

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 PERIOD ENDED MARCH 31, 2020



ANS Audit Co., Ltd.
100/72, 22nd Floor,
100/2 Vongvanij Building B, Rama 9 Rd.,
Huaykwang, Bangkok 10310, Thailand

Main +66 (0)2 645 0109
Fax +66 (0)2 645 0110
www.ans.co.th

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 accompanying consolidated and separate statements of financial position of AI Energy Public Company Limited and its subsidiaries, and of AI Energy Public Company Limited, respectively as at March 31, 2020, and the related consolidated and separate statements of profit or loss and other comprehensive income, consolidated and separate statements of changes in shareholders' equity and consolidated and separate statements of cash flows for the three-month period ended March 31, 2020, and the condensed notes to interim financial statements ("Interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

Emphasis of Matter

1. I draw attention as discussed in Note to Financial Statements No. 22.3, regarding the criminal complaint against former directors and executives of the Company with the Department of Special Investigation. The Company's management and the independent law firm have the opinion that the case is the criminal complaint against former directors and executives of the Company which is a personal matter, and the Company which is a juristic person will not be liable in any way. Presently, the investigation is still under the process.
2. I draw attention as discussed in Note to Financial Statements No. 2. Due to the impact of the COVID-19 outbreak, in preparing the interim financial information for the three-month period ended March 31, 2020, the Group has adopted the Accounting Guidance on Temporary Relief Measures for Accounting Alternatives Dealing with The Impact of COVID-19 Pandemic issued by the Federation of Accounting Professions.

My conclusion is not modified in respect of this matter.

Other Matter

1. I have reviewed the consolidated and separate statements of profit or loss and other comprehensive income, consolidated and separate statements of changes in shareholders' equity and consolidated and separate statements of cash flows for the three-month period ended March 31, 2019, whose report dated on May 14, 2019, which have been presented here in as comparative information, expressed the qualified conclusion attention as discussed in Note to Financial Statements No. 22.3. Presently, the Company's management and the independent law firm have the opinion that the case is the criminal complaint against former directors and executives of the Company which is a personal matter, and the Company which is a juristic person will not be liable in any way, as described in the emphasis of matter paragraph.
2. Due to the impact of COVID-19 outbreak situation, the Company has postponed the annual general meeting of the Company's shareholders which results in no resolution for the appointment of the auditor of the Group for the accounting period of 2020 yet. However, the Board of Director of the Company has a resolution to propose to the annual general meeting of the Company's shareholders to appoint me as the auditor of the Group for the accounting period of 2020. I therefore have conducted my review on the interim financial information for first quarter of 2020 which is in compliance with the notification of the Capital Market Supervisory Board (CMSB) No. TorChor. 28/2563 dated March 27, 2020.



Vichai Ruchitanont
Certified Public Accountant
Registration Number 4054
ANS Audit Co., Ltd
Bangkok, May 14, 2020

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

Unit : Thousands Baht

	Notes	Consolidated financial statements		Separate financial statements	
		March 31, 2020	December 31, 2019	March 31, 2020	December 31, 2019
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
		"REVIEWED"		"REVIEWED"	
Assets					
Current assets					
Cash and cash equivalents		110,880	59,028	99,780	52,402
Current investment	3.3	-	8,692	-	6,229
Trade and other current receivables - net	5	545,664	368,993	543,765	368,195
Short-term loans to related party	4	-	-	20,000	15,000
Inventories - net	6	284,380	317,233	284,380	317,233
Oil supplies	7	2,917	746	-	-
Other current financial assets	8	2,880	-	412	-
Total current assets		946,721	754,692	948,337	759,059
Non-current assets					
Investments in subsidiaries - net	9	-	-	352,395	358,013
Pledged deposits at financial institutions	10	5,769	16,947	5,369	16,547
Property, plant, vessel and equipment - net	11	1,542,165	1,546,295	1,356,250	1,357,976
Intangible assets - net	12	565	606	542	581
Deposit for purchase of assets		707	1,427	707	1,427
Other non-current assets		3,037	6,422	2,815	6,200
Total non-current assets		1,552,243	1,571,697	1,718,078	1,740,744
Total assets		2,498,964	2,326,389	2,666,415	2,499,803

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

Unit : Thousands Baht

	Notes	Unit : Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		March 31, 2020	December 31, 2019	March 31, 2020	December 31, 2019
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
		"REVIEWED"		"REVIEWED"	
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts loans from financial institutions	13	4,633	3,558	-	-
Trade and other current payables	4, 14	276,209	337,472	270,222	337,354
Short-term loans from related parties	4	390,000	290,000	650,000	550,000
Total current liabilities		670,842	631,030	920,222	887,354
Non-current liabilities					
Deferred tax liabilities - net	17	2,691	2,469	2,691	2,469
Non-current provisions for employee benefits	15	9,890	9,599	9,202	8,937
Total non-current liabilities		12,581	12,068	11,893	11,406
Total liabilities		683,423	643,098	932,115	898,760
Shareholders' equity					
Authorized share capital					
Common share 5,232,291,928 shares, at Baht 0.25 par value		1,308,073	1,308,073	1,308,073	1,308,073
Issued and paid - up share capital					
Common share 5,232,291,928 shares, at Baht 0.25 par value		1,308,073	1,308,073	1,308,073	1,308,073
Premium on common stocks		605,114	605,114	605,114	605,114
Retained earnings (deficits)					
Appropriated					
Legal reserve	16	8,226	8,226	8,226	8,226
Unappropriated					
		(103,529)	(235,779)	(190,288)	(323,545)
Other components of shareholders' equity		(2,343)	(2,343)	3,175	3,175
Total Shareholders' Equity		1,815,541	1,683,291	1,734,300	1,601,043
Total liabilities and shareholders' equity		2,498,964	2,326,389	2,666,415	2,499,803

.....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 MARCH 31, 2020

"UNAUDITED"
 "REVIEWED"

Unit : Thousands Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
	3, 4, 19, 21				
Revenues					
Revenues from sale of goods		1,837,127	412,513	1,837,127	412,513
Revenues from production contract		-	5,065	-	5,065
Revenues from vessel operating		4,878	6,441	-	-
Other incomes		1,552	736	1,719	432
Total Revenues		1,843,557	424,755	1,838,846	418,010
Expenses					
Cost of sales		(1,668,520)	(436,784)	(1,667,511)	(436,784)
Cost of production contract		-	(3,716)	-	(3,716)
Cost of vessel operating		(10,345)	(7,859)	-	-
Selling expenses		(9,783)	(4,434)	(9,684)	(4,215)
Administrative expenses		(19,204)	(15,566)	(22,562)	(14,029)
Profit (loss) before financial costs and tax expense		135,705	(43,604)	139,089	(40,734)
Finance costs		(3,233)	-	(5,610)	(1,324)
Profit (loss) before income tax expenses		132,472	(43,604)	133,479	(42,058)
Tax expense	18	(222)	(15)	(222)	(15)
Profit (loss) for the periods		132,250	(43,619)	133,257	(42,073)
Other comprehensive income		-	-	-	-
Total comprehensive income (loss) for the periods		132,250	(43,619)	133,257	(42,073)
Profit (Loss) attributable to :					
Equity holders of the parent		132,250	(43,619)	133,257	(42,073)
Non-controlling interests		-	-	-	-
		132,250	(43,619)	133,257	(42,073)
Total comprehensive income (loss) attributable to :					
Equity holders of the parent		132,250	(43,619)	133,257	(42,073)
Non-controlling interests		-	-	-	-
		132,250	(43,619)	133,257	(42,073)
Earnings (loss) per share					
Basic earning (loss) per share					
Basic loss per share (Baht)		0.025	(0.008)	0.025	(0.008)
Weighted average number of common shares (share)		5,232,291,928	5,232,291,928	5,232,291,928	5,232,291,928

.....Director
 (Thanit Thareratanavibool)

.....Director
 (Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

"UNAUDITED"
"REVIEWED"

Unit : Thousands Baht

Consolidated financial statements

	Shareholders' equity of the parent				Total other components of equity	Total equity of the parent	Non-controlling interests	Total shareholders' equity
	Retained earnings (deficits)	Other components of equity	Other comprehensive income	Difference on business combination under common control (Note 9)				
	Share capital	Premium on common stocks	Appropriated Legal reserve	Unappropriated	Actuarial gain			
Balance as at January 1, 2020	1,308,073	605,114	8,226	(235,779)	2,882	1,683,291	-	1,683,291
Changes in shareholders' equity for the period :								
Total comprehensive income for the period	-	-	-	132,250	-	132,250	-	132,250
Balance as at March 31, 2020	1,308,073	605,114	8,226	(103,529)	2,882	1,815,541	-	1,815,541
Balance as at January 1, 2019	1,308,073	605,114	8,226	(79,283)	2,882	1,839,787	-	1,839,787
Changes in shareholders' equity for the period :								
Total comprehensive loss for the period	-	-	-	(43,619)	-	(43,619)	-	(43,619)
Balance as at March 31, 2019	1,308,073	605,114	8,226	(122,902)	2,882	1,796,168	-	1,796,168

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.....Director
(Thanit Thararatnavibool)

.....Director
(Pimwan Thararatnavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

	Unit : Thousands Baht						"UNAUDITED"
	Separate financial statements						"REVIEWED"
	Share capital		Premium on common stocks		Retained earnings (deficits)		Other components of equity
Issued and paid - up	Legal reserve	Unappropriated	Actuarial gain	Other comprehensive income	Total shareholders' equity		
Balance as at January 1, 2020	1,308,073	605,114	8,226	(323,545)	3,175	1,601,043	
Changes in shareholders' equity for the period :							
Total comprehensive income for the period	-	-	-	133,257	-	133,257	
Balance as at March 31, 2020	1,308,073	605,114	8,226	(190,288)	3,175	1,734,300	
Balance as at January 1, 2019	1,308,073	605,114	8,226	(174,684)	3,175	1,749,904	
Changes in shareholders' equity for the period :							
Total comprehensive loss for the period	-	-	-	(42,073)	-	(42,073)	
Balance as at March 31, 2019	1,308,073	605,114	8,226	(216,757)	3,175	1,707,831	

.....Director
 (Thanit Thararatnavibool)

.....Director
 (Pimwan Thararatnavibool)

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AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

"UNAUDITED"

"REVIEWED"

Unit : Thousands Baht

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from operating activities				
Profit (loss) for the period	132,250	(43,619)	133,257	(42,073)
Adjustments to reconcile profit (loss) to cash provided by (used in) operating activities:				
Tax expense	222	15	222	15
Depreciation	25,973	17,048	23,220	14,471
Amortization of computer softwares	56	34	54	34
Loss on write-off of assets	1,747	4	1,747	4
Unrealized gain on investments in Open-end Fund	(5)	-	-	-
Allowance for devaluation of inventories	3,350	19,250	3,350	19,250
Loss on impairment of investment in subsidiary	-	-	5,618	2,150
Non-current provisions for employee benefits	493	460	467	431
Interest income	(134)	(175)	(305)	(175)
Interest expenses	3,233	-	5,610	1,324
Gain (Loss) from operating activities before changes in operating assets and liabilities	167,185	(6,983)	173,240	(4,569)
Changes in operating assets - (increase) decrease :				
Trade and other current receivables	(174,143)	(34,525)	(175,569)	(35,150)
Inventories	29,503	15,132	29,503	15,132
Oil supplies	(2,171)	(290)	-	-
Deposit for purchase of assets	720	(3,136)	720	(3,136)
Other non-current assets	1,322	236	1,322	236
Changes in operating liabilities - decrease :				
Trade and other payables	(76,713)	(20,945)	(80,175)	(27,731)
Cash used in operating activities	(54,297)	(50,511)	(50,959)	(55,218)
Income tax paid	(161)	(239)	(3)	(239)
Refunded of income tax	2,066	-	2,066	-
Payment for employee benefit obligations	(202)	-	(202)	-
Net cash used in operating activities	(52,594)	(50,750)	(49,098)	(55,457)

.....Director

(Thanit Thareratanavibool)

.....Director

(Pimwan Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

"UNAUDITED"

"REVIEWED"

Unit : Thousands Baht

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from investing activities				
Decrease in restricted deposits at financial institution	11,178	-	11,178	-
Interest received	134	175	305	175
Decrease (increase) in current investments	-	59,511	-	(214)
Decrease in other current financial assets	5,817	-	5,817	-
Cash paid from short-term loan to related party	-	-	(5,000)	-
Payment for purchases of assets	(10,547)	(33,765)	(10,235)	(23,106)
Payment for purchases of intangible assets	(15)	(54)	(15)	(54)
Proceeds from receive from disposal of assets	36	-	36	-
Net cash provided by (used in) investing activities	6,603	25,867	2,086	(23,199)
Cash flows from financing activities				
Interest paid	(3,233)	-	(5,610)	(243)
Increase in bank overdraft from financial institutions	1,076	307	-	-
Proceeds of short-term loan from related party	100,000	-	200,000	120,000
Payment for short-term loans from related party	-	-	(100,000)	(60,000)
Net cash provided by financing activities	97,843	307	94,390	59,757
Net Increase (decrease) in cash and cash equivalents	51,852	(24,576)	47,378	(18,898)
Cash and cash equivalents at beginning of the period	59,028	54,526	52,402	46,638
Cash and cash equivalents at end of the period	110,880	29,950	99,780	27,740
Additional disclosure items to cash flows statements				
Non-cash flows items consist of:				
Assets payable for equipment	13,080	44,876	13,042	44,876

.....Director
 (Thanit Tharatanavibool)

.....Director
 (Pimwan Tharatanavibool)

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AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020 (UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

1.1 Corporate 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% of the Company's share capital.

1.2 Coronavirus disease 2019 pandemic

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates.

Nevertheless, the Group’s management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities. The degree of the impact severity is dependent upon the pandemic controlling measures imposed by government and the duration of the pandemic.

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 2019), 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

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

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, 2019. 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, 2019.

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 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 subsidiaries (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, 2019.

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

The financial statements are prepared on the historical cost basis, except as disclosed in respective accounting policies.

New financial reporting standards that became effective in the current period

During the period, the Group has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal periods beginning on or after January 1, 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Group’s financial statements. However, the new standard involves changes to key principles, which are summarised below:

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

Financial reporting standards related to financial instruments

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

Financial reporting standards:

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Accounting standard:

TAS 32 Financial Instruments: Presentation

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.

The effects of the adoption of these accounting standards are described below:

- Classification and measurement of current investments which comprise of investments in equity instruments of non-listed companies that the Group is to measure investments in equity instruments of non-listed companies at fair value and classify the investments as financial assets at fair value through profit or loss or through other comprehensive income. The Group's management assessed and considered that the cost of such investments has represented the fair value of investments in equity instruments of non-listed companies, and bank deposits over 3 months and up to 1 year that the Group is to measure the value by amortized cost. Therefore, the fair value measurement of the investments does not have any impact on the adjustment of retained earnings as at January 1, 2020.
- Recognition of credit losses that the Group is to recognise an allowance for expected credit losses on its financial assets, and it is no longer necessary for a credit-impaired event to have occurred. The Group applies the simplified approach to consider impairment of trade receivables and the general approach to consider impairment of short-term loans to related party. The Group's management has considered that the recognition of credit losses does not have any significant impact on the adjustment of retained earnings as at January 1, 2020.

TFRS 16 Leases

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

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

.....Director

(Thanit Thareratanavibool)

.....Director

(Pimwan Thareratanavibool)

The Group's management has considered that the recognition of assets and liabilities for leases not have any significant impact on the adjustment of retained earnings as at January 1, 2020.

Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”

The Federation of Accounting Professions announced Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

On April 22, 2020, the Accounting Treatment Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between January 1, 2020 and December 31, 2020.

The Group has elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.
- To lightly weight information relating to the COVID-19 situation in applying the valuation technique to measure the fair value of financial assets in the form of equity instruments using Level 2 or Level 3 inputs.

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, 2019, except the adoption of new financial reporting standards which are effective on January 1, 2020 as follows:

3.1 Financial reporting standards related to financial instruments

Classification and measurement:

- The classification and measurement of debt instrument financial assets has three classification categories, which are amortised cost, fair value through profit or loss (“FVPL”) and fair value through other comprehensive income (“FVOCI”). Classification of debt assets will be driven by the entity’s business model for managing the financial assets and contractual cash flows characteristics of the financial assets.
- Equity instrument financial assets shall be measured at fair value through profit or loss. The Group can make an irrevocable election to recognise the fair value change in other comprehensive income without subsequent recycling to profit or loss
- Financial liabilities are classified and measured at amortised cost. The Group has elected to measure liabilities at fair value through profit or loss when stipulated conditions are met.
- Derivatives are classified and measured at fair value through profit or loss unless hedge accounting is applied.

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

The impairment requirements

The accounting for expected credit losses on its financial assets measured at amortised cost, investments in debt instruments measured at fair value through other comprehensive income and loan commitments and financial guarantee contracts. It is no longer necessary for a credit event to have occurred before credit losses are recognised. The Group applies general approach for credit-impaired consideration. Except for trade receivables, they are permitted to measure by simplified approach for credit-impaired consideration.

3.2 TFRS 16 Leases

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

Where the Group is the lessee, leases are recognised as a right-of-use asset and a corresponding liability at the commencement date. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the statement of income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is measured at cost, which is initially measured at the present value of the lease payments. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

The lease liability is initially measured at the present value of the lease payments. The lease payments are discounted using the interest rate implicit in the lease, if that can be readily determined. If that rate cannot be readily determined, the Group uses the Group's incremental borrowing rate.

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as expense in the statement of income.



.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

3.3 Impacts on the financial information

The Group adopted these financial reporting standards which the cumulative effect of initially applying is recognised as an adjustment since January 1, 2020, and the comparative information was not restated.

The reclassifications in the statement of financial position as at January 1, 2020 are as follows:

Unit : Thousand Baht				
Consolidated financial statements				
The impacts of				
December 31, 2019	TFRS 9	TFRS 16	January 1, 2020	
Statement of financial position				
Current assets				
Current investment	8,692	(8,692)	-	-
Other current financial assets	-	8,692	-	8,692
Total assets	8,692	-	-	8,692

Unit : Thousand Baht				
Separate financial statement				
The impacts of				
December 31, 2019	TFRS 9	TFRS 16	January 1, 2020	
Statement of financial position				
Current assets				
Current investment	6,229	(6,229)	-	-
Other current financial assets	-	6,229	-	6,229
Total assets	6,229	-	-	6,229

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3.3.1 Financial instruments

The classification and measurement basis

The classification and measurement basis, and carrying values of financial assets and financial liabilities in accordance with TFRS 9 as at January 1, 2020, and with the carrying amounts under the former basis, are as follows:

Unit : Thousand Baht				
Consolidated financial statements as at January 1, 2020				
	Carrying amounts under the former basis	Classification and measurement in accordance with TFRS 9		
		Fair value through		
		profit or loss	Amortised cost	Total
Financial assets				
Cash and cash equivalents	59,028	-	59,028	59,028
Current investment	8,692	2,527	6,165	8,692
Trade and other receivables - net	368,993	-	368,993	368,993
Pledged deposits at financial institutions	16,947	-	16,947	16,947
Total financial assets	453,660	2,527	451,133	453,660
Financial liabilities				
Bank overdrafts loans from financial institutions	3,558	-	3,558	3,558
Trade and other current payables	337,472	-	337,472	337,472
Short-term loans from related parties	290,000	-	290,000	290,000
Total financial liabilities	631,030	-	631,030	631,030

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

Unit : Thousand Baht

Separate financial statements as at January 1, 2020

	Carrying amounts			
	under the former basis	Classification and measurement in accordance with TFRS 9		
		Fair value through profit or loss	Amortised cost	Total
Financial assets				
Cash and cash equivalents	52,402	-	52,403	52,403
Current investment	6,229	64	6,165	6,229
Trade and other receivables - net	368,195	-	368,195	368,195
Short-term loans to related parties	15,000	-	15,000	15,000
Pledged deposits at financial institutions	16,547	-	16,547	16,547
Total financial assets	458,373	64	458,310	458,374
Financial liabilities				
Trade and other current payables	337,354	-	337,354	337,354
Short-term loans from related parties	550,000	-	550,000	550,000
Total financial liabilities	887,354	-	887,354	887,354

Financial assets classified and measured at fair value through other comprehensive income or loss - None

Financial liabilities reclassified and measured at fair value through profit or loss – None

Financial assets and liabilities measured at amortised cost which are approximate their fair value.

4. TRANSECTION 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 period ended March 31, 2020 and 2019 were as follows

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

		Unit : Thousand Baht			
		Consolidated financial statements		Separate financial statements	
	Pricing policies	2020	2019	2020	2019
Other incomes - Interest income					
AI Logistics Company Limited	3.75% P.A.	-	-	172	-
Purchase of raw material					
Samart Palm Industry Company Limited	Market value	5,416	-	5,416	-
Administrative expenses					
Asian Insulators Public Company Limited	Mutually agreed	755	412	454	232
Interest paid					
Asian Insulators Public Company Limited	3.65-3.75% P.A.	2,805	-	2,805	-
AI Ports and Terminals Company Limited	2.84, 3.75% P.A.	-	-	2,431	1,324
Director	3.75% P.A.	374	-	374	-

Directors and management's remuneration

Directors and management's remuneration for the three-month period ended March 31, 2020 and 2019 consisted of:

		Unit : Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Short-term employee benefits		4,358	4,061	3,753	3,544
Long-term post-employment benefits		124	106	104	87
Total directors and management's remuneration		4,482	4,167	3,857	3,631

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Significant balances with related parties as at as at March 31, 2020 and December 31, 2019 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Assets				
Short-term loan to related party				
AI Logistics Company Limited	-	-	20,000	15,000
Liabilities				
Trade payables				
AI Ports and Terminals Company Limited	-	-	-	2,172
Other current payable				
AI Ports and Terminals Company Limited	-	-	-	177
Short-term loan from related parties				
AI Ports and Terminals Company Limited	-	-	260,000	260,000
Asian Insulators Public Company Limited	350,000	250,000	350,000	250,000
Director	40,000	40,000	40,000	40,000

As at March 31, 2020 and December 31, 2019, the Company has short-term loan to related party, AI Logistics Company Limited (“the subsidiary”). The subsidiary issued promissory notes in the amount of Baht 20 million and Baht 15 million, respectively, with an interest rate of 3.75% per annum, due on June 30, 2020.

As at March 31, 2020 and December 31, 2019, the Company has short-term loan from related parties, AI Ports and Terminals Company Limited (“the subsidiary”), Asian Insulators Public Company Limited (“the parent”) and a director. The Company issued promissory notes in the total amount of Baht 650 million and Baht 550 million, respectively, with an interest rate of 3.65 - 3.75% per annum, due on June 30, 2020.

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

5. TRADE AND OTHER CURRENT RECEIVABLES – NET

Trade and other current receivables as at March 31, 2020 and December 31, 2019 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Trade receivables				
Trade receivable - others	545,668	368,919	544,675	368,919
Total trade receivables	545,668	368,919	544,675	368,919
<u>Less</u> Allowance for doubtful accounts	(2,782)	(3,222)	(2,782)	(3,222)
Total trade receivables - net	542,886	365,697	541,893	365,697
Other current receivables				
Prepaid insurance	1,035	2,180	613	1,611
Prepaid expenses	276	410	191	278
Revenue Department receivable	337	96	-	-
Undue input tax	626	610	564	609
Other receivables	398	306	398	306
Others	412	-	412	-
Total other current receivables	3,084	3,602	2,178	2,804
<u>Less</u> Allowance for doubtful accounts	(306)	(306)	(306)	(306)
Total other current receivables - net	2,778	3,296	1,872	2,498
Total trade and other current receivables - net	545,664	368,993	543,765	368,195

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

As at March 31, 2020 and December 31, 2019 outstanding balances of trade receivables aged by number of months were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Others				
Current	513,077	327,411	512,084	327,411
Overdue				
Within 3 months	2,529	7,770	2,529	7,770
Over 3 months to 6 months	-	30,516	-	30,516
Over 6 months to 12 months	27,280	-	27,280	-
Over 12 months	2,782	3,222	2,782	3,222
Total	545,668	368,919	544,675	368,919
<u>Less</u> Allowance for doubtful accounts	(2,782)	(3,222)	(2,782)	(3,222)
Total trade receivables - net	542,886	365,697	541,893	365,697

6. INVENTORIES – NET

Inventories as at March 31, 2020 and December 31, 2019 consisted of:

	Unit: Thousand Baht	
	Consolidated/Separate financial statements	
	2020	2019
Raw materials and chemicals	61,714	115,393
Work in process	170,900	156,775
Finished goods	87,989	78,251
Supplies	11,127	10,814
Total inventories	331,730	361,233
<u>Less</u> Allowance for devaluation of inventories	(47,350)	(44,000)
Total inventories - net	284,380	317,233

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

7. OIL SUPPLIES

Oil supplies as at March 31, 2020 and December 31, 2019 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	
	2020	2019
Bunker oil	2,723	625
Lubricants	194	121
Total oil supplies	2,917	746

8. OTHER CURRENT FINANCIAL ASSETS

Other current financial assets as at March 31, 2020 consisted of:

	Unit : Thousand Baht	
	Consolidated	Separate
	financial statements	financial statements
Open-end Fund-Debt securities - at cost	2,482	63
Add unrealized gain on investment revaluation	50	1
Open-end Fund-Debt securities - net	2,532	64
Fixed deposits	348	348
Total other current financial assets	2,880	412

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9. INVESTMENTS IN SUBSIDIARIES - NET

Investments in subsidiaries as at March 31, 2020 and December 31, 2019 consisted of:

Company	Nature of business	Percentage of Holding (%)		Paid-up share capital (Million Baht)		Unit : Thousand Baht	
		2020	2019	2020	2019	2020	2019
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	Servicing port and rental of tank farms. (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						(82,678)	(77,060)
Total investments in subsidiaries - net						352,395	358,013

The Company records the allowance for impairment of investments by using the cash flows projection which is the fair value measurement hierarchy in Level 3.

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

The Ordinary General Shareholders' Meeting of AI Logistics Company Limited held on April 9, 2013, approved to increase registered share capital from Baht 160,000,000 (16,000,000 shares at Baht 10 par value) to Baht 209,000,000 (20,900,000 shares at Baht 10 par value), which was registered the increased share capital with the Ministry of Commerce on April 10, 2013.

The Ordinary General Shareholders' Meeting of AI Ports and Terminals Company Limited held on April 9, 2013, approved to increase registered share capital from Baht 255,000,000 (25,500,000 shares at Baht 10 par value) to Baht 460,000,000 (46,000,000 shares at Baht 10 par value), which was registered the increased share capital with the Ministry of Commerce on April 10, 2013.

On April 10, 2013, the Company has invested in AI Logistics Company Limited, the common stock of 20.90 million shares amount of Baht 82.68 million, and AI Ports and Terminals Company Limited, the common stock of 46 million shares amount of Baht 352.39 million, to be 100% in shareholding proportion of two companies, total amount of Baht 435.07 million. The book value of net assets as at the date of investing total amount of Baht 429.85 million, part of the purchase price over the book value of net assets of Baht 5.22 million, was presented under shareholders' equity in the consolidated financial statements under the caption "Difference on business combination under common control". The purchase of share from Asian Insulators Public Company Limited, the parent company of the group companies, which is the existing shareholders in AI Logistics Company Limited of 98.42% and AI Ports and Terminals Company Limited of 99.45%. This purchase is considered as a business combination under common control.

10. 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 22.1).

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

11. PROPERTY, PLANT, VESSEL AND EQUIPMENT - NET

Property, plant, vessel and equipment as at March 31, 2020 and December 31, 2019 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
At cost		
As at December 31, 2019	2,249,025	1,811,485
Purchases during period	24,056	23,707
Transfers in during period	31,296	31,296
Written off during period	(3,807)	(3,807)
Transfers out during period	(31,296)	(31,296)
As at March 31, 2020	2,269,274	1,831,385
Accumulated Depreciation		
As at December 31, 2019	(683,710)	(453,509)
Depreciation for the period	(25,973)	(23,220)
Depreciation - disposals for the period	1,594	1,594
As at March 31, 2020	(708,089)	(475,135)
Allowances for impairment of assets		
As at December 31, 2019	(19,020)	-
Allowances for impairment for the period	-	-
As at March 31, 2020	(19,020)	-
Book value		
As at December 31, 2019	1,546,295	1,357,976
As at March 31, 2020	1,542,165	1,356,250

Depreciations in the statements of profit or loss for the three-month period ended March 31, 2020 and 2019 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cost of sales and services	24,061	14,260	22,317	13,579
Selling and administrative expenses	1,912	2,788	903	892
	25,973	17,048	23,220	14,471

The gross carrying amounts of assets were fully depreciated but these items are still in active use by the Company and subsidiaries as at March 31, 2020 and December 31, 2019, in the consolidate financial statement totaling approximately Baht 157.07 million and Baht 147.08 million, respectively, and in the separate financial statements totaling approximately Baht 42.95 million and Baht 41.21 million, respectively.

.....Director

(Thanit Thareratanavibool)

.....Director

(Pimwan Thareratanavibool)

In 2018, the subsidiary, AI Ports and Terminals Co., Ltd, due to at present temporarily halted main business. Management has assessed the appropriateness of the valuation of the property, plant and equipment of the subsidiary in the consolidate financial statement from temporarily halted by using the work of the independent appraiser that the Company uses to evaluate the fair value of underlying assets. According to the appraisal report, the appraisal value amounted Baht 176.65 million. The property, plant and equipment appraisal above is the fair value measurement hierarchy in Level 2. The net book value of property, plant and equipment as at December 31, 2018, amount of Baht 194.05 million. And considered to set up the allowance for impairment amount of Baht 17.40 million, in the consolidated statements of financial position as at December 31, 2018.

In the fourth quarter of year 2019, the subsidiary had begun to earn income from operations with the Company and had stopped in February 2020. Since the subsidiary still has incur loss in the operation, therefore value in use of assets not more than of the net book value. The subsidiary recorded its depreciation in administrative expenses during temporarily halted main business operation.

In 2019, the subsidiary, AI Logistics Co., Ltd, has the net book value of vessel and improvement in the consolidate financial statement more than market value. Management has assessed the appropriateness of the valuation of the vessel of the subsidiary by using the work of the independent appraiser that the Company uses to evaluate the fair value of vessel. According to the appraisal report, the appraisal value amounted Baht 24.60 million. The vessel appraisal above is the fair value measurement hierarchy in Level 2. The net book value of vessel as at December 31, 2019, amount of Baht 26.22 million. There for, the company considered to set up the allowance for impairment amount of Baht 1.62 million, in the consolidated financial statements of the year ended December 31, 2019.

12. INTANGIBLE ASSETS – NET

Intangible assets as at March 31, 2020 and December 31, 2019 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
At cost		
As at December 31, 2019	1,359	1,252
Purchases during period	15	15
As at March 31, 2020	1,374	1,267
Accumulated amortization		
As at December 31, 2019	(753)	(671)
Amortization for the period	(56)	(54)
As at March 31, 2020	(809)	(725)
Book value		
As at December 31, 2019	606	581
As at March 31, 2020	565	542

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

13. BANK OVERDRAFTS FROM FINANCIAL INSTITUTIONS

Bank overdrafts from financial institutions as at March 31, 2020 and December 31, 2019 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	
	2020	2019
Bank overdrafts	4,663	3,558
Total	4,663	3,558

	Credit facilities (no collateral) (Unit : Thousand Baht)	
	Consolidated financial statements	
	2020	2019
Bank overdrafts	5,000	5,000
Total	5,000	5,000

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

14. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at March 31, 2020 and December 31, 2019 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Trade payables				
Trade payables - related parties	-	-	-	2,172
Trade payables - others	183,372	271,190	178,718	269,821
Total trade payables	183,372	271,190	178,718	271,993
Other current payables				
Others current payables	10,792	6,464	10,651	6,638
Retention	13,507	14,154	13,507	14,154
Revenue Department payable	39,799	26,513	39,762	26,309
Electricity payable	6,769	5,054	6,745	5,036
Accrued expenses	4,589	2,617	4,297	2,378
Payables for purchase of assets	13,080	8,375	13,042	8,375
Unearned revenue for goods and vessel operating	3,488	2,459	3,488	2,459
Others	813	646	12	12
Total other current payables	92,837	66,282	91,504	65,361
Total trade and other current payables	276,209	337,472	270,222	337,354

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

15. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFITS

Movement of the present value of non-current provisions for employee benefits for the three-month period ended March 31, 2020 and 2019 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statement	
	2020	2019	2020	2019
Non-current provisions for employee				
benefit at beginning of period	9,599	8,269	8,937	7,588
Included in profit or loss:				
Current service cost	440	414	419	390
Interest cost	53	46	48	41
Benefit paid during the period	(202)	-	(202)	-
Non-current provisions for employee				
benefit at end of period	9,890	8,729	9,202	8,019

Employee benefit expenses in profit or loss for the three-month period ended March 31, 2020 and 2019 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statement	
	2020	2019	2020	2019
Cost of sales	251	249	251	249
Selling expenses	45	-	45	-
Administrative expenses	197	211	171	182
Total employee benefit expenses	493	460	467	431

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.

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

Principal actuarial assumptions as at March 31, 2020 and December 31, 2019 (represented by the weighted-average) were as follows:

	(Percentage %)/annum			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Discount rate	2.16 - 2.94	2.16 - 2.94	2.16	2.16
Salary increases rate	1.5 - 5.00	1.5 - 5.00	1.5 - 5.00	1.5 - 5.00
Mortality rate	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2017
Turnover rate				
Under 31 years old	0.00 - 40.00	0.00 - 40.00	22.00 - 40.00	22.00 - 40.00
31 - 40 years old	0.00 - 28.00	0.00 - 28.00	16.00 - 28.00	16.00 - 28.00
41 - 50 years old	0.00 - 5.00	0.00 - 5.00	5.00	5.00
Above 51 years old	0.00	0.00	0.00	0.00

16. 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.

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

17. DEFERRED TAX

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

	Unit : Thousand Baht			
	Consolidated/Separate financial statements			
	As at January 1, 2020	Profit (Loss)	comprehensive loss	As at March 31, 2020
Deferred tax assets				
Allowance for doubtful accounts	706	(88)	-	618
Non-current provision for employee benefits	1,787	53	-	1,840
Total	2,493	(35)	-	2,458
Deferred tax liabilities				
Depreciation	(4,962)	(187)	-	(5,149)
Total	(4,962)	(187)	-	(5,149)
Deferred tax assets - net	(2,469)	(222)	-	(2,691)

As at March 31, 2020 and December 31, 2019 The Company and its subsidiaries had tax losses carried forward amounting to Baht 139.34 million and Baht 214.87 million, respectively. Due to the uncertainty of their utilization, the Management, therefore, will not account for the deferred tax on these unutilized tax loss carried forward.

18. INCOME TAX EXPENSE

Income tax expenses for the three-month period ended March 31, 2019 and 2018 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Current tax expense				
Current periods	-	-	-	-
Deferred tax expense				
Movements in temporary differences	(222)	(15)	(222)	(15)
Total	(222)	(15)	(222)	(15)

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.

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

19. 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.

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.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)

The Company and subsidiaries have revenues from sale of goods, vessel operating, port and terminal service revenues from overseas which are granted the promotional certificates for the three-month period ended March 31, 2020 and 2019, as follows:

Unit : Thousand Baht

	Consolidated financial statements			Separate financial statements		
	Promoted	Non-promoted	Total	Promoted	Non-promoted	Total
	Activities	Activities	Activities	Activities	Activities	Activities
For the three-month period ended March 31, 2020						
Revenues from sale of goods	1,132,859	704,268	1,837,127	1,132,859	704,268	1,837,127
Revenues from vessel operating	-	4,878	4,878	-	-	-
Other incomes	-	1,552	1,552	-	1,719	1,719
Total	1,132,859	710,698	1,843,557	1,132,859	705,987	1,838,846
For the three-month period ended March 31, 2019						
Revenues from sale of goods	157,833	254,680	412,513	157,833	254,680	412,513
Revenues from production contract	-	5,065	5,065	-	5,065	5,065
Revenues from vessel operating	-	6,441	6,441	-	-	-
Other incomes	-	736	736	-	432	432
Total	157,833	266,922	424,755	157,833	260,177	418,010

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

20. 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 period ended March 31, 2020 and 2019 were as follows:

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
AI Energy Public Company Limited	414	383	414	383
AI Logistic Company Limited	7	10	-	-
Total	421	393	414	383

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21. SEGMENTS INFORMATION

The segments information for the three-month period ended March 31, 2020 and 2019 was as follows:

Unit : Thousand Baht

Consolidated financial statements						
For the three-month period ended March 31, 2020						
	Sale of biodiesel and vegetable oil and by product	Production contract of refine crude palm oil	Sale of Refine Glycerine	Vessel operating	Port services	Total
Revenues from sales and services	1,820,907	-	16,220	4,878	-	1,842,005
Cost of sales and services	(1,640,053)	-	(25,117)	(10,345)	-	(1,675,515)
Allowance for devaluation of inventories (increase) decrease	(38,500)	-	35,150	-	-	(3,350)
Gross profit (loss) by segment	142,354	-	26,253	(5,467)	-	163,140
Other income						1,552
Selling expenses						(9,783)
Administrative expenses						(19,204)
Finance costs						(3,233)
Tax expenses						(222)
Profit for the period						132,250
Property, plant, vessel and equipment-net	925,963		430,287	24,309	161,606	1,542,165

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.....Director
(Thanit Tharatanavibool)

.....Director
(Pimwan Tharatanavibool)

Unit : Thousand Baht

Consolidated financial statements

For the three-month period ended March 31, 2019

	Contract of refine crude palm oil	Vessel operating	Port services	Total
Sale of biodiesel and vegetable oil and by product	412,513 (417,534) (19,250)	5,065 (3,716) -	6,441 (7,859) -	424,019 (429,109) (19,250)
Revenues from sales and services	5,065	6,441	-	424,019
Cost of sales and services	(3,716)	(7,859)	-	(429,109)
Allowance for devaluation of inventories	-	-	-	(19,250)
Gross profit (loss) by segment	1,349	(1,418)	-	(24,340)
Other income				736
Selling expenses				(4,434)
Administrative expenses				(15,566)
Tax expenses				(15)
Loss for the period				(43,619)
Property, plant, vessel and equipment-net	1,292,408	29,888	174,762	1,497,058

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.....Director
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.....Director
(Pimwan Thararatnavibool)

22. COMMITMENT AND CONTINGENT LIABILITIES

Commitments and contingent liabilities as at March 31, 2020 and December 31, 2019 were as follows:

22.1 Letters of guarantee

The Group had contingent liabilities on bank guarantees by banks on behalf of the Group were as follows.

	Unit : Thousand Baht	
	Consolidated financial statements	
	2020	2019
Guarantee for importation machinery	-	11,178
Guarantee for electricity usage	5,679	5,679
Total	5,679	16,857

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

	Contracted Balance (Unit : Thousand Baht)	
	Consolidated/Separate financial statements	
	2020	2019
Capital commitments		
Contracted but not provided for		
work in process - building and utility systems	6,288	1,877
work in process - machinery	631	2,554
work in process - Purify Glycerin project	6,361	14,023

22.3 On June 20, 2017, the Enforcement Department, Office of the Securities and Exchange Commission of Thailand (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. Presently, the investigation is still under the process.

During the year of 2019, the Company requested a legal opinion this case with an independent law firm, whose letter dated November 11, 2019, has an opinion that the case is the criminal complaint against former directors and executives of the Company which is a personal matter, and the Company which is a juristic person will not be liable in any way. Therefore, when former directors and executives of the Company have complaint against it will not have any impact on the Company.

The Company's management believes that final result investigation in such case have not any significant impact on the Company's financial statements.

.....Director
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.....Director
(Pimwan Thareratanavibool)

23. 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.

24. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying value and fair value of financial assets and financial liabilities as at March 31, 2020 and January 1, 2020 are presented below.

Unit : Thousand Baht				
Consolidated financial statements as at March 31, 2020				
	Carrying value			Fair value
	Fair value through			
	profit or loss	Amortised cost	Total	
Financial assets				
Cash and cash equivalents	-	110,880	110,880	110,880
Trade and other receivables - net	-	545,664	545,664	545,664
Other currents financial assets	2,532	348	2,880	2,880
Pledged deposits at financial institutions	-	5,769	5,769	5,769
Total financial assets	2,532	662,661	665,193	665,193
Financial liabilities				
Bank overdrafts loans from financial institutions	-	4,633	4,633	4,633
Trade and other current payables	-	276,209	276,209	276,209
Short-term loans from related parties	-	390,000	390,000	390,000
Total financial liabilities	-	670,842	670,842	670,842

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.....Director
(Pimwan Thareratanavibool)

Unit : Thousand Baht

Consolidated financial statements as at January 1, 2020

	Carrying value			Fair value
	profit or loss	Amortised cost	Total	
Financial assets				
Cash and cash equivalents	-	59,028	59,028	59,028
Trade and other receivables - net	-	368,993	368,993	368,993
Other currents financial assets	2,527	6,165	8,692	8,692
Pledged deposits at financial institutions	-	16,947	16,947	16,947
Total financial assets	2,527	451,133	453,660	453,660
Financial liabilities				
Bank overdrafts loans from financial institutions	-	3,558	3,558	3,558
Trade and other current payables	-	337,472	337,472	337,472
Short-term loans from related parties	-	290,000	290,000	290,000
Total financial liabilities	-	631,030	631,030	631,030

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.....Director
(Pimwan Thareratanavibool)

Unit : Thousand Baht

Separate financial statements as at March 31, 2020

	Carrying value			Fair value
	Fair value through profit or loss	Amortised cost	Total	
Financial assets				
Cash and cash equivalents	-	99,780	99,780	99,780
Trade and other receivables - net	-	543,765	543,765	543,765
Short-term loans to related parties	-	20,000	20,000	20,000
Other currents financial assets	64	348	412	412
Pledged deposits at financial institutions	-	5,369	5,369	5,369
Total financial assets	64	669,262	669,326	669,326
Financial liabilities				
Trade and other current payables	-	270,222	270,222	270,222
Short-term loans from related parties	-	650,000	650,000	650,000
Total financial liabilities	-	920,222	920,222	920,222

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Unit : Thousand Baht

Separate financial statements as at January 1, 2020				
	Carrying value			Fair value
	Fair value through			
	profit or loss	Amortised cost	Total	
Financial assets				
Cash and cash equivalents	-	52,402	52,402	52,402
Trade and other receivables - net	-	368,195	368,195	368,195
Short-term loans to related parties	-	15,000	15,000	15,000
Other currents financial assets	64	6,165	6,229	6,229
Pledged deposits at financial institutions	-	16,547	16,547	16,547
Total financial assets	64	458,309	458,373	458,373
Financial liabilities				
Trade and other current payables	-	337,354	337,354	337,354
Short-term loans from related parties	-	550,000	550,000	550,000
Total financial liabilities	-	887,354	887,354	887,354

Other current financial assets that is investment in open-end Fund-Debt securities of the Company and subsidiaries are stated at fair value using inputs of Level 2 which is use of other observable inputs for such assets or liabilities, whether directly or indirectly. Such fair value of investments in unit trusts has been determined by using the net asset value.

25. EVENT AFTER THE REPORTING PERIOD

Reduction of legal reserve and premium on ordinary shares to offset the deficits

At the Company's Board of Director Meeting No.1/2020 held on February 24, 2020, the Company's Board of Directors' Meeting passed a resolution to approve the reduction of legal reserve amounting to Baht 8.23 million and premium on ordinary shares amounting to Baht 315.32 million so as compensation to reduce the deficits in the Company's separate financial statements as at December 31, 2019 amounting to Baht 323.55 million which after such transfer of appropriated legal reserve and share premium to compensate the retained loss as mentioned, the Company shall not have retained loss remaining and will propose for approval to the Annual General Shareholders' Meeting of 2020, on April 24, 2020.

As the pandemic of the Coronavirus Disease 2019 ("COVID-19") in Thailand. The Company's Board of Directors' Meeting No. 3/2563 on April 10, 2020 passed a resolution to postpone the Annual General Shareholders' Meeting of 2020 indefinitely. The Company's Board of Director Meeting No.4/2020 held on May 14, 2020 has resolution to schedule the date of the Annual General Shareholders' Meeting of 2020 on June 18, 2020.

26. APPROVAL OF INTERIM FINANCIAL STATEMENT

These interim financial statements have been approved to issue by the Company's Board of Directors on May 14, 2020.

.....Director
(Thanit Thareratanavibool)

.....Director
(Pimwan Thareratanavibool)