

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors and Shareholders of AI Energy Public Company Limited:

I have reviewed the consolidated and separate statements of financial position as at September 30, 2018, and the related consolidated and separate statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2018, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the nine-month period ended September 30, 2018, and the condensed notes to the interim financial statements (Interim financial information) of AI Energy Public Company Limited and its subsidiaries and of AI Energy Public Company Limited, respectively. The management is responsible for the preparation and presentation of this interim financial information with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

Except as mentioned in the Basis for Qualified Conclusion on Interim financial information paragraph, I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Basis for Qualified Conclusion

As discussed in Note to Financial Statements No. 25.3, the Company received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand (the SEC), dated January 20, 2016, requesting for the facts about the Company predecessor auditor's disclaimer of opinion in the Company's financial statements for the year 2014 (Before restated). The former management provided a clarification of the facts to the SEC.

On June 20, 2017, the SEC has filed a criminal complaint against two former directors and executives of the Company in case of the preparation of incorrect financial statements for the year 2014 (Before restated), as the Company predecessor auditor had expressed the disclaimer of opinion, with the Department of Special Investigation (DSI) for further legal proceedings.

Qualified Conclusion

Except for the possible effect on the interim financial information due to the matters described in the Basis for Qualified Conclusion Paragraph, based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".



Vichai Ruchitanont

Certified Public Accountant

Registration Number 4054

ANS Audit Co., Ltd

Bangkok, November 13, 2018

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2018

		Unit : Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes		"REVIEWED"		"REVIEWED"	
Assets					
Current assets					
Cash and cash equivalents		41,893	59,674	33,999	51,658
Current investment	5	263,938	170,418	426	470
Trade and other current receivables - net	6	84,344	110,808	83,700	110,343
Current portion of receivables under finance lease contracts	7	2,657	8,618	-	-
Inventories - net	8	152,126	152,579	152,126	152,579
Oil supplies	9	3,007	1,980	-	-
Total current assets		547,965	504,077	270,251	315,050
Non-current assets					
Investments in subsidiaries - net	10	-	-	396,073	396,073
Pledged deposits at financial institutions	11	24,017	23,017	23,617	22,617
Property, plant, vessel and equipment - net	12	1,385,254	1,263,193	1,166,248	1,035,298
Intangible assets - net	13	154	238	154	238
Deferred tax assets - net	20	2,587	5,631	2,587	5,631
Deposit for purchase of assets		27,094	21,527	27,094	21,527
Other non-current assets		11,887	13,333	11,361	12,808
Total non-current assets		1,450,993	1,326,939	1,627,134	1,494,192
Total assets		1,998,958	1,831,016	1,897,385	1,809,242

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2018

		Unit : Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes		"REVIEWED"		"REVIEWED"	
Liabilities and shareholders' equity					
Current liabilities					
Trade and other current payables	14	110.304	80.359	103.543	75.025
Short-term loans from subsidiary	4	-	-	-	100.000
Income tax payables		-	8.204	-	-
Total current liabilities		110.304	88.563	103.543	175.025
Non-current liabilities					
Non-current provisions for employee	15	7.874	10.223	7.221	9.821
Total non-current liabilities		7.874	10.223	7.221	9.821
Total liabilities		118.178	98.786	110.764	184.846
Shareholders' equity					
Authorized share capital					
Common share 5.424.000.000 shares, at Baht 0.25 par value		1.356.000	1.356.000	1.356.000	1.356.000
Issued and paid - up share capital					
Common share 4.520.000.000 shares, at Baht 0.25 par value		-	1.130.000	-	1.130.000
Common share 5.232.291.928 shares, at Baht 0.25 par value	16	1.308.073	-	1.308.073	-
Premium on common stocks		605.114	605.114	605.114	605.114
Retained earnings (deficits)					
Appropriated					
Legal reserve	19	8.226	8.226	8.226	8.226
Unappropriated					
		(38.290)	(6.963)	(137.967)	(120.145)
Other components of shareholders' equity		(2.343)	(4.147)	3.175	1.201
Total Shareholders' Equity		1.880.780	1.732.230	1.786.621	1.624.396
Total liabilities and shareholders' equity		1.998.958	1.831.016	1.897.385	1.809.242

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

"REVIEWED"

		Unit : Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Notes					
4, 22, 23, 24					
Revenues					
	Revenues from sale of goods	360,183	631,635	360,183	631,635
	Revenues from production contract	11,960	27,316	11,960	27,316
	Revenues from vessel operating	13,631	-	-	-
	Profit earned from the sale of non-current asset held for sale - net	-	156,570	-	-
	Other incomes	2,283	4,426	1,251	2,514
	Total Revenues	388,057	819,947	373,394	661,465
Expenses					
	Cost of sales	(367,634)	(635,533)	(367,634)	(635,533)
	Cost of production contract	(8,551)	(21,227)	(8,551)	(21,227)
	Cost of vessel operating	(14,259)	-	-	-
	Selling expenses	(1,680)	(4,258)	(1,219)	(4,258)
	Administrative expenses	(18,628)	(29,178)	(11,893)	(29,320)
	Finance costs	-	(169)	-	(169)
	Total Expenses	(410,752)	(690,365)	(389,297)	(690,507)
	Profit (loss) before income tax expenses	(22,695)	129,582	(15,903)	(29,042)
21	Tax expense	(211)	(29,215)	(211)	(395)
	Profit (loss) for the periods	(22,906)	100,367	(16,114)	(29,437)
	Other comprehensive income	-	-	-	-
	Total comprehensive income (loss) for the periods	(22,906)	100,367	(16,114)	(29,437)
Profit (Loss) attributable to :					
	Equity holders of the parent	(22,906)	100,367	(16,114)	(29,437)
	Non-controlling interests	-	-	-	-
		(22,906)	100,367	(16,114)	(29,437)
Total comprehensive income (loss) attributable to :					
	Equity holders of the parent	(22,906)	100,367	(16,114)	(29,437)
	Non-controlling interests	-	-	-	-
		(22,906)	100,367	(16,114)	(29,437)
Earnings (loss) per share					
18	Basic earning (loss) per share (Baht)	(0.004)	0.022	(0.003)	(0.007)

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

"REVIEWED"

Unit : Thousands Baht				
Notes	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
4, 22, 23, 24				
Revenues				
Revenues from sale of goods	1,124,760	1,721,392	1,124,760	1,721,392
Revenues from production contract	42,183	50,313	42,183	50,313
Revenues from vessel operating	40,997	24,786	-	-
Profit earned from the sale of non-current asset held for sale - net	-	156,570	-	-
Other incomes	6,853	12,255	3,255	3,953
Total Revenues	1,214,793	1,965,316	1,170,198	1,775,658
Expenses				
Cost of sales	(1,106,690)	(1,830,537)	(1,106,690)	(1,830,537)
Cost of production contract	(30,950)	(44,067)	(30,950)	(44,067)
Cost of vessel operating	(41,544)	(31,266)	-	-
Selling expenses	(5,118)	(8,927)	(3,673)	(8,135)
Administrative expenses	(59,187)	(68,815)	(44,077)	(58,243)
Finance costs	(80)	(1,725)	(79)	(1,725)
Total Expenses	(1,243,569)	(1,985,337)	(1,185,469)	(1,942,707)
Loss before income tax expenses	(28,776)	(20,021)	(15,271)	(167,049)
Tax expense	21 (2,551)	(28,976)	(2,551)	(156)
Loss for the periods	(31,327)	(48,997)	(17,822)	(167,205)
Other comprehensive income (loss) :				
<i>Items that will not be reclassified to profit or loss</i>				
Defined benefit plan actuarial gains	15 2,297	-	2,467	-
Income tax on other comprehensive income relating to items that will not be reclassified	20 (493)	-	(493)	-
Other comprehensive income for the periods net of income tax	1,804	-	1,974	-
Total comprehensive loss for the periods	(29,523)	(48,997)	(15,848)	(167,205)
Loss attributable to :				
Equity holders of the parent	(31,327)	(48,997)	(17,822)	(167,205)
Non-controlling interests	-	-	-	-
	(31,327)	(48,997)	(17,822)	(167,205)
Total comprehensive loss attributable to :				
Equity holders of the parent	(29,523)	(48,997)	(15,848)	(167,205)
Non-controlling interests	-	-	-	-
	(29,523)	(48,997)	(15,848)	(167,205)
Loss per share				
Basic loss per share (Baht)	18 (0.006)	(0.011)	(0.004)	(0.037)

.....Director

(Thanit Thararatnavibool)

.....Director

(Pimwan Thararatnavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"
"REVIEWED"

Unit : Thousands Baht											
Consolidated financial statements											
Shareholders' equity of the parent											
	Notes	Retained earnings (deficits)			Other components of equity			Difference on			Total shareholders' equity
		Share capital	Premium on	Appropriated	Unappropriated	Actuarial gain	business combination	under common control	Total other	Total equity of the parent	
		Issued and paid - up	common stocks	Legal reserve					components of equity		
Balance as at January 1, 2018		1,130,000	605,114	8,226	(6,963)	1,078	(5,225)		(4,147)	1,732,230	1,732,230
Share capital increased	16	178,073	-	-	-	-	-	-	-	178,073	178,073
Changes in shareholders' equity for the period :											
Total comprehensive income (loss) for the period		-	-	-	(31,327)	1,804	-	-	1,804	(29,523)	(29,523)
Balance as at September 30, 2018		1,308,073	605,114	8,226	(38,290)	2,882	(5,225)		(2,343)	1,880,780	1,880,780
Balance as at January 1, 2017		1,130,000	605,114	8,226	65,318	1,078	(5,225)		(4,147)	1,804,511	1,804,511
Changes in shareholders' equity for the period :											
Total comprehensive loss for the period		-	-	-	(48,997)	-	-	-	-	(48,997)	(48,997)
Balance as at September 30, 2017		1,130,000	605,114	8,226	16,321	1,078	(5,225)		(4,147)	1,755,514	1,755,514

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.....Director
(Thanit Tharatatanavibool)

.....Director
(Pinwan Tharatatanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"
"REVIEWED"

		Unit : Thousands Baht					
		Separate financial statements					
		Retained earnings (deficits)		Other components of equity			
				Other comprehensive income			

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

"REVIEWED"

	Unit : Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Loss before income tax expense	(28,776)	(20,021)	(15,271)	(167,049)
Adjustments to reconcile loss to net cash provided by (used in) operating activities:				
Depreciation	52,702	56,668	43,744	43,521
Amortization of computer softwares	89	73	89	73
(Gain) Loss on write-off of assets	2,753	(153,521)	2,753	3,853
Reversal allowance for devaluation of inventories	(1,856)	(17,362)	(1,856)	(17,362)
Actuarial gain	-	(262)	-	-
Loss on impairment of investment in subsidiary	-	-	-	13,000
Non-current provisions for employee	1,300	1,487	1,219	1,409
Interest income	(2,518)	(2,995)	(324)	(1,104)
Interest expenses	80	1,725	79	1,725
Unrealized gain on exchange rates	-	(1,532)	-	(1,532)
Gain (Loss) from operating activities before changes in operating assets and liabilities	23,774	(135,740)	30,433	(123,466)
Changes in operating assets - (increase) decrease :				
Trade and other receivables	26,464	(27,235)	26,642	(29,134)
Inventories	2,310	139,040	2,310	138,625
Oil supplies	(1,027)	-	-	-
Deposit for purchase of assets	(5,567)	(10,779)	(5,567)	(10,779)
Non-current assets held for sale	-	(13,458)	-	(13,458)
Other non-current assets	2,905	(492)	2,905	-
Changes in operating liabilities - increase				
Trade and other payables	11,314	105,360	9,887	107,169
Cash provided by operating activities	60,173	56,696	66,610	68,957
Income tax paid	(9,663)	(22,687)	(1,458)	(4,184)
Refunded of income tax	-	1,958	-	1,958
Payment for employee benefit obligations	(1,352)	(496)	(1,352)	(496)
Net cash provided by operating activities	49,158	35,471	63,800	66,235

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

"REVIEWED"

Unit : Thousands Baht

Cash flows from investing activities

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Increase in restricted deposits at financial institution	(1,000)	(16,148)	(1,000)	(18,248)
Interest received	1,738	1,352	324	1,104
Increase (decrease) in current investments	(93,520)	(295,106)	44	(19)
Payment for purchases of assets	(159,704)	(185,843)	(159,634)	(185,843)
Payment for purchases of intangible assets	-	(154)	-	(154)
Proceeds from receive from disposal of assets	813	326,466	813	21,250
Proceeds from receive from receivables under finance lease contracts	6,741	-	-	-
Net cash used in investing activities	(244,932)	(169,433)	(159,453)	(181,910)

Cash flows from financing activities

Interest paid	(80)	(1,601)	(79)	(1,601)
Increase in bank overdraft and short-term loans				
from financial institutions	-	43,378	-	43,378
Payment for short-term loans from subsidiary	-	-	(100,000)	-
Cash received from increase in share capital	178,073	-	178,073	-
Net cash provided by financing activities	177,993	41,777	77,994	41,777
Net decrease in cash and cash equivalents	(17,781)	(92,185)	(17,659)	(73,898)
Cash and cash equivalents at beginning of the periods	59,674	227,100	51,658	200,902
Cash and cash equivalents at end of the periods	41,893	134,915	33,999	127,004

Additional disclosure items to cash flows statements

Non-cash flows items consist of:

Assets payable for equipment	18,632	19,037	18,632	19,037
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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018 (UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

AI Energy Public Company Limited (“the Company”) was registered as a company under the Civil and Commercial Code of Thailand on October 4, 2006, and was registered as a public company limited with the Ministry of Commerce on May 9, 2013. The Company was listed on the Market for Alternative Investment (MAI) on January 6, 2014.

The Company’s main businesses are producing and distributing energy product (bio-diesel), vegetable /animal oil and fats.

The Company’s registered office is located at 55/2 Moo 8, Tambol Klongmadua, Amphur Krathum Baen, Samut Sakhon Province.

The Company is a subsidiary of Asian Insulators Public Company Limited which holds 61.77% and 59.59% of the Company's share capital as at September 30, 2018 and December 31, 2017, respectively.

2. BASIS FOR PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements have been prepared in accordance with Thai Accounting Standard No. 34 (Revised 2017), Interim Financial Reporting.

The interim financial statements consist of primary financial information (i.e. statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in shareholders’ equity, and statement of cash flows). The Company has chosen to present the interim financial statements in a format consistent with the annual financial statements, in compliance with Thai Accounting Standard No. 1, Presentation of Financial Statements. The notes to the interim financial statements 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 statements have been prepared in the Thai language and expressed in Thai Baht. Such interim financial statements have been prepared for domestic reporting purposes. For convenience only, for the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating from the Thai version of the interim financial statements.

The interim financial statements have been prepared to provide information in addition to that included in the financial statements for the year ended December 31, 2017. 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 December 31, 2017.

The preparation of the interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making



.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

Basis for preparation of the consolidated interim financial statements

The consolidated interim financial statements, related to the Company and its subsidiary (together referred to as the “Group”) are prepared using the same basis as were used for the consolidated financial statements for the year ended December 31, 2017.

There is no change in the structure of the Group during the current period.

New financial reporting standards

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

During the 3rd quarter of 2018, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after January 1, 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries’ financial statements.

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

During the 3rd quarter of 2018, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after January 1, 2019, and a set of 5 standards related to financial instruments, which are effective for fiscal years beginning on or after January 1, 2020. Key principles of this standard are summarised below.

TFRS 15 Revenue from Contracts with Customers

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



Thai Financial Reporting Standards related to financial instruments

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

Financial reporting standards:

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Accounting standard:

TAS 32 Financial Instruments: Presentation

Financial Reporting Standard Interpretations:

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

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

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

3. SIGNIFICANT ACCOUNTING POLICIES

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

.....Director

(Thanit Thareratanavibool)

.....Director

(Pimwan Thareratanavibool)

4. TRANSACTIONS WITH THE RELATED PARTIES

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Transactions with related parties are conducted at agreed prices on market value or, where no market value exists, at contractually agreed prices.

Significant transactions between the Company and related parties for the three-month and nine-month periods ended September 30, 2018 and 2017 were as follows:

		Unit : Thousand Baht			
		Consolidated financial statements		Separate financial statements	
Pricing policies		2018	2017	2018	2017
For the three-month periods					
Purchase of goods					
Samart Palm Industry Company	Market value	-	2,873	-	2,873
Administrative expenses					
Asian Insulators Public Company	Mutually	422	486	232	291
For the nine-month periods					
Purchase of goods					
Samart Palm Industry Company	Market value	-	18,855	-	18,855
Administrative expenses					
Asian Insulators Public Company	Mutually	1,346	1,555	742	891

Directors and management's remuneration

Directors and management's remuneration for the three-month and nine-month periods ended September 30, 2018 and 2017 consisted of:

		Unit : Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
For the three-month periods					
Short-term employee benefits		4,013	4,407	3,506	3,831
Long-term post-employment benefits		87	14	68	61
Total directors and management's remuneration		4,100	4,421	3,574	3,892
For the nine-month periods					
Short-term employee benefits		12,648	12,489	11,130	10,447
Long-term post-employment benefits		321	179	265	182
Total directors and management's remuneration		12,969	12,668	11,395	10,629

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

Significant balances with related parties as at September 30, 2018 and December 31, 2017 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Loans from related parties				
AI Ports and Terminals Company Limited	-	-	-	100,000

As at December 31, 2017, the Company has short-term loan from the subsidiary company, AI Ports and Terminals Company Limited. The company issued promissory notes in the amount of Baht 100 million, with an interest rate of 2.84% per annum, due on June 30, 2018.

5. CURRENT INVESTMENT

Current investment as at September 30, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Open-end Fund-Debt securities - at cost	261,109	169,000	109	-
<u>Add</u> unrealized gain on investment revaluation	2,512	948	-	-
Open-end Fund-Debt securities - net	263,621	169,948	109	-
Fixed deposits	317	470	317	470
Total current investment	263,938	170,418	426	470

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6. TRADE AND OTHER CURRENT RECEIVABLES – NET

Trade and other current receivables as at September 30, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade receivables				
Trade receivable - others	88,159	116,663	88,159	116,663
Post date cheques	1,460	-	1,460	-
Total trade receivables	89,619	116,663	89,619	116,663
<u>Less</u> Allowance for doubtful accounts	(8,328)	(8,328)	(8,328)	(8,328)
Total trade receivables - net	81,291	108,335	81,291	108,335
Other current receivables				
Prepaid insurance	2,121	1,112	1,668	1,112
Prepaid expenses	540	746	439	428
Revenue Department receivable	40	8	-	-
Undue input tax	262	299	252	299
Others	396	614	356	475
Total other current receivables	3,359	2,779	2,715	2,314
<u>Less</u> Allowance for doubtful accounts	(306)	(306)	(306)	(306)
Total other current receivables - net	3,053	2,473	2,409	2,008
Total trade and other current receivables - net	84,344	110,808	83,700	110,343

As at September 30, 2018 and December 31, 2017 outstanding balances of trade receivable aged by number of months were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Others				
Current	74,767	105,169	74,767	105,169
Overdue				
Within 3 months	3,742	3,166	3,742	3,166
Over 3 months to 6 months	2,782	-	2,782	-
Over 12 months	8,328	8,328	8,328	8,328
Total	89,619	116,663	89,619	116,663
<u>Less</u> Allowance for doubtful accounts	(8,328)	(8,328)	(8,328)	(8,328)
Total trade receivables - net	81,291	108,335	81,291	108,335

7. RECEIVABLES UNDER FINANCE LEASE CONTRACTS - NET

Receivables under finance lease contracts as at September 30, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	
	2018	2017
Due within one year		
Value of minimum lease payment receivable	2,889	9,630
Deferred revenue - finance lease	(232)	(1,012)
Present value of minimum lease payment receivable	2,657	8,618

As at September 30, 2018 and December 31, 2017, AI Logistics Company Limited ("the subsidiary") had receivable under finance lease contracts for hire-purchase of Vessel with a local company. These agreements are repayable in 24 equal monthly installments up to the year 2018. The ownership of assets purchased under hire-purchase agreements will be transferred to the subsidiary when last installment is paid. (interest income from finance lease contract had been recorded in the other income)

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8. INVENTORIES – NET

Inventories as at September 30, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht	
	Consolidated/Separate financial statements	
	2018	2017
Raw materials and chemicals	57,208	50,611
Work in process	57,682	54,887
Finished goods	35,240	50,169
Supplies	8,765	5,538
Total inventories	158,895	161,205
<u>Less</u> Allowance for devaluation of inventories	(6,769)	(8,626)
Total inventories - net	152,126	152,579

9. OIL SUPPLIES

Oil supplies as at September 30, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	
	2018	2017
Bunker oil	2,656	1,558
Lubricants	351	422
Total oil supplies	3,007	1,980

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10. INVESTMENTS IN SUBSIDIARIES-NET

Investments in subsidiaries as at September 30, 2018 and December 31, 2017 consisted of:

Company	Nature of business	Percentage of Holding (%)		Paid-up share capital (Million Baht)		Unit : Thousand Baht	
		2018	2017	2018	2017	2018	2017
						Cost Method	
AI Logistics Company Limited	Local and overseas logistics for passenger, merchandise, parcel and other materials	100.00	100.00	209	209	82,678	82,678
AI Ports and Terminals Company Limited	(1) Servicing port (2) Producing and distributing ice cube * At present temporarily halted main business operation and in the process of preparing a business plan.	100.00	100.00	460	460	352,395	352,395
Total						435,073	435,073
Less Allowance for impairment of investments						(39,000)	(39,000)
Total investments in subsidiaries - net						396,073	396,073

11. PLEDGED DEPOSITS AT FINANCIAL INSTITUTION

The Company and subsidiary's has pledged fixed deposits at bank as collateral for the issuance of bank guarantee (Note 25.1).

.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

12. PROPERTY, PLANT, VESSEL AND EQUIPMENT – NET

Property, Plant, Vessel and Equipment as at September 30, 2018 were as follows:

	Unit: Thousands Baht	
	Consolidated financial statements	Separate financial statements
Book value as at January 1, 2018	1,263,193	1,035,298
Additions/Transfers in during the period (Cost)	182,874	182,805
Disposals/Transfers out during the period (Book value)	(8,111)	(8,111)
Depreciation charge for the period	(52,702)	(43,744)
Book value as at September 30, 2018	1,385,254	1,166,248

Depreciations in the statements of profit or loss for the three-month and nine-month periods ended September 30, 2018 and 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
For the three-month periods				
Cost of sales and services	14,267	14,280	13,728	13,810
Selling and administrative expenses	3,488	3,512	1,007	1,012
	17,755	17,792	14,735	14,822
For the nine-month periods				
Cost of sales and services	42,343	46,121	40,737	40,453
Selling and administrative expenses	10,359	10,547	3,007	3,068
	52,702	56,668	43,744	43,521

As at September 30, 2018 and December 31, 2017 interest incurred on loans used for a Purify Glycerin project of Company totaling to Baht 2.82 million and Baht 1.67 million, respectively, have been capitalized as part of cost of construction in process.

The gross carrying amounts of assets were fully depreciated but these items are still in active use by the Company and subsidiaries as at September 30, 2018 and December 31, 2017, in the consolidate financial statement totaling approximately Baht 152.56 million and Baht 148.03 million respectively, and in the separate financial statements totaling approximately Baht 34.75 million and Baht 30.32 million, respectively.

13. INTANGIBLE ASSETS - NET

Intangible assets as at September 30, 2018 were as follows:

	Unit: Thousands Baht
	Consolidated/Separate financial statements
Book value as at January 1, 2018	238
Additions in during the period (Cost)	5
Amortization for the period	(89)
Book value as at September 30, 2018	154

14. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at September 30, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade payables				
Trade payables - related parties	1	-	-	-
Trade payables - others	68,683	38,793	62,753	34,688
Total trade payables	68,684	38,793	62,753	34,688
Other current payables				
Others current payables	2,492	4,406	2,492	4,405
Advances received for goods	106	3	106	3
Accrued bonus	3,987	12	3,627	12
Retention	4,702	1,032	4,702	1,032
Revenue Department payable	6,837	7,129	6,759	7,075
Electricity payable	2,580	2,999	2,580	2,999
Accrued expenses	2,057	7,386	1,669	6,216
Payables for purchase of assets	18,632	17,998	18,632	17,998
Others	227	601	223	597
Total other current payables	41,620	41,566	40,790	40,337
Total trade and other current payables	110,304	80,359	103,543	75,025

15. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFIT

Movement of the present value of non-current provisions for employee benefits for the nine-month periods ended September 30, 2018 and 2017 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statement	
	2018	2017	2018	2017
Non-current provisions for employee				
benefit at beginning of periods	10,223	9,006	9,821	8,441
Included in profit or loss:				
Current service cost	1,177	1,344	1,108	1,275
Interest cost	123	143	111	134
Included in other comprehensive income:				
Actuarial gain arising from				
Financial assumptions changes	(1,377)	-	(1,471)	-
Experience adjustments	(920)	(261)	(996)	-
Benefit paid during the periods	(1,352)	(496)	(1,352)	(496)
Non-current provisions for employee				
benefit at end of periods	<u>7,874</u>	<u>9,736</u>	<u>7,221</u>	<u>9,354</u>

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Employee benefit expenses in profit or loss for the three-month and nine-month periods ended September 30, 2018 and 2017 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statement	
	2018	2017	2018	2017
<u>For the three-month periods</u>				
Cost of sales	256	284	256	284
Selling expenses	-	67	-	67
Administrative expenses	148	147	122	115
Total employee benefit expenses	404	498	378	466
<u>For the nine-month periods</u>				
Cost of sales	792	858	792	858
Selling expenses	2	203	2	203
Administrative expenses	506	426	425	348
Total employee benefit expenses	1,300	1,487	1,219	1,409

The actuarial assumption of discount rate is estimated from weighted average of yield rate of government bonds as at the end of reporting date that reflects the estimated timing of benefit payments.

The actuarial assumption of mortality rate for reasonable estimation of probability of retirement in the future is estimated from mortality table.

Principal actuarial assumptions as at September 30, 2018 and December 31, 2017 (represented by the weighted-average) were as follows:

	(Percentage (%)/annum)			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Discount rate	2.16 - 2.94	1.77 - 2.35	2.16	2.22
Salary increases rate	0 - 5.00	0 - 5.00	1.5 - 5.00	5.00
Mortality rate	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2008	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2008
Turnover rate Monthly employees				
Under 31 years old	22.00 - 40.00	9.00	22.00 - 40.00	9.00
31 - 40 years old	16.00 - 28.00	12.00	16.00 - 28.00	12.00
41 - 50 years old	5.00	2.00	5.00	2.00
Above 51 years old	0.00	0.00	0.00	0.00

16. SHARE CAPITAL

Reconciliation of issued and paid-up share capital.

	Number of shares (Thousand shares)	Paid-up share capital (Thousand Baht)	Premium on share capital (Thousand Baht)	Registration date with the Ministry of Commerce
Balance as at January 1, 2018	4,520,000	1,130,000	605,114	
Warrants				
- AIE - W1 No. 1	712,292	178,073	-	June 6, 2018
Balance as at September 30, 2018	5,232,292	1,308,073	605,114	

17. WARRANTS

Warrants AIE-W1

On April 21, 2015, the Annual General Meeting of the Company's shareholders passed a resolution to issue and allocate of stock warrant for rights to purchase ordinary shares of (AIE-W1) for the existing shareholders, not exceeding 904 million units (allocate 1 purchase ordinary share: 1 stock warrant unit). Details of the issue are as follows:

Type	:	In named certificate form and transferable
Price per unit of warrant	:	Baht 0.00
Exercise ratio	:	1 warrant to 5 ordinary shares
Exercise price	:	Baht 0.25 per share
Exercise date	:	The first exercise date is December 30, 2016 and the last exercise date is May 7, 2018
Issuance date of warrants	:	May 8, 2015
Maturity of warrants	:	3 years from the issuance date.

During the second quarter of year 2018, the warrant holders exercised 712.29 million units of AIE-W1 warrants to purchase 712.29 ordinary million shares at Baht 0.25 each in the amount of Baht 178.07 million. The Company recorded as a result of the exercise of such warrants, presenting it under shareholders' equity in the statement of financial position.



18. BASIC EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share for the three-month and nine-month periods ended September 30, 2018 and 2017 were as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<u>For the three-month periods</u>				
Net profit (loss) attributable to shareholders				
of the parent (Thousand Baht)	(22,906)	100,367	(16,114)	(29,437)
Number of ordinary share outstanding				
at beginning of periods (Share)	4,520,000,000	4,520,000,000	4,520,000,000	4,520,000,000
Effect of conversion warrants to shares capital	712,292	-	712,292	-
Weighted average number of ordinary shares				
outstanding during the periods (basic)	5,232,291,928	4,520,000,000	5,232,291,928	4,520,000,000
Basic earnings (loss) per share (Baht)	(0.004)	0.022	(0.003)	(0.007)
<u>For the nine-month periods</u>				
Loss attributable to shareholders				
of the parent (Thousand Baht)	(31,327)	(48,997)	(17,822)	(167,205)
Number of ordinary share outstanding				
at beginning of periods (Share)	4,520,000,000	4,520,000,000	4,520,000,000	4,520,000,000
Effect of conversion warrants to shares capital	305,267	-	305,267	-
Weighted average number of ordinary shares				
outstanding during the periods (basic)	4,825,267,969	4,520,000,000	4,825,267,969	4,520,000,000
Basic loss per share (Baht)	(0.006)	(0.011)	(0.004)	(0.037)

19. LEGAL RESERVE

Legal reserve is set up under the Public Limited Companies Act B.E. 2535. The Company is required to set aside to a statutory reserve at least 5 percent of its net income after deducting the accumulated loss brought forward (if any) until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

20. DEFERRED TAX

Movements in deferred tax assets and deferred tax liabilities during the periods were as follows:

	Unit : Thousand Baht			
	Consolidated/Separate financial statements			
	As at January 1, 2018	Profit (Loss)	comprehensive loss	As at September 30, 2018
Deferred tax assets				
Allowance for doubtful accounts	149	-	-	149
Non-current provision for employee benefits	1,964	(27)	(493)	1,444
Tax loss carries forward	8,127	(2,703)	-	5,424
Total	10,240	(2,730)	(493)	7,017
Deferred tax liabilities				
Depreciation	(4,609)	179	-	(4,430)
Total	(4,609)	179	-	(4,430)
Deferred tax assets - net	5,631	(2,551)	(493)	2,587

As at September 30, 2018 and December 31, 2017 the Company had deferred tax assets for the carrying forward of unused tax losses of Baht 5.42 million and Baht 8.13 million, respectively. The Company's management believes that it is probable that future taxable profit will be available against the unused tax losses.

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21. INCOME TAX EXPENSE

Income tax expenses for the three-month and nine-month periods ended September 30, 2018 and 2017 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
For the three-month periods				
Current tax expense				
Current periods	-	(28,820)	-	-
Deferred tax expense				
Movements in temporary differences	(211)	(395)	(211)	(395)
Total	(211)	(29,215)	(211)	(395)
For the nine-month periods				
Current tax expense				
Current periods	-	(28,820)	-	-
Deferred tax expense				
Movements in temporary differences	(2,551)	(156)	(2,551)	(156)
Total	(2,551)	(28,976)	(2,551)	(156)

Income tax reduction

The Act of Legislation amended Revenue Code No.42 B.E. 2559, dated March 3, 2016, grants the corporate income tax rate 20% on net profit for the accounting periods beginning on January 1, 2016 onwards.

22. PROMOTIONAL PRIVILEGES

The Company and subsidiaries were granted promotional certificates by virtue of the Investment Promotion Act, B.E. 2520 (1977)

As a promoted industry, the Company and subsidiaries must strictly comply with certain terms and conditions stipulated in the promotional certificates.

The Company and subsidiaries have revenues from sales of goods, vessel operating, port and terminal service revenues from local and overseas which are granted the promotional certificates for the three-month and nine-month periods ended September 30, 2018 and 2017 was as follows:

Unit : Thousand Baht					
	Consolidated financial statements			Separate financial statements	
	Promoted	Non-promoted		Promoted	Non-promoted
	Activities	Activities	Total	Activities	Activities
For the three-month period ended September 30, 2018					
Revenues from sale of goods	346,693	13,490	360,183	346,693	13,490
Revenues from production contract	-	11,960	11,960	-	11,960
Revenues from vessel operating	-	13,631	13,631	-	-
Other incomes	-	2,283	2,283	-	1,251
Total	346,693	41,364	388,057	346,693	26,701
For the three-month period ended September 30, 2017					
Revenues from sale of goods	623,893	7,742	631,635	623,893	7,742
Revenues from production contract	-	27,316	27,316	-	27,316
Revenues from vessel operating	-	156,570	156,570	-	-
Other incomes	-	4,426	4,426	-	2,514
Total	623,893	196,054	819,947	623,893	37,572
					661,465

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.....Director
(Thanit Tharatanavibool)

..... Director
(Pimwan Tharatanavibool)

Unit : Thousand Baht

	Consolidated financial statements			Separate financial statements		
	Promoted	Non-promoted	Total	Promoted	Non-promoted	Total
	Activities	Activities		Activities	Activities	
Revenues from sale of goods	1,076,126	48,634	1,124,760	1,076,126	48,634	1,124,760
Revenues from production contract	-	42,183	42,183	-	42,183	42,183
Revenues from vessel operating	-	40,997	40,997	-	-	-
Other incomes	-	6,853	6,853	-	3,255	3,255
Total	1,076,126	138,667	1,214,793	1,076,126	94,072	1,170,198

For the nine-month period ended September 30, 2018

For the nine-month period ended September 30, 2017

Revenues from sale of goods	1,552,530	168,862	1,721,392	1,552,530	-	168,862	1,721,392
Revenues from production contract	-	50,313	50,313	-	50,313	50,313	50,313
Revenues from vessel operating	-	24,786	24,786	-	-	-	-
Profit earned from the sale of non-current asset held for sale - net	-	156,570	156,570	-	-	-	-
Other incomes	-	12,255	12,255	-	3,953	3,953	3,953
Total	1,552,530	412,786	1,965,316	1,552,530	223,128	1,775,658	1,775,658

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.....Director
(Thanit Tharatanavibool)

..... Director
(Pimwan Tharatanavibool)

23. PROVIDENT FUND

The Company and subsidiary's contributions for the employees' provident fund and recorded as expenses in the statements of profit or loss for the three-month and nine-month periods ended September 30, 2018 and 2017 were as follows :

Unit : Thousand Baht				
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
For the three-month periods				
AI Energy Public Company Limited	373	318	373	318
AI Logistic Company Limited	9	6	-	-
Total	382	324	373	318
For the nine-month periods				
AI Energy Public Company Limited	1,087	969	1,087	969
AI Logistic Company Limited	23	19	-	-
Total	1,110	988	1,087	969

24. SEGMENT'S INFORMATION

The segments information for the three-month and nine-month periods ended September 30, 2018 and 2017 was as follows:

	Unit : Thousand Baht			
	Consolidated financial statements			
	For the three-month period ended September 30, 2018			
	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Vessel operating	Port services Total
Revenues from sales and services	360,183	11,960	13,631	- 385,774
Cost of sales and services	(367,634)	(8,551)	(14,259)	- (390,444)
Gross profit (loss) by segment	(7,451)	3,409	(628)	- (4,670)
Other income				2,283
Selling expenses				(1,680)
Administrative expenses				(18,628)
Tax expenses				(211)
Loss for the period				(22,906)

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

Unit : Thousand Baht

Consolidated financial statements					
For the nine-month period ended September 30, 2018					
	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Vessel operating	Port services	Total
Revenues from sales and services	1,124,760	42,183	40,997	-	1,207,940
Cost of sales and services	(1,106,690)	(30,950)	(41,544)	-	(1,179,184)
Gross profit (loss) by segment	18,070	11,233	(547)	-	28,756
Other income					6,853
Selling expenses					(5,118)
Administrative expenses					(59,187)
Finance costs					(80)
Tax expenses					(2,551)
Loss for the period					(31,327)
Property, plant, vessel and equipment-net	1,166,248		20,446	198,560	1,385,254

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

Unit : Thousand Baht

Consolidated financial statements				
For the three-month period ended September 30, 2017				
	Sale of biodiesel		Total	
	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Vessel operating	Port services
Revenues from sales and services	631,635	27,316	-	-
Cost of sales and services	(635,533)	(21,227)	-	-
Gross profit (loss) by segment	(3,898)	6,089	-	-
Profit earned from the sale of non-current asset held for sale - net				
Other income				156,570
Selling expenses				4,426
Administrative expenses				(4,258)
Finance costs				(29,178)
Tax income				(169)
Profit for the period				(29,215)
				100,367

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

Unit : Thousand Baht

Consolidated financial statements					
For the nine-month period ended September 30, 2017					
	Contract of refine crude palm oil	Vessel operating	Port services	Total	
Sale of biodiesel					
and vegetable oil	1,721,392	50,313	24,786	-	1,796,491
and by product	(1,830,537)	(44,067)	(31,266)	-	(1,905,870)
	(109,145)	6,246	(6,480)	-	(109,379)
Revenues from sales and services					156,570
Cost of sales and services					12,255
Gross profit (loss) by segment					(8,927)
Profit earned from the sale of non-current asset held for sale - net					(68,815)
Other income					(1,725)
Selling expenses					(28,976)
Administrative expenses					(48,997)
Finance costs					
Tax income					
Loss for the period					
Property, plant, vessel and equipment - net	1,032,790	18,098	208,392		1,259,280

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

25. COMMITMENT AND CONTINGENT LIABILITIES

Commitments and contingent liabilities as at September 30, 2018 and December 31, 2017 were as follows:

25.1 The Group had contingent liabilities on bank guarantees in the amount of Baht 24.02 million and Euro 0.35 million issued by banks on behalf of the Group with respect to certain performance bonds required in the normal course of business of the Group.

25.2 Group has contingent liabilities on capital commitments were as follows:

	Contracted Balance	
	Consolidated/Separate financial statements	
	2018	2017
Capital commitments		
Contracted but not provided for		
Land improvement	3,959	-
work in process - building and utility systems (Unit :Thousand Baht)	17,737	31,011
work in process - machinery (Unit :Thousand Baht)	172,984	67,856
work in process - machinery (Unit ::Thousand Euro)	-	146

25.3 The Company received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand (the SEC), dated January 20, 2016, requesting for the facts about the Company predecessor auditor's disclaimer of opinion in the Company's financial statements for the year 2014 (Before restated). The former management provided a clarification of the facts to the SEC.

On June 20, 2017, the SEC has filed a criminal complaint against two former directors and executives of the Company in case of the preparation of incorrect financial statements for the year 2014 (Before restated), as the Company predecessor auditor had expressed the disclaimer of opinion, with the Department of Special Investigation (DSI) for further legal proceedings.

25.4 At October 24, 2016, the Company entered into a 5-year contract with a company for production services on edible oil products and granting the use of "Pamola" trademark. On May 15, 2018, both parties agreed to terminate the contract since the counterparty can not comply with the conditions stated in the contract.

25.5 The Company had overdrafts and short-term loans credit facilities with two local commercial bank totaling amount of Baht 505 million. The Company has a commitment under the conditions of this loan agreement.

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26. CAPITAL MANAGEMENT

The management of the Group has the capital management policy to maintain a strong capital base by emphasis on planning and determining the operating strategies resulting in good business's performance and sustained good cash flows management. In addition, the Group considers investing in projects which have good rate of return, appropriate working capital management, maintain a strong financial position and appropriate investment structure as to maintain sustained future operations of the business and to maintain shareholders, investors, creditors and others interest's confidence.

27. APPROVAL OF INTERIM FINANCIAL STATEMENT

These interim financial statements have been approved to issue by the Company's Board of Directors on November 13, 2018.

