Registration No. 4563

A.M.T. & ASSOCIATES

Bangkok, Thailand

November 12, 2019

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS OF September 30, 2019

		Baht			
		Consolidated Financial Statement		Separarate Financial Statement	
	NOTE	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
		(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
<u>A S S E T S</u>					
CURRENT ASSETS					
Cash and cash equivalents	4	45,262,329.43	60,416,139.44	12,159,386.38	16,760,554.51
Temporary Investment					
- Mutual funds	5.1	80,442,698.52	198,055,487.43	80,442,698.52	198,055,487.43
- Available-for-sale securities	5.2	86,964,000.00	100,916,841.80	86,964,000.00	100,916,841.80
Trade receivables and other receivables					
Trade receivable - net					
- Related parties	3.1	-	-	392,826,205.97	390,472,452.07
- Other parties	6	417,153,055.51	402,269,830.69	2,005,631.60	664,484.29
Other receivables					
- Related parties - Accrued dividend		-	-	-	-
- Other parties		81,916,730.32	63,310,187.56	3,063,770.72	1,441,521.07
Short-term loan to related party	3.2	-	-	10,000,000.00	15,000,000.00
Inventories - net	7	1,490,368,061.52	1,117,502,988.59	133,320,664.10	123,625,635.43
Other current assets					
Prepaid output VAT		103,568,461.63	84,539,612.23	-	-
Others		71,037,343.97	2,022,132.52	14,041,614.56	242,499.02
Total current assets		2,376,712,680.90	2,029,033,220.26	734,823,971.85	847,179,475.62
NON-CURRENT ASSETS					
Investment in subsidiary company	1.5	-	-	144,849,500.00	144,849,500.00
Long-Term Investments	8	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00
Property, plant and equipment - net	9	286,138,261.77	293,662,558.39	74,418,133.08	81,316,821.37
Intangible asset	10	8,957,282.93	8,609,356.92	1,040,049.00	1,000,049.00
Deferred tax assets	18.4	255,516,745.33	205,690,633.80	25,770,545.11	24,672,270.55
Others non-current assets					
Leasehold right - net	11	9,789,734.94	13,141,346.37	-	-
Deposit		49,054,646.90	46,885,272.20	171,840.00	171,840.00
Total non-current assets		614,456,671.87	572,989,167.68	251,250,067.19	257,010,480.92
TOTAL ASSETS		2,991,169,352.77	2,602,022,387.94	986,074,039.04	1,104,189,956.54

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION

AS OF September 30, 2019

		Baht			
		Consolidated Financial Statement		Separate Financial Statement	
NOTE		September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
		(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
CURRENT LIABILITIES					
Bank overdrafts and short-term loans from					
financial institutions	12	597,974,361.83	156,162,831.78	-	-
Trade payables and other payables					
Trade payable					
- related parties	3.3	-	-	3,673,225.68	3,593,354.54
- other parties		189,876,501.86	184,243,184.17	65,914,353.04	67,090,309.07
Other payables	13	142,900,694.26	225,068,762.68	50,141,234.41	78,079,560.59
Other current liabilities					
Accrued income tax		131,360,087.92	77,367,152.28	22,569,979.33	9,122,870.74
Others		27,699,546.01	21,634,730.57	21,511,734.40	4,847,391.48
Total current liabilities		1,089,811,191.88	664,476,661.48	163,810,526.86	162,733,486.42
NON-CURRENT LIABILITIES					
Employees' benefit obligation	14	123,756,110.00	95,623,146.00	73,059,931.00	61,521,400.00
Employees' deposit		6,699,000.00	6,543,500.00	54,000.00	54,000.00
Total non-current liabilities		130,455,110.00	102,166,646.00	73,113,931.00	61,575,400.00
Total liabilities		1,220,266,301.88	766,643,307.48	236,924,457.86	224,308,886.42

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SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS OF September 30, 2019

NOTE	Baht			
	Consolidated Financial Statement		Separarate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
	(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
SHAREHOLDERS' EQUITY				
Share capital - Par value Baht 1 each	15			
Authorized share capital				
Common share 347,500,000 shares of Baht 1 each	347,500,000.00	347,500,000.00	347,500,000.00	347,500,000.00
Issued and paid - up share capital				
Common share 347,500,000 shares of Baht 1 each	347,500,000.00	347,500,000.00	347,500,000.00	347,500,000.00
Premium on share capital	275,164,000.00	275,164,000.00	275,164,000.00	275,164,000.00
Retained earnings				
Appropriated – legal reserve	16	49,250,000.00	49,250,000.00	34,750,000.00
Unappropriated		949,534,767.36	1,018,848,523.49	144,716,816.81
Total other components of equity		149,454,283.53	144,616,556.97	(52,981,235.63)
Total equity of the Parent		1,770,903,050.89	1,835,379,080.46	749,149,581.18
Non-controlling interests		-	-	-
Total shareholders' equity		1,770,903,050.89	1,835,379,080.46	749,149,581.18
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,991,169,352.77	2,602,022,387.94	986,074,039.04

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
CONSOLIDATED FINANCIAL STATEMENT
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2019

BAHT												
	NOTE	Retained earnings				Other components of equity						
		Issued and paid - up share capital	Premium on share capital	Appropriated legal reserve	Unappropriated	Net book value of subsidiary company which exceed cost of investment (Note 1.5)	Others		Total Other components of equity	Total Equity of the Parent	Non Controlling Interests	Total Shareholders' Equity
							Comprehensive Income					
							Gain (loss) from valuation of available-for-sale investment	Gain (loss) on actuarial estimates.				
Balance as of January 1, 2018	347,500,000.00	275,164,000.00	49,250,000.00	1,067,468,182.02	202,435,519.16	(46,455,000.00)	-	155,980,519.16	1,895,362,701.18	-	1,895,362,701.18	
Changes in shareholders' equity for the period												
Total comprehensive income (loss) for the period	-	-	-	286,125,965.87	-	(819,857.05)	-	(819,857.05)	285,306,108.82	-	285,306,108.82	
Dividend Paid	-	-	-	(410,050,000.00)	-	-	-	-	(410,050,000.00)	-	(410,050,000.00)	
Balance of September 30, 2018	347,500,000.00	275,164,000.00	49,250,000.00	943,544,147.89	202,435,519.16	(47,274,857.05)	-	155,160,662.11	1,770,618,810.00	-	1,770,618,810.00	
Balance as of January 1, 2019	347,500,000.00	275,164,000.00	49,250,000.00	1,018,848,523.49	51,792,039.16	(57,818,962.19)	-	144,616,556.97	1,835,379,080.46	-	1,835,379,080.46	
Changes in shareholders' equity for the period												
Total comprehensive income (loss) for the period	-	-	-	316,587,813.87	(51,792,039.16)	4,837,726.56	-	4,837,726.56	321,425,540.43	-	321,425,540.43	
Dividend Paid	-	-	-	(385,901,570.00)	-	-	-	-	(385,901,570.00)	-	(385,901,570.00)	
Balance as of September 30, 2019	347,500,000.00	275,164,000.00	49,250,000.00	949,534,767.36	-	(52,981,235.63)	-	149,454,283.53	1,770,903,050.89	-	1,770,903,050.89	

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
SEPARARATE FINANCIAL STATEMENT
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2019

BAHT								
NOTE	Retained earnings				Other components of equity			
	Issued and paid - up share capital	Premium on share capital	Appropriated legal reserve	Unappropriated	Others Comprehensive Income		Total	Total Shareholders' Equity
					Gain (loss) from valuation of available-for-sale investment	Gain (loss) on actuarial estimates	Other components of equity	
Balance as of January 1, 2018	347,500,000.00	275,164,000.00	34,750,000.00	448,252,472.53	(46,455,000.00)	-	(46,455,000.00)	1,059,211,472.53
Changes in shareholders' equity for the period								
Total comprehensive income (loss) for the period	-	-	-	70,557,785.40	(819,857.05)	-	(819,857.05)	69,737,928.35
Dividend Paid	-	-	-	(410,050,000.00)	-	-	-	(410,050,000.00)
Balance as of September 30, 2018	347,500,000.00	275,164,000.00	34,750,000.00	108,760,257.93	(47,274,857.05)	-	(47,274,857.05)	718,899,400.88
Balance as of January 1, 2019	347,500,000.00	275,164,000.00	34,750,000.00	280,286,032.31	(57,818,962.19)	-	(57,818,962.19)	879,881,070.12
Changes in shareholders' equity for the period								
Total comprehensive income (loss) for the period	-	-	-	250,160,784.50	4,837,726.56	-	4,837,726.56	254,998,511.06
Dividend Paid	-	-	-	(385,730,000.00)	-	-	-	(385,730,000.00)
Balance as of September 30, 2019	347,500,000.00	275,164,000.00	34,750,000.00	144,716,816.81	(52,981,235.63)	-	(52,981,235.63)	749,149,581.18

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF INCOME

FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2019

		B A H T			
		Consolidated Financial Statement		Separate Financial Statement	
		For the nine month period ended September 30		For the nine month period ended September 30	
NOTE		2019	2018	2019	2018
REVENUES					
	Revenues from sales - net	2,476,225,341.34	2,318,067,578.99	638,281,751.76	571,526,596.55
	Revenues from services	243,000.00	-	79,644,805.00	77,646,784.00
	Revenues from dividend				
	- related parties	-	-	165,128,430.00	-
	- other parties	3,992,852.50	1,436,000.00	3,992,852.50	1,436,000.00
	Other incomes	10,172,721.77	8,168,567.32	6,850,482.74	5,617,971.32
	Total Revenues	3.4 2,490,633,915.61	2,327,672,146.31	893,898,322.00	656,227,351.87
EXPENSES					
	Cost of sales and services	1,146,084,860.14	1,139,782,449.81	556,444,469.31	502,050,643.63
	Selling expenses	780,520,954.64	650,521,782.76	581,812.86	799,100.79
	Administrative expenses	161,600,797.14	178,301,531.69	66,448,982.19	65,198,939.51
	Financial expenses	5,514,945.06	690,899.51	-	-
	Total Expenses	3.4 2,093,721,556.98	1,969,296,663.77	623,475,264.36	568,048,683.93
	PROFIT BEFORE INCOME TAX	396,912,358.63	358,375,482.54	270,423,057.64	88,178,667.94
	INCOME TAX EXPENSE	18.1 , 18.3 (80,324,544.76)	(72,249,516.67)	(20,262,273.14)	(17,620,882.54)
	PROFIT FOR THE PERIOD	316,587,813.87	286,125,965.87	250,160,784.50	70,557,785.40
Net income attributable to :					
	Equity holders of the parent	316,587,813.87	286,125,965.87	250,160,784.50	70,557,785.40
	Non - controlling interests	-	-	-	-
		316,587,813.87	286,125,965.87	250,160,784.50	70,557,785.40
BASIC EARNINGS PER SHARE					
	Earnings (loss) per share (Baht)	0.91	0.82	0.72	0.20
	Number of weighted average common shares (shares)	347,500,000	347,500,000	347,500,000	347,500,000

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF INCOME
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2019

		B A H T			
		Consolidated Financial Statement		Separate Financial Statement	
		For the three month period ended September 30		For the three month period ended September 30	
NOTE		2019	2018	2019	2018
REVENUES					
	Revenues from sales - net	844,432,442.47	848,985,807.06	239,587,309.00	186,106,249.36
	Revenues from services	-	-	26,516,060.00	38,101,436.00
	Revenues from dividend				
	- related parties	-	-	99,946,155.00	-
	- other parties	1,077,000.00	1,436,000.00	1,077,000.00	1,436,000.00
	Other incomes	1,977,428.90	2,175,141.65	843,528.75	1,807,353.37
	Total Revenues	3.4 847,486,871.37	852,596,948.71	367,970,052.75	227,451,038.73
EXPENSES					
	Cost of sales and services	388,090,079.85	430,198,077.89	204,948,360.41	178,131,126.77
	Selling expenses	258,764,671.18	220,835,170.21	283,022.16	136,234.89
	Administrative expenses	51,623,026.33	63,556,812.54	21,545,943.06	20,489,293.94
	Financial expenses	2,577,100.60	358,121.55	-	-
	Total Expenses	3.4 701,054,877.96	714,948,182.19	226,777,325.63	198,756,655.60
	PROFIT BEFORE INCOME TAX	146,431,993.41	137,648,766.52	141,192,727.12	28,694,383.13
	INCOME TAX EXPENSE	18.1 , 18.3 (29,858,348.36)	(27,371,642.64)	(8,020,101.67)	(5,731,540.64)
	PROFIT FOR THE PERIOD	116,573,645.05	110,277,123.88	133,172,625.45	22,962,842.49
Net income attributable to :					
	Equity holders of the parent	116,573,645.05	110,277,123.88	133,172,625.45	22,962,842.49
	Non - controlling interests	-	-	-	-
		116,573,645.05	110,277,123.88	133,172,625.45	22,962,842.49
BASIC EARNINGS PER SHARE					
	Earnings (loss) per share (Baht)	0.34	0.32	0.38	0.07
	Number of weighted average common shares (shares)	347,500,000	347,500,000	347,500,000	347,500,000

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
 STATEMENTS OF COMPREHENSIVE INCOME
 FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2019

	B A H T			
	Consolidated Financial Statement		Separate Financial Statement	
	For the nine month period ended September 30		For the nine month period ended September 30	
	2019	2018	2019	2018
PROFIT FOR THE PERIOD	316,587,813.87	286,125,965.87	250,160,784.50	70,557,785.40
Other comprehensive income;				
<i>Item that will be reclassified subsequently to profit or loss :</i>				
Gain (loss) from valuation of - available-for-sale investment	6,047,158.20	(1,024,821.31)	6,047,158.20	(1,024,821.31)
Income tax related to other components of equity	(1,209,431.64)	204,964.26	(1,209,431.64)	204,964.26
	4,837,726.56	(819,857.05)	4,837,726.56	(819,857.05)
Total comprehensive income for the period	321,425,540.43	285,306,108.82	254,998,511.06	69,737,928.35
Total comprehensive income attributable to :				
Equity holders of the parent	321,425,540.43	285,306,108.82	254,998,511.06	69,737,928.35
Non - controlling interests	-	-	-	-
	321,425,540.43	285,306,108.82	254,998,511.06	69,737,928.35

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2019

	B A H T			
	Consolidated Financial Statement		Separarate Financial Statement	
	Forthe three month period ended September30		Forthe three month period ended September30	
	2019	2018	2019	2018
PROFIT FOR THE PERIOD	116,573,645.05	110,277,123.88	133,172,625.45	22,962,842.49
Other comprehensive income;				
<i>Item that will be reclassified subsequently to profit or loss :</i>				
Gain (loss) from valuation of - available-for-sale investment	(5,385,000.00)	5,953,037.48	(5,385,000.00)	5,953,037.48
Income tax related to other components of equity	1,077,000.00	(1,190,607.50)	1,077,000.00	(1,190,607.50)
	(4,308,000.00)	4,762,429.98	(4,308,000.00)	4,762,429.98
Total comprehensive income for the period	112,265,645.05	115,039,553.86	128,864,625.45	27,725,272.47
Total comprehensive income attributable to :				
Equity holders of the parent	112,265,645.05	115,039,553.86	128,864,625.45	27,725,272.47
Non - controlling interests	-	-	-	-
	112,265,645.05	115,039,553.86	128,864,625.45	27,725,272.47

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2019

		B A H T			
		Consolidated Financial Statement		Separarate Financial Statement	
		Forthe nine month period ended September30		Forthe nine month period ended September30	
NOTE		2019	2018	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES :					
Net profit		316,587,813.87	286,125,965.87	250,160,784.50	70,557,785.40
Adjustments to reconcile net profit to net cash proceed (paid)					
Depreciation	9	31,862,639.47	33,349,659.94	9,000,860.45	8,273,623.94
Amortization	10 , 11	4,232,085.42	4,303,790.74	-	-
Employees' benefits obligation	14	29,486,264.00	13,604,939.00	11,595,231.00	8,558,793.00
Loss (gain) from sale of available for sale investment		92,368.92	-	92,368.92	-
Loss (gain) from disposal of property		(441,705.15)	(807,515.66)	(373,956.35)	(788.12)
Unrealised (gain) loss on exchange rate		1,539,819.46	(652,685.13)	(38,984.18)	194,519.08
Interest expenses		5,514,945.06	690,899.51	-	-
Current tax expense	18.1	131,360,087.93	97,986,167.08	22,569,979.34	19,332,641.14
Deferred tax expense (income)	18.1	(51,035,543.17)	(25,736,650.41)	(2,307,706.20)	(1,711,758.60)
(Increase) decrease in trade receivable - related parties		-	-	(2,353,753.90)	(40,603,219.38)
(Increase) decrease in trade receivable - other parties		(14,883,224.82)	(104,960,671.20)	(1,341,147.31)	(11,325,331.24)
(Increase) decrease in other receivable					
.- other parties		(16,221,262.85)	(38,815,441.29)	763,033.25	(846,909.81)
(Increase) decrease in inventories		(372,865,072.93)	(8,848,803.18)	(9,695,028.67)	(24,424,316.65)
(Increase) decrease in other current assets		(88,044,060.85)	(3,761,793.93)	(13,799,115.54)	2,499.72
(Increase) decrease in other non-current assets		(2,169,374.70)	(4,628,537.78)	-	(1,250.00)
Increase (decrease) in trade payables - realted party		-	-	79,871.14	290,641.77
Increase (decrease) in trade payables - other parties		4,093,498.22	29,739,729.83	(1,136,971.84)	8,435,772.15
Increase (decrease) other payables		(82,240,135.12)	(19,521,252.20)	(27,938,326.18)	(1,529,909.22)
Increase (decrease) in other current liabilities - others		6,064,818.44	9,375,109.68	16,664,342.92	19,152,217.15
Others non-current liabiities					
- Increase (decrease) in employees' benefit obligation	14	(1,353,300.00)	-	(56,700.00)	-
- Increase (decrease) in - Employee deposit		155,500.00	(51,500.00)	-	(1,000.00)
Net cash received (paid) from operation		(98,263,838.80)	267,391,410.87	251,884,781.35	54,354,010.33
Payment of interest expenses		(5,442,878.36)	(642,781.77)	-	-
Payment of Corporate income tax		(79,752,435.18)	(90,365,343.95)	(11,508,153.65)	(24,087,832.53)
Net cash provided by (Used in) operating activities		(183,459,152.34)	176,383,285.15	240,376,627.70	30,266,177.80

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SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2019

		B A H T				
		Consolidated Financial Statement		Separarate Financial Statement		
		Forthe nine month period ended September30		Forthe nine month period ended September30		
NOTE		2019	2018	2019	2018	
CASH FLOWS FROM INVESTING ACTIVITIES :						
	Cash proceed (paid) on sales (purchase)					
	- for temporary investment	5.1	117,612,788.91	280,665,994.28	117,612,788.91	280,665,994.28
	Cash paid to purchase available-for-sale securities	5.2	-	(59,996,794.54)	-	(59,996,794.54)
	Cash received from sale of available for sale investment	5.2	19,907,631.08	-	19,907,631.08	-
	Cash paid for short-term loan to subsidiary	3.2	-	-	5,000,000.00	178,000,000.00
	Acquisition of property, plant and equipment	9	(24,338,669.85)	(44,552,786.94)	(2,102,225.16)	(17,742,698.00)
	Cash received from sales of property and equipment		442,032.14	854,988.44	374,009.34	32,278.14
	Acquisition of intangible assets		(1,228,400.00)	(3,055,200.00)	(40,000.00)	(500,000.00)
	Net cash provide by (Used in) investing activities		112,395,382.28	173,916,201.24	140,752,204.17	380,458,779.88
CASH FLOWS FROM FINANCING ACTIVITIES						
	Dividend Paid	17	(385,901,570.00)	(410,050,000.00)	(385,730,000.00)	(410,050,000.00)
	Bank overdrafts and short-term loans received from					
	- financial institutions increase(decrease)		441,811,530.05	84,473,249.38	-	-
	Net Cash Provided by (Used in) Financing Activities		55,909,960.05	(325,576,750.62)	(385,730,000.00)	(410,050,000.00)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS - NET			(15,153,810.01)	24,722,735.77	(4,601,168.13)	674,957.68
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD		4	60,416,139.44	43,886,712.04	16,760,554.51	14,079,819.03
CASH AND CASH EQUIVALENTS, END OF PERIOD		4	45,262,329.43	68,609,447.81	12,159,386.38	14,754,776.71

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

(Signed).....Director

(Signed).....Director

SABINA PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH AND NINE MONTH PERIODS ENDED SEPTEMBER 30, 2019

1. GENERAL INFORMATION

1.1 General matter

SABINA PUBLIC COMPANY LIMITED (Formerly J & D Apprarel Company Limited) was incorporated as a limited company under the Civil and Commercial Code on August 17, 1995, and changed its status to a Public Company Limited under the Public Company Limited Act and changed its name to be SABINA PUBLIC COMPANY LIMITED on May 18, 2007. The address of the head office is 177 Moo 8, Wang kaituen Sub-district, Han- ka District, Chai-nart Province. There is a plant as its branch at 236 Moo 10, Doo Tung Sub-district, Mueng District, Yasothon Province. The company gets privilege in investment promotion from The Board of Investment. On December 28, 2010, the company established two factory's branches which located at 81 and 106 Moo 6, Nhong-Boht Sub-district, Nang-Rong District, Burirum province The company operates its business in Thailand and the main business is producing and distributing ready made clothes which main product is lady's underwear.

SABINA FAREAST COMPANY LIMITED which is a subsidiary, was incorporated as a limited company under the Civil and Commercial Code on January 11, 1977. The address of the head office is 12 Arun-Amarin Road ,Arun-Amarin Sub-district, Bangkok Noi District, Bangkok Province. There are plants, which Ta Pra plant located at 93/8 Soi Pet Ka Seam 7, Pet Ka Seam Road, TA PA Sub-district, Bangkok Yai District, Bangkok Province, and Budhamonthon Soi 5 plant located at Rai Keing Sub-district, Sam Pran District, Nakhonpathom Province. The subsidiary company operates its business in Thailand and the main business is producing and distributing ready made clothes which main product is lady's underwear.

1.2 Basis for preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standards No. 34 (revised 2017) “Interim Financial Reporting”, which the Company and its subsidiaries choose to present condensed interim financial statements. However, the Company and its subsidiaries have presented the statements of financial position, income, 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 provide the update information. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2018.

1.3 Basis for preparation of consolidated of interim financial statements

The consolidated financial statements incorporated the financial statements of Sabina Public Company Limited and Sabina Fareast Company Limited, its subsidiary, which 99.90 % of share hold by the Company (treated 100% in the consolidate preparation), and being under common controls with the Company. For the purpose of the consolidation, all significant inter-company transactions and all inter-company account balances have been eliminated.

1.4 Related parties

Enterprises that directly or indirectly control by the Company, or are under common shareholders/ director controls are as follows:

Name	Type of business	Relationship	Share holding (%)
<u>Subsidiary</u>			
- Sabina Fareast Co., Ltd.	Producing and distributing ready made clothes and lady’s underwear	Shares holding and joint directors	99.90%

1.5 Restructure of company and its subsidiary’s shareholders structure

In March 2007, the Company acquired 448,495 shares of a subsidiary’s capital shares from its existing shareholder, who is the related parson, at par value of Baht 100 per share, while the book value of the share as of December 31, 2006 is approximately Baht 247.29 million and booked as investment in subsidiary amounting to Baht 44.85 million. The Company has presented the difference between book value of the subsidiary company and cost of the investment in others components of equity.

In 2018 and 2019, the subsidiary company paid dividend to the Company in amount of Baht 150.64 million and Baht 165.13 million, resulting in the difference is eliminated.

1.6 Adoption of new financial reporting standards

Federation of Accounting Professions Issued accounting standards Financial Reporting Standards and Interpretations Financial Reporting Standards Which is effective from the accounting period beginning in or after January 1, 2020 as follows:

Accounting Standard

TAS	1	Presentation of Financial Statements
TAS	2	Inventories
TAS	7	Statement of Cash Flows
TAS	8	Accounting Policies, Changes in Accounting Estimates and Errors
TAS	10	Events after the Reporting Period
TAS	16	Property, Plant and Equipment
TAS	20	Accounting for Government Grants and Disclosure of Government Assistance
TAS	21	The Effects of Changes in Foreign Exchange Rates
TAS	24	Related Party Disclosures
TAS	26	Accounting and Reporting by Retirement Benefit Plans
TAS	27	Separate Financial Statements
TAS	29	Financial Reporting in Hyperinflationary Economies
TAS	32	Financial Instruments: Presentation
TAS	33	Earnings per Share
TAS	34	Interim Financial Reporting
TAS	36	Impairment of Assets
TAS	37	Provisions, Contingent Liabilities and Contingent Assets
TAS	38	Intangible Assets
TAS	40	Investment Property
TAS	41	Agriculture

Financial Reporting Standard

TFRS	2	Share - based Payment
TFRS	4	Insurance Contracts
TFRS	5	Non - current Assets Held for Sale and Discontinued Operations
TFRS	6	Exploration for and Evaluation of Mineral Resources
TFRS	7	Financial Instruments : Disclosures
TFRS	8	Operating Segments
TFRS	9	Financial Instruments
TFRS	10	Consolidated Financial Statements
TFRS	12	Disclosure of Interests in Other Entities

TFRS 13 Fair Value Measurement

TFRS 15 Revenue from Contracts with Customers

TFRS 16 Lease

Accounting Standard Interpretations

TSIC 10 Government Assistance - No Specific Relation to Operating Activities

TSIC 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

TSIC 29 Service Concession Arrangements: Disclosures

TSIC 32 Intangible Assets - Web Site Costs

Financial Reporting Standard Interpretations

TFRIC 1 Changes in Existing Decommissioning, Restoration and Similar Liabilities

TFRIC 5 Rights to Interests arising from Decommissioning,
Restoration and Environmental Rehabilitation Funds

TFRIC 7 Applying the Restatement Approach under TAS 29
Financial Reporting in Hyperinflationary Economies

TFRIC 10 Interim Financial Reporting and Impairment

TFRIC 12 Service Concession Arrangements

TFRIC 14 TAS 19 - The Limit on a Defined Benefit Asset,
Minimum Funding Requirements and their Interaction

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 17 Distributions of Non - Cash Assets to Owners

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

TFRIC 20 Stripping Costs in the Production Phase of a Surface Mine

TFRIC 21 Levies

TFRIC 22 Foreign Currency Transactions and Advance Consideration

The management of the Company has assessed TAS, TFRS, TSIC and TFRIC which are effective for financial statements year beginning on or after January 1, 2019 that

- 1) TAS 1, TAS 2, TAS 7, TAS 8, TAS 10, TAS 16, TAS 21, TAS 24, TAS 27, TAS 33, TAS 34, TAS 36, TAS 37, TAS 38 and TFRS 8, TFRS10, TFRS 13 ,TFRS 15 and TFRIC 22, they do not have impact on the financial statement when they are applied.
- 2) TAS 32, TFRS 7, TFRS 9, TFRS 16 and TFRIC 19 , group management is in the process of assessing the effect that may have on the financial statements in the year of bring to practice.
- 3) TAS, TFRS, TSIC and TFRIC in addition to the above, No.1 and No.2 are not related to the business of the company ,therefore no effect to the financial statements when applied.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared in accordance with the accounting policies and calculation method used in the preparation of the financial statements for the year ended December 31, 2018

3. RELATED PARTY TRANSACTIONS

The Company had certain accounting transactions with its subsidiary and related persons, which were considered as a normal business practice. The transactions were based on the general market price and in cases where market price was not available, the contract price was used.

Balance of assets and liabilities, accounting and business transactions with subsidiary and related person presented in the statements of financial position as of September 30, 2019 and December 31, 2018 are as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	Sep-30, 2019	Dec-31, 2018	Sep-30, 2019	Dec-31, 2018
ASSETS				
3.1 Trade Receivable				
<u>Subsidiary Company</u>				
Sabina Fareast Co., Ltd.	-	-	392,826,205.97	390,472,452.07
Less : Allowance for doubtful account	-	-	-	-
Trade receivable – Related parties net	-	-	392,826,205.97	390,472,452.07

The outstanding balance of above trade receivable is undue amount.

3.2 Short-term loan to related party

Movement of short - term loan to related party is as follows;

	Baht			
	Balance As of		Balance As of	Transfer Pricing
	December 31, 2018	Increase	September 30, 2019	Policy
<u>Subsidiary Company</u>				
Sabina Fareast Co., Ltd.	15,000,000.00	145,000,000.00	10,000,000.00	3.20% p.a.
	15,000,000.00	145,000,000.00	10,000,000.00	

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Liability				
3.3 Account Payable				
<u>Subsidiary Company</u>				
Sabina Fareast Co., Ltd.	-	-	3,673,225.68	3,593,354.54
Accounts payable – Related parties	-	-	3,673,225.68	3,593,354.54

3.4 Related party transactions for the nine month period ended September 30, 2019 and 2018 are as follows:

	BAHT				Transfer
	Consolidated Financial Statement		Separate Financial Statement		Pricing
	September 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	Policy
<u>Subsidiary company</u>					
Sales of finished goods	-	-	607,215,519.00	538,524,706.00	Contract price
Sawing service cost	-	-	79,644,805.00	77,646,784.00	"
Purchase of raw materials	-	-	14,357,107.38	18,093,927.08	"
Rent of office space and warehouse	-	-	1,107,000.00	1,107,000.00	"
Cutting service cost	-	-	16,651,781.59	18,569,057.51	"
Interest income	-	-	552,794.49	2,985,468.54	"
Dividend Received	-	-	165,128,430.00	-	“

3.5 MANAGEMENT REMUNERATIONS

Management remunerations consist of salary, bonus, director attendance fee etc.

Management remuneration for the nine month period ended September 30, 2019 and 2018 as follow;

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2019	2018	2019	2018
Benefits – Short-term	31,151,915.48	30,364,155.50	31,151,915.48	30,364,155.50
Benefits – After retirement	1,279,910.00	3,095,245.00	1,279,910.00	3,095,245.00
Benefits – Long-term	-	-	-	-
Total	32,431,825.48	33,459,400.50	32,431,825.48	33,459,400.50

for the three month periods ended September 30, 2019 and 2018 as follow;

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2019	2018	2019	2018
Benefits – Short-term	10,555,517.30	10,248,134.54	10,555,517.30	10,248,134.54
Benefits – After retirement	426,637.00	1,031,748.00	426,637.00	1,031,748.00
Benefits – Long-term	-	-	-	-
Total	10,982,154.30	11,279,882.54	10,982,154.30	11,279,882.54

4. CASH AND CASH EQUIVALENTS

For the purpose of preparation of the statement of cash flows with relevant accounting standards, as of September 30, 2019 and December 31, 2018 are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Cash	2,936,664.20	6,622,894.05	335,218.00	268,573.25
Cash at banks and financial institution	42,325,665.23	53,793,245.39	11,824,168.38	16,491,981.26
Total Cash and Cash Equivalents	45,262,329.43	60,416,139.44	12,159,386.38	16,760,554.51

5. TEMPORARY INVESTMENT

Temporary investment as of September 30, 2019 and December 31, 2018 are consisted as follows:

5.1 INVESTMENT IN MUTUAL FUND

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Investment in Commercial paper fund				
K-Treasury Fund	80,442,698.52	198,055,487.43	80,442,698.52	198,055,487.43
Total Temporary Investments	80,442,698.52	198,055,487.43	80,442,698.52	198,055,487.43

5.2 INVESTMENT IN AVAILABLE-FOR-SALE SECURITIES

As of September 30, 2019 and December 31, 2018 Investment in available-for-sale securities of the Company and its subsidiary are as follow;

	BAHT					
	Consolidated Financial Statement / Separate Financial Statement					
	September 30, 2019			December 31, 2018		
	Cost	Unrealized Profit (loss)	Fair Value	Cost	Unrealized Profit (loss)	Fair Value
Marketable Security	142,756,794.54	(55,792,794.54)	86,964,000.00	162,756,794.54	(61,839,952.74)	100,916,841.80

Total	142,756,794.54	(55,792,794.54)	86,964,000.00	162,756,794.54	(61,839,952.74)	100,916,841.80
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Movement of the unrealized profit (loss) of the available-for-sale securities for the nine month period ended September 30, 2019 are as follow;

	BAHT	
	Consolidated Financial Statement	Separate Financial Statement
Balance as of January 1, 2019	100,916,841.80	100,916,841.80
The increase(decrease)during the period	(20,000,000.00)	(20,000,000.00)
Movement during the period	6,047,158.20	6,047,158.20
Balance as of September 30, 2019	86,964,000.00	86,964,000.00

6. TRADE RECEIVABLES – OTHER PARTIES - NET

Trade receivables – other parties as of September 30, 2019 and December 31, 2018 are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Trade receivables– other parties	417,153,055.51	402,269,830.69	2,005,631.60	664,484.29
<u>Less:</u> Allowance for doubtful account	-	-	-	-
Trade receivables– other parties - net	417,153,055.51	402,269,830.69	2,005,631.60	664,484.29

As of September 30, 2019 and December 31, 2018 trade receivables–other parties were classified by aging of debt outstanding are as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Trade receivables– other parties				
- Current	411,624,968.89	375,275,858.33	2,005,631.60	664,484.29
- Overdue 0 - 3 months	5,528,086.62	14,891,605.61	-	-
- Overdue 4 - 6 months	-	8,113,777.50	-	-
- Overdue 7 - 12 months	-	3,988,589.25	-	-
- Overdue over 12 month	-	-	-	-
Trade receivables– other parties - net	417,153,055.51	402,269,830.69	2,005,631.60	664,484.29

7. INVENTORIES - NET

As of September 30, 2019 and December 31, 2018 inventories – net are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Finished goods	1,255,538,879.19	885,083,440.04	581,109.28	-
Work in process	143,081,828.60	141,389,866.47	101,002,663.99	101,599,352.05
Raw materials	63,819,447.70	50,136,693.44	26,965,792.40	19,235,647.43
Supplies	10,366,734.68	6,555,906.06	4,771,098.43	2,790,635.95
Inventories in transit	33,561,171.35	50,337,082.58	-	-
Total	1,506,368,061.52	1,133,502,988.59	133,320,664.10	123,625,635.43
<u>Less:</u> Allowance for obsolete	(16,000,000.00)	(16,000,000.00)	-	-
Inventories – net	<u>1,490,368,061.52</u>	<u>1,117,502,988.59</u>	<u>133,320,664.10</u>	<u>123,625,635.43</u>

As of September 30, 2019 and December 31, 2018 the balance of inventories in subsidiary's account which purchased from the Company have been presented net from profit in inventories totaling of Baht 184,709,253.00 and Baht 178,608,500.00 respectively (eliminated in consolidated financial statement).

Movement of allowance for obsolete inventories account for the nine month period ended September 30, 2018 is as follow;

	BAHT	
	Consolidated	Separate
Balance as of January 1, 2018	16,000,000.00	-
Increase during the period	-	-
Balance as of June 30, 2019	<u>16,000,000.00</u>	<u>-</u>

8. LONG-TERM INVESTMENT

During August 2017 the Company invested in 5,000 units subordinated perpetual debentures of CP All Public Company Limited, face value 1,000 Baht per unit, total amount of Baht 5,000,000, which redeem upon company liquidation with the issue's right to early redemption. The interest will be paid semi annually and unconditional interest deferral. Interest rate is float rate which the rate during 1st to 5th year is 5% per annum, after that the rate is sum of (a) the rate of 5 years government bond, and (b) Initial Credit Spread, and (c) the stated rate of each periods.

9. PROPERTY, PLANT AND EQUIPMENT - NET

BAHT

Consolidated Financial Statement

	As of Dec-31, 2018	Increase	Decrease	Transfer - In	Transfer - Out	As of Sep-30, 2019
<u>COST :</u>						
Land	119,012,674.50	-	-	-	-	119,012,674.50
Building & building improvement	328,222,917.44	-	-	6,619,816.09	-	334,842,733.53
Machinery & equipment	302,683,061.35	858,000.00	(1,118,306.96)	137,088.40	-	302,559,842.79
Tools & supplies	15,573,876.11	873,104.14	(58,609.53)	-	-	16,388,370.72
Furniture & fixture	158,107,693.46	1,021,989.74	(90,203.73)	1,890,000.00	-	160,929,479.47
Office equipment	56,493,127.36	1,147,790.24	(443,312.70)	490,000.00	-	57,687,604.90
Vehicles	34,181,857.38	-	(8,048,909.36)	-	-	26,132,948.02
Other equipment	960,012.37	5,149.53	(3,738.32)	-	-	961,423.58
Construction in progress	-	394,551.58	-	-	(160,719.06)	233,832.52
Computer & equipment	51,867,244.23	5,905,540.23	(2,835,819.28)	-	-	54,936,965.18
Assets installation in progress	391,850.00	14,132,544.39	-	-	(8,976,185.43)	5,548,208.96
Total cost	<u>1,067,494,314.20</u>	<u>24,338,669.85</u>	<u>(12,598,899.88)</u>	<u>9,136,904.49</u>	<u>(9,136,904.49)</u>	<u>1,079,234,084.17</u>
<u>Less: Accumulated depreciation</u>						
Building & building improvement	(251,532,451.21)	(8,575,507.38)	-	-	-	(260,107,958.59)
Machinery & equipment	(255,831,992.85)	(6,197,052.73)	1,118,292.96	-	-	(260,910,752.62)
Tools & supplies	(12,706,538.90)	(720,191.71)	58,606.53	-	-	(13,368,124.08)
Furniture & fixture	(127,391,585.74)	(9,428,862.82)	90,191.73	-	-	(136,730,256.83)
Office equipment	(49,273,062.56)	(2,491,074.38)	443,271.70	-	-	(51,320,865.24)
Vehicles	(33,021,224.21)	(254,301.07)	8,048,908.36	-	-	(25,226,616.92)
Other equipment	(908,260.80)	(17,565.23)	3,737.32	-	-	(922,088.71)
Computer & equipment	(43,166,639.54)	(4,178,084.15)	2,835,564.28	-	-	(44,509,159.41)
Total accumulated depreciation	<u>(773,831,755.81)</u>	<u>(31,862,639.47)</u>	<u>12,598,572.88</u>	<u>-</u>	<u>-</u>	<u>(793,095,822.40)</u>
Property, plants and equipment-net	<u>293,662,558.39</u>					<u>286,138,261.77</u>

Depreciation for the nine month period ended September 30, 2019 and 2018 has been included in cost of goods sold, and selling and administrative expenses as follows:

	BAHT	
	2019	2018
Cost of goods sold	16,844,415.33	15,440,764.79
Selling and administrative expenses	15,018,224.14	17,908,895.15
Total	<u>31,862,639.47</u>	<u>33,349,659.94</u>

BAHT						
Separate Financial Statement						
	As of Dec-31, 2018	Increase	Decrease	Transfer - In	Transfer - Out	As of Sep-30, 2019
COST :						
Land	17,424,744.50	-	-	-	-	17,424,744.50
Building & building improvement	145,309,135.22	-	-	160,719.06	-	145,469,854.28
Machinery & equipment	175,350,580.70	413,500.00	(1,118,306.96)	-	-	174,645,773.74
Tools & supplies	5,671,647.94	614,285.52	(6,800.00)	-	-	6,279,133.46
Furniture & fixture	10,792,287.69	311,979.65	(63,203.73)	-	-	11,041,063.61
Office equipments	8,039,881.30	362,758.88	(96,920.18)	-	-	8,305,720.00
Vehicles	9,003,299.06	-	(1,010,280.37)	-	-	7,993,018.69
Other equipments	960,012.37	5,149.53	(3,738.32)	-	-	961,423.58
Construction in progress	-	394,551.58	-	-	(160,719.06)	233,832.52
Assets installation in progress	-	-	-	-	-	-
Total cost	372,551,588.78	2,102,225.16	(2,299,249.56)	160,719.06	(160,719.06)	372,354,564.38
Less: Accumulated depreciation						
Building & building improvement	(111,295,900.90)	(4,775,817.57)	-	-	-	(116,071,718.47)
Machinery & equipment	(148,696,674.20)	(3,338,546.98)	1,118,292.96	-	-	(150,916,928.22)
Tools & supplies	(4,357,703.52)	(350,997.44)	6,799.00	-	-	(4,701,901.96)
Furniture & fixture	(9,750,674.62)	(244,585.07)	63,195.73	-	-	(9,932,063.96)
Office equipments	(7,222,261.31)	(273,348.16)	96,892.18	-	-	(7,398,717.29)
Vehicles	(9,003,292.06)	-	1,010,279.37	-	-	(7,993,012.69)
Other equipments	(908,260.80)	(17,565.23)	3,737.32	-	-	(922,088.71)
Total accumulated depreciation	(291,234,767.41)	(9,000,860.45)	2,299,196.56	-	-	(297,936,431.30)
Property, plants and equipment -net	81,316,821.37					74,418,133.08

Depreciation for the nine month period September 30, 2019 and 2018 has been included in cost of goods sold, and selling and administrative expenses as follows:

BAHT		
	2019	2018
Cost of goods sold	8,465,361.99	7,951,734.81
Selling and administrative expenses	535,498.46	321,889.13
Total	9,000,860.45	8,273,623.94

The Company has pledged a part of land, buildings and machineries owned by company and subsidiary as collateral with banks for the Company's credit facilities.

10. INTANGIBLE ASSETS

	BAHT				
	Consolidated Financial Statement				
	As of Dec-31, 2018	Increase	Decrease	Transfer	As of Sep-30, 2019
Cost:					
Computer Software	32,272,994.09	364,400.00	-	774,000.00	33,411,394.09
Software under installation	2,000,000.00	864,000.00	-	(774,000.00)	2,090,000.00
Total	34,272,994.09	1,228,400.00	-	-	35,501,394.09
Less: Accumulated amortization expenses					
Computer Software	(25,663,637.17)	(880,473.99)	-	-	(26,544,111.16)
Total	(25,663,637.17)	(880,473.99)	-	-	(26,544,111.16)
Intangible assets – net	8,609,356.92				8,957,282.93

Amortization expenses for the nine month period ended September 30, 2019 and 2018 has been included as selling and administrative expenses in the consolidated financial statement are as follow;

	BAHT	
	2019	2018
Cost of goods sold	84,147.12	113,806.77
Selling and administrative expenses	796,326.87	838,372.54
Total	880,473.99	952,179.31

	BAHT				
	Separate Financial Statement				
	As of Dec-31, 2018	Increase	Decrease	Transfer	As of Sep-30, 2019
Cost:					
Computer Software	2,469,288.38	-	-	-	2,469,288.38
Software under installation	1,000,000.00	40,000.00			1,040,000.00
Total	3,469,288.38	40,000.00	-	-	3,509,288.38
Less: Accumulated amortization expenses					
Computer Software	(2,469,239.38)	-	-	-	(2,469,239.38)
Total	(2,469,239.38)	-	-	-	(2,469,239.38)
Intangible assets – net	1,000,049.00				1,040,049.00

Amortization expenses for the nine month period ended September 30, 2019 and 2018 has been included as selling and administrative expenses in the consolidated financial statement are as follow;

	BAHT	
	2019	2018
Cost of goods sold	-	-
Selling and administrative expenses	-	-
Total	-	-

11. LEASEHOLD RIGHT -NET

As of September 30, 2019 and December 31, 2018 leasehold right – net are consisted as follows:

	BAHT				
	Consolidated Financial Statement				
	As of Dec-31, 2018	Increase	Decrease	Transfer	As of Sep-30, 2019
<u>LEASEHOLD RIGHT</u>					
COST	73,968,316.67	-	-	-	73,968,316.67
<u>Less</u> : Accumulated Amortization	(60,826,970.30)	(3,351,611.43)	-	-	(64,178,581.73)
Leasehold Right - net	<u>13,141,346.37</u>				<u>9,789,734.94</u>

Amortization for the nine month period ended September 30, 2019 and 2018 have been included in cost of goods sold, and selling and administrative expenses as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2019	2018	2019	2018
Selling expenses	3,351,611.43	3,351,611.43	-	-
Total	<u>3,351,611.43</u>	<u>3,351,611.43</u>	<u>-</u>	<u>-</u>

12. BANK OVERDRAFTS AND SHORT TERM LOAN S FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short term loans from financial institution as of September 30, 2019 and December 31, 2018 were consisted of the follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Bank overdrafts	-	-	-	-
Short term loan	452,000,000.00	120,000,000.00	-	-
Loan on trust receipt	145,974,361.83	36,162,831.78	-	-
Total	597,974,361.83	156,162,831.78	-	-

The Company and its subsidiary have entered into the bank overdraft and short term loan agreement with several banks. The interest rate was ranging from 1.85% to 7.675% per annum. The Company and its subsidiary pledged its land, buildings and machinery as collateral with the banks. Besides, the company's director and shareholder are also guarantor for the loans.

13. OTHER PAYABLES

As of September 30, 2019 and December 31, 2018 other payables are consisted as follows:

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
Advance for merchandise	691,084.29	2,347,591.90	108,628.63	617,697.89
Accrued expenses	141,504,995.29	222,109,765.67	49,327,991.10	76,789,981.59
Accrued dividend	704,614.68	611,405.11	704,614.68	671,881.11
Total	142,900,694.26	225,068,762.68	50,141,234.41	78,079,560.59

14. EMPLOYEES' BENEFIT OBLIGATION

Movements of present value of employee benefit obligation for the nine months period ended September 30, 2019 and December 31, 2018 were as follows:

	Baht			
	Consolidated Financial Statement		Separate Financial Statement	
	For the nine months	For the year	For the nine months	For the year
	ended Sep-30, 2019	ended Dec-31, 2018	ended Sep-30, 2019	ended Dec-31, 2018
Employee benefits obligation as of beginning of years	95,623,146.00	81,696,070.00	61,521,400.00	52,038,450.00
Payment of Employees' benefit	(1,353,300.00)	(4,212,838.00)	(56,700.00)	(1,928,761.00)
Increase due to revising Labour law	14,011,496.00	-	3,669,350.00	-
Current service cost and interest cost	15,474,768.00	18,139,914.00	7,925,881.00	11,411,711.00
Employee benefits obligation as of ending of years	<u>123,756,110.00</u>	<u>95,623,146.00</u>	<u>73,059,931.00</u>	<u>61,521,400.00</u>

Expenses recognized in statements of income for the nine month period ended September 30, 2019 and 2018 are as follow;

	BAHT			
	Consolidated Financial Statement		Separate Financial Statement	
	2019	2018	2019	2018
Current service cost	13,541,358.00	8,100,804.00	6,792,757.00	4,940,855.00
Interest cost	1,933,410.00	969,135.00	1,133,124.00	765,010.00
Total	<u>15,474,768.00</u>	<u>9,069,939.00</u>	<u>7,925,881.00</u>	<u>5,705,865.00</u>

The principle actuarial assumptions used to calculate the provision under the retirement benefit obligation as of September 30, 2019 are as follows:

	Consolidated Financial Statement	Separate Financial Statement
Discount rate	2.33 %	2.33%
Salary scale increase rate	3.00 %	3.00 %
Employee with voluntary resignation before retirement ratio	0-67 %*	0-52 %*
Mortality rate	TMO 2017 **	TMO 2017 **

* Based on rate weighted by age group of employee

** Reference to Thai Mortality ordinary Table of 2017 common type

Sensitivity analysis of significant actuarial assumptions

Significant actuarial assumptions for sensitivity analysis are discount rate, salary increase rate and mortality, while holding all other assumptions constant. The sensitivity analysis of change in the relevant actuarial assumption that was reasonably possible for the year 2019 as follows:

- If the discount rate increases (decreases) by 1.0%, the employee benefit obligation would decrease Baht 3.09 million (increases Baht 3.49 million)
- If the salary increase rate increases (decreases) by 1.0%, the employee benefit obligation would increase Baht 3.33 million (decrease Baht 3.01 million).
- If the Employee with voluntary resignation before retirement increases (decreases) by one year for all employees, the employee benefit obligation would decrease Baht 3.33 million (increases Baht 1.95 million). In presenting the above sensitivity analysis, the present value of the employee benefit obligation has been calculated by using the same method that applied in calculating the employee benefit obligation recognized in the statement of financial position.

On December 13, 2018, the National Legislative Assembly approved draft of Labour Protection Act. The main point is increasing the rate of benefit of an employee who has past service 20 years or more from 300 days to 400 days. Which announcement in the Government Gazette on April 4, 2019. Provisions for the employee benefits obligation which calculated by Actuarial is increasing amount of Baht 14,011,496.00. The Company recorded the amount as the past service cost in the statement of income in second quarter of 2019.

15. REGISTERED CAPITAL

15.1 On May 15, 2008 the Company common shares have been approved to be a registered security in SET and the share initial trading has been started since that date.

15.2 On July 26, 2012, an extra ordinary shareholder meeting no 1/2012 had approved a resolution to change number of shares and par value of the share capital from; a registered capital of Baht 347,500,000 with 69,500,000 shares at Baht 5.00 par value to a registered capital of Baht 347,500,000 with 347,500,000 shares at Baht 1.00 par value. The change was registered with the Ministry Commerce on July 27, 2012.

16. LEGAL RESERVE

According to public company legislation 1992, the Company has to allocate a portion of net profit for the year to be Legal Reserve not less than 5% of profit of the year. The allocation of Legal Reserve should be deducted with the beginning balance of deficit (if any) until the balance of Legal Reserve not less than 10% of registered capital. The Company cannot pay dividend from the Legal Reserve.

17. DIVIDEND PAYMENT

On April 9, 2018 , the shareholder meeting no. 1/2018 has approved to pay dividend for the year 2017 to shareholders, at Baht 0.68 per share for the 347.50 million shares, total amount of Baht 236.30 million, which was paid in May 2018.

On August 7, 2018, the shareholder meeting no. 3/2018 has approved to pay interim dividend for the six month period to shareholders, at Baht 0.50 per share for the 347.50 million shares, total amount of Baht 173.75 million, which was paid in September 2018.

On April 23, 2019, the shareholder meeting no. 1/2019 has approved to pay dividend for the year 2018 to shareholders, at Baht 0.54 per share for the 347.50 million shares, total amount of Baht 187.65 million, which will be paid in May 2019.

On August 13, 2019 , the shareholder meeting no. 3/2019 has approved to pay interim dividend for the six month period to shareholders, at Baht 0.57 per share for the 347.50 million shares, total amount of Baht 198.08 million

18. INCOME TAX EXPENSE

In accordance with taxable conditions on Thailand's revenue code, the Company and its subsidiaries have calculated its net taxable profit (loss) by taking both any for bidding expenditures and any reduced or exceptionable accounting transactions to adding - up or deducting from net profit (loss) under accounting base.

The Company has calculated income tax on its taxable profit for the years 2019 and 2018 at the rate 20%.

18.1 Income tax expense for the nine month period ended September 30, 2019 and 2018, consisted of;

	BAHT			
	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Income tax charge of current periods	131,360,087.93	97,986,167.08	22,569,979.34	19,332,641.14
Deferred income tax Expense (Revenue)				
from temporary difference	-	-	-	-
Effects of deferred income tax				
from change of tax rates	(51,035,543.17)	(25,736,650.41)	(2,307,706.20)	(1,711,758.60)
Income tax expense presented				
in the statement of income	80,324,544.76	72,249,516.97	20,262,273.14	17,620,882.54

18.2 Income tax relating to components of statements of comprehensive income – other for the nine month period ended September 30, 2019 and 2018 consisted of :

	BAHT			
	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Deferred income tax relating to;				
- Investment in marketable securities	(1,209,431.67)	204,964.26	(1,209,431.67)	204,964.26
- Actuarial estimates	-	-	-	-
Deferred tax expense (income) presented in statement of comprehensive income	(1,209,431.67)	204,964.26	(1,209,431.67)	204,964.26

18.3 The reconciliation of the income tax expense and the result of the multiplying of the accounting profit with tax rate for the nine month period ended September 30, 2019 and 2018 are presented as the following:

	BAHT			
	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Accounting profit before corporate income	396,912,358.63	358,375,482.54	270,423,057.64	88,178,667.94
Corporate income tax rates	20%	20%	20%	20%
Accounting profit before corporate income-				
-Multiply by tax rates	79,382,471.73	71,675,096.51	54,084,611.53	17,635,733.59
Effects to deferred income tax	(51,035,543.17)	(25,736,650.41)	(2,307,706.20)	(1,711,758.60)
Effects of income and expenses-				
- not related to income tax	1,220,150.60	(138,660.00)	-	-
Income tax effects that is nondeductible in Calculation of profit:				
- Revenue exempted in tax calculation	44,592,137.06	22,979,193.85	(33,842,499.30)	(36,468.79)
-Nondeductible expenses	6,165,328.54	3,470,536.72	2,327,867.11	1,733,376.34
Income tax expense presented in the - Statement of Income	80,324,544.76	72,249,516.67	20,262,273.14	17,620,882.54

18.4 Components of deferred tax assets and deferred tax liabilities comprised of the following items;

	BAHT			
	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	Sep-30, 2019	Dec-31, 2018	Sep-30, 2019	Dec-31, 2018
<u>Deferred tax assets</u>				
Investment in marketable securities	11,158,558.91	12,367,990.55	11,158,558.91	12,367,990.55
Consignment receivable	295,909,890.36	241,541,749.22	-	-
Allowance for impairment of	3,200,000.00	3,200,000.00	-	-
Employee benefit obligation	24,751,222.00	19,124,629.20	14,611,986.20	12,304,280.00
Total	335,019,671.27	276,234,368.97	25,770,545.11	24,672,270.55
<u>Deferred tax liabilities</u>				
Consignment inventories	(79,502,925.94)	(70,543,735.17)	-	-
Total	(79,502,925.94)	(70,543,735.17)	-	-
<u>Deferred tax assets – net</u>	<u>255,516,745.33</u>	<u>205,690,633.80</u>	<u>25,770,545.11</u>	<u>24,672,270.55</u>

19. PROVIDENT FUND

During year 2005, the Company and its employees agreed to establish employees' provident fund under authorization from Ministry of Finance as per provident fund legislation 1987. This provident fund is comprised of a portion of not less than 3% from employee's salary and a portion that contributed at the same amount from the Company. Employees entitle to receive money from provident fund if he/she resign and comply with its regulation. The provident fund is managed by MFC Public Co., Ltd.

20. COMMITMENT**20.1 Lease agreement and long term services**

- 20.1.1 On June 1, 2019, company has entered into the lease of buildings agreement with Sabina Far East Co., Ltd., to use the buildings as company's office and warehouse for 3 years. The Company has a right to renew the lease agreement for 3 times at 3 years each. However the Company has to inform landlord by written in advance not less than 180 days. The rental is Baht 142,500 per month; landlord is responsible for municipal taxes. Landlord promised that it will not sell or dispose the assets in 12 years.
- 20.1.2 On June 12, 2009, the subsidiary has entered into another lease contract with the department store and for extension the lease period to another 10 years, which will expire in June 2020. The subsidiary had paid for the leasehold right for the 10 years approximately amounting to Baht 13.71 million.

The commitment for the long-term lease, which should be paid the rent and service in the future, as of September 30, 2019 are as follow;

The Company

<u>For the period</u>	<u>Unit (Million baht)</u>
Not over 1 year	0.43
Over 1 year but not over 5 years	4.13
Over 5 years	-
Total	<u>4.56</u>

The Subsidiary Company

<u>For the period</u>	<u>Unit (Million baht)</u>
Not over 1 year	80.12
Over 1 year but not over 5 years	76.06
Over 5 years	0.24
Total	<u>156.42</u>

20.2 Letter of bank guarantee

As of September 30, 2019 and December 31, 2018, the Company has letter of guarantee which issuing by the bank on behalf of company as follows:

<u>Objective</u>	<u>BAHT</u>			
	<u>Consolidated Financial Statement</u>		<u>Separate Financial Statement</u>	
	<u>September 30, 2019</u>	<u>December 31, 2018</u>	<u>September 30, 2019</u>	<u>December 31, 2018</u>
1. Guarantee for Custom Department	3.07	1.36	-	-
2. Others	3.25	3.25	1.34	1.34
Total	<u>6.32</u>	<u>4.61</u>	<u>1.34</u>	<u>1.34</u>

21. DISCLOSURE FOR FINANCIAL INSTRUMENTSRisk from foreign exchange rate

The Company and its subsidiary encounters risk in foreign exchange rate because company has foreign receivables and payables. However, the credit terms given or received from the receivables and payables are short period.

As of September 30, 2019 and December 31, 2018, the Company and its subsidiary have assets and liabilities in foreign currencies as follows:

	Amount in Foreign Currencies			
	Consolidated Financial Statement		Separate Financial Statement	
	September 30, 2019	December 31, 2018	September 30, 2019	December 31, 2018
ASSETS				
US Dollar	361,586.65	535,453.39	69,192.55	49,884.43
Hong Kong Dollar	-	-	-	-
Euro Dollar	-	-	-	-
Pound Sterling	631,140.62	726,969.35	-	-
LIABILITIES				
US Dollar	549,572.77	580,701.98	23,684.12	64,057.22
Hong Kong Dollar	76,208.85	62,106.00	58,747.00	-
Euro Dollar	15,119.22	4,235.58	-	-
Pound Sterling	22,532.08	3,384.29	-	-

Risk from interest rate

The interest rate risk depends on the fluctuation of interest rate in financial market. The fluctuation of the interest rate may have impact on the company's operation and cash flows. However, management believes that risk is insignificant in the current financial market because company can generate enough income and cash flows to pay interest.

Risk from credit term

Credit risk refers to the risk that trade accounts receivable may default in its obligations resulting in a financial loss to company. However, since the company currently sells its products to creditworthy customers, it does not anticipate any material problem in collecting its debt. The concentration of credit risk with respect to trade receivable is limited because company's debtors are spread over in different area and type of business. Account receivable showed in the statement of financial position, net of a portion of allowance for doubtful debts, represents the maximum exposure to credit risk.

Fair value

The fair value of company's financial assets and liabilities determine by the following basis.

Consolidated and Separate Financial Statement					
(Thousand Baht)					
	Cost	Fair value			
		Level 1	Level 2	Level 3	Total
As of September 30, 2019					
<u>Current</u>					
Temporary Investment					
Available-for-sale securities	142,756	86,964	-	-	86,964

The fair value of the Group's investment were determined to the Level 1 under the fair value hierarchy as such current investment has a published quotation price in an active market.

22. FINANCIAL INFORMATION BY SEGMENT OF BUSINESS

Statements of income segmented by business for the nine month period ended September 30, 2019 and 2018 are as follows:

	Consolidated Financial Statement (Million Baht)					
	September 30, 2019			September 30, 2018		
	Export	Domestic	Total	Export	Domestic	Total
Revenue						
Sales – net	260.71	2,215.52	2,476.23	253.07	2,065.00	2,318.07
Services income	-	0.24	0.24	-	-	-
	<u>260.71</u>	<u>2,215.76</u>	<u>2,476.47</u>	<u>253.07</u>	<u>2,065.00</u>	<u>2,318.07</u>
Cost of sales			(1,146.08)			(1,139.78)
Gross profit			1,330.39			1,178.29
Selling and administrative expenses			(942.12)			(828.82)
Net profit from operation			<u>388.27</u>			<u>349.47</u>
Other income and expenses						
Other income			14.16			9.60
Financial cost			(5.51)			(0.70)
Total other income and expenses			<u>8.65</u>			<u>8.90</u>
Profit before income tax			396.92			358.37
Income tax expense			(80.32)			(72.25)
Net profit			<u>316.60</u>			<u>286.12</u>

Property, plant and equipment of company have been commonly used for export and domestic operations.

Statements of income segmented by business for the nine month period ended September 30, 2019 and 2018 are as follows:

	Separate Financial Statement (million Baht)					
	September 30, 2019			September 30, 2018		
	Export	Domestic	Total	Export	Domestic	Total
Revenue						
Sales – net	28.25	610.03	638.28	33.00	538.52	571.52
Services income	-	79.64	79.64	-	77.65	77.65
Total revenue	28.25	689.67	717.92	33.00	616.17	649.17
Cost of sales			(556.44)			(502.05)
Gross profit			161.48			147.12
Selling and administrative			(67.03)			(66.00)
Net profit from operation			94.45			81.12
Other income and expenses						
Other income			175.97			7.05
Financial cost			-			-
Total other income and expenses			175.97			7.05
Profit before income tax			270.42			88.17
Income tax expense			(20.26)			(17.62)
Net profit			250.16			70.55

Property, plant and equipment of the Company have been commonly used for export and domestic operations.

Major customer information

During quarter 3 of year 2019, the Company has earned from 3 major customers amounting to Baht 869 million.

23. EXPENSE BY NATURE

The significant expenses for the nine month period ended September 30, 2019 and 2018 classified by nature are as follow;

	Baht			
	Consolidated Financial Statement		Separate Financial Statement	
	2019	2018	2019	2018
Changes in finished goods -				
- and work in process	(372,417,401.28)	(11,775,194.70)	15,578.78	9,350,381.90
Purchase of finished goods	382,859,614.97	96,374,314.23	-	-
Raw material and supply usage	554,577,482.77	488,308,067.29	256,497,861.84	221,727,667.35
Employees' expenses -				
- (Exclude management)	535,218,216.78	503,569,916.34	111,688,654.76	102,501,428.99
Depreciation and Amortization	36,094,724.89	37,653,450.68	9,000,860.45	8,273,623.94
Transportation expense	12,193,508.23	10,745,833.91	23,982.46	10,365.00
Chemical supplies and				
-cost of analysis	6,315,990.85	7,570,990.21	201,390.00	158,540.00
Advertising and promotion	87,770,414.83	62,437,829.42	158,727.37	75,650.00

24. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statement has been approved by the Company's board of directors on November 12, 2019

(Signed)Director (Signed).....Director