



Auditor's Review Report and
Interim Financial Statements of

Sahamitr Pressure Container Public Company Limited

For the Three-Month and Nine-Month Periods Ended
30 September 2020



INDEPENDENT AUDITOR'S REPORT ON REVIEW OF THE INTERIM FINANCIAL INFORMATION

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To the Board of Directors and the Shareholders of Sahamitr Pressure Container Public Company Limited

I have reviewed the accompanying statement of financial position of Sahamitr Pressure Container Public Company Limited as at 30 September 2020, and the related statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2020, the statements of changes in shareholders' equity and cash flows for the nine-month period then ended, and condensed notes to the interim financial statements. 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 on the interim financial information.

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".

Other Matter

The statement of financial position of Sahamitr Pressure Container Public Company Limited as at 31 December 2019, presented as comparative information, were audited by another auditor who used to be in the same office as mine, who expressed an unmodified opinion on this statement according to the report dated 21 February 2020.

The statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2019, the statements of changes in shareholders' equity and cash flows for the nine-month period then ended, presented as comparative information, were reviewed by the aforementioned auditor who concluded that nothing has come to his attention that caused him to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim financial reporting" according to the report dated 11 November 2019.



Miss Saranya Akharamahaphanit

Certified Public Accountant

Registration No. 9919

Grant Thornton Limited

Bangkok

10 November 2020

SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION

ASSETS

		Thousand Baht	
		30 September 2020	31 December 2019
		(Unaudited	
	Notes	but reviewed)	(Audited)
CURRENT ASSETS			
Cash and cash equivalents	6	18,345	12,683
Short-term investment	7, 18	595,803	157,165
Trade accounts receivable	8	406,146	456,560
Inventories	9	893,128	633,344
Refundable value added tax		20,237	10,546
Other current assets		17,576	22,800
Total Current Assets		1,951,235	1,293,098
NON-CURRENT ASSETS			
Restricted deposits with banks	10	36,523	36,502
Investment property		59,780	59,780
Property, plant and equipment	11	1,137,549	1,070,820
Deferred tax asset		13,211	12,252
Other non-current assets		432	432
Total Non-Current Assets		1,247,495	1,179,786
TOTAL ASSETS		3,198,730	2,472,884

SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

LIABILITIES AND SHAREHOLDERS' EQUITY

		Thousand Baht	
		30 September 2020	31 December 2019
		(Unaudited	
	Notes	but reviewed)	(Audited)
CURRENT LIABILITIES			
Short-term loans from bank	12	635,539	141,603
Trade accounts payable		246,728	312,485
Current portion of lease liabilities		1,842	3,301
Advances received from customers		35,991	6,360
Accrued commission expenses		31,761	28,882
Accrued transportation expenses		18,285	19,279
Accrued income tax		43,570	38,607
Other accrued expenses		68,827	29,262
Other current liabilities	14	8,008	6,990
Total Current Liabilities		1,090,551	586,769
NON-CURRENT LIABILITIES			
Lease liabilities		3,576	-
Liabilities under post-employment benefits	5, 13	58,815	54,350
Total Non-Current Liabilities		62,391	54,350
Total Liabilities		1,152,942	641,119

SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION

LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)

	Thousand Baht	
	30 September 2020	31 December 2019
	(Unaudited but reviewed)	(Audited)
SHAREHOLDERS' EQUITY		
Share capital-ordinary shares, Baht 1 par value		
Authorized 535,506,333 shares	535,506	535,506
Issued and fully paid-up 535,506,333 shares	535,506	535,506
Premium on share capital	55,091	55,091
Retained earnings		
- Appropriated for legal reserve	53,641	53,641
- Unappropriated	1,401,550	1,187,527
TOTAL SHAREHOLDERS' EQUITY	2,045,788	1,831,765
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,198,730	2,472,884

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER

		Thousand Baht			
		Three-month periods ended		Nine-month periods ended	
		30 September		30 September	
Notes		2020	2019	2020	2019
Revenue from sales and services	15, 17, 21	956,389	726,517	2,994,559	2,412,062
Costs of sales and services	17	(690,705)	(570,398)	(2,230,659)	(1,902,136)
Gross profit		265,684	156,119	763,900	509,926
Other income	16, 21	61,054	33,962	173,480	131,673
Profit before expense		326,738	190,081	937,380	641,599
Costs of distribution		(56,779)	(35,738)	(166,920)	(121,687)
Administrative expenses		(44,115)	(39,898)	(132,770)	(127,671)
Past service cost	13	-	-	-	(14,054)
Finance costs		(1,875)	(3,095)	(6,120)	(10,816)
Profit before income tax		223,969	111,350	631,570	367,371
Income tax		(43,510)	(21,230)	(122,602)	(70,338)
PROFIT FOR THE PERIOD		180,459	90,120	508,968	297,033
Other comprehensive income for the period					
Items not to be reclassified subsequently to profit or loss					
Actuarial loss - net of tax	13	-	-	(426)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		180,459	90,120	508,542	297,033
Basic earnings per share					
Profit (Baht per share)		0.34	0.17	0.95	0.55
Weighted average number of ordinary shares (share)		535,506,333	535,506,333	535,506,333	535,506,333

SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER

(Unaudited but reviewed)

	Notes	Thousand Baht				
		Issued and fully paid-up share capital	Premium on share capital	Retained earnings		Total
				Appropriated for legal reserve	Unappropriated	
Balance as at 1 January 2019		535,506	55,091	53,641	1,117,561	1,761,799
Dividend payment		-	-	-	(305,233)	(305,233)
Transactions with owners		-	-	-	(305,233)	(305,233)
Profit for the period		-	-	-	297,033	297,033
Total comprehensive income for the period		-	-	-	297,033	297,033
Balance as at 30 September 2019		535,506	55,091	53,641	1,109,361	1,753,599
Balance as at 1 January 2020		535,506	55,091	53,641	1,187,527	1,831,765
Dividend payment	14	-	-	-	(294,519)	(294,519)
Transactions with owners		-	-	-	(294,519)	(294,519)
Profit for the period		-	-	-	508,968	508,968
Other comprehensive income for the period	13	-	-	-	(426)	(426)
Total comprehensive income for the period		-	-	-	508,542	508,542
Balance as at 30 September 2020		535,506	55,091	53,641	1,401,550	2,045,788

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

SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER

(Unaudited but reviewed)

	Thousand Baht	
	2020	2019
Cash flows from operating activities:		
Profit before income tax	631,570	367,371
Adjustments to reconcile profit before income tax to net cash provided from (used in) operating activities:		
Depreciation	47,871	44,955
Unrealized gain on exchange rate	(2,637)	(4,608)
Provision for post-employment benefits	2,772	16,723
Loss on disposal and written-off assets	246	811
Reversal of liabilities	-	(934)
Unrealized loss (gain) on short-term investment	67	(227)
Gain on disposal of short-term investment	(804)	(811)
Interest expense	6,120	10,816
Cash provided from operations before changes in operating assets and liabilities	685,205	434,096
Decrease (increase) in operating assets:		
Trade accounts receivable	54,670	133,709
Inventories	(259,784)	190,507
Refundable value added tax	(9,691)	12,918
Other current assets	5,224	6,096
Increase (decrease) in operating liabilities:		
Trade accounts payable	(66,261)	121,439
Advances received from customers	29,764	736
Accrued commission expenses	2,459	(47,654)
Accrued transportation expenses	(994)	(2,785)
Other accrued expenses	39,591	10,838
Other current liabilities	(147)	(267)
Employee benefit paid	(367)	-
Cash provided from operations	479,669	859,633

SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED

(Unaudited but reviewed)

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

	Thousand Baht	
	2020	2019
Cash provided from operations (continued)	479,669	859,633
Interest paid	(4,516)	(9,575)
Withholding tax paid	(692)	(95)
Income tax paid	(117,799)	(117,891)
Net cash provided from operating activities	356,662	732,072
Cash flows from investing activities:		
Purchase of short-term investment	(1,490,400)	(1,011,800)
Proceeds from disposal of short-term investment	1,052,500	786,942
Increase in restricted deposits with bank	(21)	(34)
Proceeds from disposal of assets	479	32
Purchase of property, plant and equipment	(109,159)	(43,818)
Net cash used in investing activities	(546,601)	(268,678)
Cash flows from financing activities:		
Increase (decrease) in short-term loans from bank	493,108	(211,193)
Repayment of lease liabilities	(4,152)	(1,021)
Dividend payment	(293,355)	(304,349)
Net cash provided from (used in) financing activities	195,601	(516,563)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	5,662	(53,169)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	12,683	79,109
CASH AND CASH EQUIVALENTS AT END OF PERIOD	18,345	25,940

Supplemental disclosures for cash flows information

Non-cash transactions :

- Purchase of vehicles under lease agreement	2,310	-
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SAHAMITR PRESSURE CONTAINER PUBLIC COMPANY LIMITED
CONDENSED NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020
(Unaudited but reviewed)

1. NATURE OF BUSINESS

Sahamitr Pressure Container Public Company Limited was incorporated as a public company in Thailand, and has been listed on the Stock Exchange of Thailand. The Company is engaged in the manufacturing of LPG and other pressure cylinders for both domestic and export sales.

2. GENERAL INFORMATION AND BASIS OF INTERIM FINANCIAL STATEMENTS PREPARATION

These interim financial statements for the three-month and nine-month periods ended 30 September 2020 are presented in Thai Baht and prepared in accordance with Thai Accounting Standard No. 34 (revised 2019), "Interim Financial Reporting" which do not include all information required in annual financial statements in accordance with Thai Financial Reporting Standards. These should be read in conjunction with the financial statements for the year ended 31 December 2019.

The interim financial statements are officially prepared in Thai language. The translation of these financial statements to other language must conform to the Thai financial report.

These interim financial statements have been approved by the Company's Board of Directors on 10 November 2020.

3. SIGNIFICANT ACCOUNTING POLICIES

These interim financial statements have been prepared using the same accounting policies used in the preparation of the financial statements of the Company for the year ended 31 December 2019, except for the adoption of the new and revised Thai Financial Reporting Standards, interpretations and guidance effective for annual accounting periods beginning on or after 1 January 2020.

() Director

() Director

3.1 Thai Financial Reporting Standards related to "Financial instruments"

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

These TFRS has present new requirements on the classification and measurement of financial assets and financial liabilities, impairment methodology and hedge accounting, replacing the accounting standards, guidance and interpretations relevant to financial instruments which had been effective.

The Company's management has assessed the potential impact on the financial statement of Thai Financial Reporting Standards related to "Financial instruments" as follow:

1. Classification and measurement of financial assets and financial liabilities

Financial assets

Financial assets for debt instrument contain three principal classification categories: measured at amortize cost, fair value through profit or loss, fair value through other comprehensive income based on the business model of the Company in which they are managed and based on the cash flow characteristics of the financial assets.

Financial assets measured at amortize cost shall be calculated using effective interest rate in statement of profit or loss.

Financial assets for equity instrument are measured at fair value through profit or loss. In case that the Company considered to recognize financial assets at fair value through other comprehensive income that will not be reclassified subsequently to profit or loss.

Financial liabilities

Financial liabilities which classified and measured at amortize cost. Interest expenses calculated by using effective interest rate in statement of profit or loss.

Except for derivative liabilities which classified and measured at fair value through profit or loss unless hedge accounting is applied.

The classification and measurement under previous standards and TFRS 9, including reconciliation of the carrying amounts of each class of the Company's financial assets and financial liabilities as at 1 January 2020 are as follow:

Thousand Baht			
Classification under previous standards at 31 December 2019		Classification under TFRS 9 at 1 January 2020	
Transactions	Carrying amounts	Fair value through profit or loss	Amortized cost
Financial assets			
Cash and cash equivalents	12,683	-	12,683
Short-term investment	157,165	157,165	-
Trade accounts receivable	456,560	-	456,560
Restricted deposits with banks	36,502	-	36,502
Total	662,910	157,165	505,745
Financial liabilities			
Short-term loans from bank	141,603	-	141,603
Trade accounts payable	312,485	-	312,485
Lease liabilities	3,301	-	3,301
Total	457,389	-	457,389

Financial assets and financial liabilities which measured at amortize cost is closed to fair value.

2. Impairment – Financial assets and contract assets

The Company has assessed the impairment of financial assets and contract assets by forward-looking 'expected credit loss' (ECL) model. It is no longer necessary for a credit event to have occurred before credit losses are recognizes and judgement about how changes in economic factors affect expected credit loss and probability - weighted basis. However, the new assessment applies to financial assets measured at amortize cost and fair value through other comprehensive income.

The Company has determined allowance of impairment loss according to the application of TFRS 9 as follows:

- Trade receivables applied simplified approach for measurement by lifetime expected credit loss for the receivable.

However, the adoption of these new Financial Reporting Standards has no significant impact on the interim financial statements of the Company.

3.2 Thai Financial Reporting Standard No.16 "Leases" (TFRS 16)

TFRS 16, that describes the new principles for the recognition of leases, replacing Thai Accounting Standard No. 17 "Leases", and several leases-related Interpretations. The new standard defines the requirements for leases will be recorded in the statement of financial position in the form of right-of-use asset and a lease liabilities except short-term leases agreement which period less than 12 months or low value of asset and provides additional guidance in many areas.

Under the Thai Financial Reporting Standard No. 16, no significant changes to the accounting for lessors.

The Company recognized the right-of-use assets and lease liabilities that effect to change in nature of expenses related to those leases by the Company recognized depreciation expenses from the right-of-use assets and interest expense of lease liabilities instead of expenses from lease agreements.

For payments of short-term lease or leases of low-value assets will be recognized as expenses in statement of profit or loss on a straight-line basis over the lease term.

The Company used the modified retrospective approach and recognize the right-of-use assets and lease liabilities at the first adoption date in which this method will have no effect to the retained earnings as at 1 January 2020 and no restatement to the comparative information.

The measurement of lease liabilities at the 1 January 2020 are as follow:

	Thousand Baht
Operating lease commitments disclosed as at 31 December 2019	900
<u>Add:</u> Right of purchase or extension options reasonably certain to be exercised	3,600
Total	4,500
<u>Less:</u> Deferred interest expenses	(541)
Additional lease liabilities from TFRS 16 adoption	3,959
Finance lease liabilities as at 31 December 2019	3,301
Lease liabilities as at 1 January 2020	7,260
Comprised of;	
- Current portion of lease liabilities	4,364
- Lease liabilities	2,896
Total	7,260

3.3 Impact on the financial information

The adoption of Thai Financial Reporting Standard No. 16 has impact to the Company's statement of financial position as of 1 January 2020 are as follows:

	Thousand Baht		
	Adjustment		
	The previous accounting policies	Thai Financial Reporting Standard No. 16	After adjustment
Statement of financial position			
<u>Non-current assets</u>			
Property, plant and equipment	1,070,820	3,959	1,074,779
<u>Current liabilities</u>			
Current portion of lease liabilities	3,301	1,063	4,364
<u>Non-current liabilities</u>			
Lease liabilities	-	2,896	2,896

4. ESTIMATES AND JUDGEMENT

When preparing the interim financial statements, management undertake judgements, estimates and assumptions about recognition and measurement of assets, liabilities, revenue and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the annual financial statements for the year ended 31 December 2019.

5. TRANSACTIONS WITH RELATED PARTIES

The Company has certain accounting transactions with related parties that are related to it through common shareholding and/or directorship. Thus, the financial statements reflect the effects of those transactions on the basis agreed upon between the Company and its related parties, which basis might be different from the basis used for transactions with unrelated parties.

Significant transactions with related parties for the three-month and nine-month periods ended 30 September 2020 and 2019 consist of:

		Thousand Baht			
		For the three-month periods ended		For the nine-month periods ended	
		30 September		30 September	
Pricing Policy		2020	2019	2020	2019
Land rental expense - related parties	Contract rate	-	300	-	900
<u>Key management personnel compensation</u>					
Current employment benefits		20,522	18,768	61,416	55,660
Provision for post-employment benefits					
- Service cost		120	127	359	350
- Finance cost		106	106	319	292
- Past service cost		-	-	-	2,985
Total		20,748	19,001	62,094	59,287

As at 30 September 2020 and 31 December 2019, balances with related parties are as follows:

			Thousand Baht	
			30 September 2020	31 December 2019
Lease liabilities			3,161	-
Liabilities under post-employment benefits			19,663	19,891

6. CASH AND CASH EQUIVALENTS

			Thousand Baht	
			30 September 2020	31 December 2019
Cash			165	177
Saving accounts with banks			7,564	5,589
Current accounts with banks			10,616	6,917
Total			18,345	12,683

() Director

() Director

7. SHORT-TERM INVESTMENT

Movements in the short-term investment during the nine-month period ended 30 September 2020 are summarized below.

	Thousand Baht
Balance as at 1 January 2020	157,165
<u>Add</u> Addition	1,490,400
<u>Less</u> Disposals	(1,051,695)
Unrealized gain on short-term investment	(67)
Balance as at 30 September 2020	595,803

The Company has invested in an open-end mutual fund which yields return more than general savings deposits. The investment does not have any restriction for redemption and has been classified as financial assets measured at fair value through profit or loss.

8. TRADE ACCOUNTS RECEIVABLE

As at 30 September 2020 and 31 December 2019, the aging of trade accounts receivable are as follows:

	Thousand Baht	
	30 September 2020	31 December 2019
Not yet due	194,703	350,352
Over due		
Less than 3 months	194,837	106,208
More than 3 months, not over 6 months	929	-
Over 6 months, not over 12 months	15,677	-
Total	406,146	456,560

The normal credit term is between 30 - 90 days.

() Director

() Director

9. INVENTORIES

	Thousand Baht	
	30 September 2020	31 December 2019
Finished goods	112,307	53,826
Work in process	59,017	50,730
Raw materials and others	722,460	529,444
Total	893,784	634,000
<u>Less</u> Allowance for devaluation of inventories	(656)	(656)
Net	893,128	633,344

10. RESTRICTED DEPOSITS WITH BANKS

As at 30 September 2020, the Company's fixed and saving deposits totalling Baht 36.52 million (31 December 2019 : Baht 36.50 million) are restricted for usage as they have been pledged as collateral for letters of guarantee issued by a local bank for utilities usage, performance bonds and loans from bank.

11. PROPERTY, PLANT AND EQUIPMENT

During the nine-month period ended 30 September 2020, the Company has the following condensed movements in property, plant and equipment are as follows:

	Thousand Baht
Net book value as at 1 January 2020 - as previously reported	1,070,820
Right-of-use assets	3,959
Net book value as at 1 January 2020 - after adjusted	1,074,779
Purchases of assets	111,366
Disposal and written-off assets – net	(725)
Depreciation for the period	(47,871)
Net book value as at 30 September 2020	1,137,549

Land and buildings and a part of machinery have been mortgaged as collateral for credit facilities with a bank as mentioned in Note 12 to the financial statements.

12. SHORT-TERM LOANS FROM BANK

	Thousand Baht	
	30 September 2020	31 December 2019
Bank overdraft	1,968	-
Liabilities under trust receipt agreements	633,571	141,603
Total	635,539	141,603

As at 30 September 2020, the Company has credit facilities from bank totaling Baht 5,181 million (31 December 2019 : Baht 5,181 million). The liabilities under trust receipts bear interest at the rates of 1.00% - 2.40% per annum (31 December 2019 : 1.55% - 2.66% per annum). These loans are collateralized by the mortgage of the Company's land, buildings thereon and machinery, investment property, bank deposit, the pledge of the Company's shares belonging to the Company's shareholders and the personal guarantees of certain Company's directors.

13. LIABILITIES UNDER POST-EMPLOYMENT BENEFITS

During the nine-month period ended 30 September 2020, movements in liabilities under post-employment benefits are as follow:

	Thousand Baht
Balance as at 1 January 2020	54,350
Recognized expense for the period	4,300
Actuarial loss	532
Benefits paid	(367)
Balance as at 30 September 2020	58,815

The post-employment benefits expenses were recorded in the statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2020 and 2019 as follows:

	Thousand Baht			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2020	2019	2020	2019
Recognized in profit or loss				
Service cost	924	890	2,772	2,669
Interest cost	510	497	1,528	1,492
Past service cost	-	-	-	14,054

Thousand Baht

For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
2020	2019	2020	2019

Recognized in other comprehensive income

Actuarial loss - net tax	-	-	426	-
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14. DIVIDEND PAYMENT

At the 2020 Annual General Meeting of Shareholders held on 31 March 2020, the shareholders passed a resolution to pay a dividend from operating income for the year ended 31 December 2019 of Baht 0.42 per share. On 6 September 2019, the Company paid interim dividend for the six-month period ended 30 June 2019 of Baht 0.24 per share for 535,506,333 common shares, totalling Baht 128.52 million. On 30 April 2020, the Company paid the remaining dividend for the period from 1 July 2019 to 31 December 2019 of Baht 0.18 per share amounting to Baht 96.39 million.

At the Board of Directors' Meeting No. 4/2020 held on 10 August 2020, the Board of Director passed the resolution to appropriate an interim dividend payment on 9 September 2020 from the operating profit for the six-month period ended 30 June 2020 of Baht 0.37 per share for 535,506,333 common shares, totally Baht 198.13 million.

As at 30 September 2020, the Company has an accrual for dividends payable amounting to Baht 5.32 million (31 December 2019 : Baht 4.16 million) which is presented under other current liabilities.

15. REVENUE

The Company disclosed the revenue disaggregated by primary geography areas and classified by revenue recognition for the three-month and nine-month periods ended 30 September 2020 and 2019 are as follows:

	Thousand Baht							
	For the three-month periods ended 30 September							
	Sale of goods		Transportation income		Others		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Domestic	17,131	93,018	-	4,165	124	8,265	17,255	105,448
Export	915,885	605,657	23,249	15,412	-	-	939,134	621,069
Total	933,016	698,675	23,249	19,577	124	8,265	956,389	726,517
Revenue classified by revenue recognition								
- At point in time	933,016	698,675	-	-	124	8,265	933,140	706,940
- Overtime	-	-	23,249	19,577	-	-	23,249	19,577
Total	933,016	698,675	23,249	19,577	124	8,265	956,389	726,517

() Director

() Director

Thousand Baht							
For the nine-month periods ended 30 September							
	Sale of goods		Transportation income		Others		Total
	2020	2019	2020	2019	2020	2019	2020 2019
Domestic	51,353	240,762	3,740	6,646	16,229	9,899	71,322 257,307
Export	2,849,245	2,095,270	73,992	59,485	-	-	2,923,237 2,154,755
Total	2,900,598	2,336,032	77,732	66,131	16,229	9,899	2,994,559 2,412,062
Revenue classified by revenue recognition							
- At point in time	2,900,598	2,336,032	-	-	16,229	9,899	2,916,827 2,345,931
- Overtime	-	-	77,732	66,131	-	-	77,732 66,131
Total	2,900,598	2,336,032	77,732	66,131	16,229	9,899	2,994,559 2,412,062

16. OTHER INCOME

Other income for the three-month and nine-month periods ended 30 September 2020 and 2019 are as follows:

Thousand Baht			
For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
2020	2019	2020	2019
Revenue from scrap sales	42,726 30,822	122,922	109,400
Gain on exchange rate	16,137 857	41,381	16,534
Revenue from product quality test	268 690	3,124	690
Interest income	48 67	238	346
Others	1,875 1,526	5,815	4,703
Total	61,054 33,962	173,480	131,673

17. SEGMENT REPORTING

Significant segment reporting information for the three-month and nine-month periods ended 30 September 2020 and 2019 are as follows:

Thousand Baht					
For the three-month periods ended 30 September					
2020			2019		
Domestic	Export	Total	Domestic	Export	Total
Net sales	17,255 939,134	956,389	105,448 621,069		726,517
Cost of sales	(10,551) (680,154)	(690,705)	(64,288) (506,110)		(570,398)
Gross profit	6,704 258,980	265,684	41,160 114,959		156,119

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Thousand Baht						
For the nine-month periods ended 30 September						
	2020			2019		
	Domestic	Export	Total	Domestic	Export	Total
Net sales	71,322	2,923,237	2,994,559	257,307	2,154,755	2,412,062
Cost of sales	(40,973)	(2,189,686)	(2,230,659)	(154,735)	(1,747,401)	(1,902,136)
Gross profit	30,349	733,551	763,900	102,572	407,354	509,926

Segment reporting is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance. The Company reported its operations by domestic and export. Segment performance is measured based on gross profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all the assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

Gross profit for domestic and export sales is derived from the deduction of related costs of sales, which are calculated by the weighted average standard cost of each product.

Major Customer

For the three-month and nine-month periods ended 30 September 2020 and 2019, the Company's has no major customer.

18. FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement as follows:

- Level 1 quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3 unobservable inputs for the asset or liability.

There was no transfer between such levels during the period.

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Assets and liabilities measured at fair value as at 30 September 2020 are as follows:

(Unit : Thousand Baht)				
30 September 2020				
	Level 1	Level 2	Level 3	Total
Financial assets				
Short-term investment	-	595,803	-	595,803

19. COMMITMENTS

As at 30 September 2020, the Company has the following commitments:

- 19.1 Obligations under domestic bank guarantees for electricity usage and other matters totalling Baht 77.17 million.
- 19.2 Obligations under construction agreement including purchase of assets, the Company will pay for the remaining amount of Baht 48.84 million when the construction or assets ready for use.

20. FINANCIAL INSTRUMENTS

Foreign Currency Risk

The Company has foreign currency risk exposure relating to sales and purchases denominated in foreign currencies. As at 30 September 2020, the Company has unhedged assets and liabilities in foreign currencies from the import and export of products with natural hedges as follows:

30 September 2020			
	Foreign currencies (Thousand Unit)	Exchange rate (Closing rate)	Baht equivalent (Thousand Baht)
<u>Cash and cash equivalents in foreign currency</u>			
USD	81	31.4900	2,553
<u>Trade accounts receivable in foreign currencies</u>			
USD	10,248	31.4900	322,710
EUR	1,534	36.7782	56,418
GBP	59	40.2576	2,380
KUW	182	102.7742	18,712

30 September 2020

	Foreign currencies (Thousand Unit)	Exchange rate (Closing rate)	Baht equivalent (Thousand Baht)
<u>Trade accounts payable in foreign currencies</u>			
USD	1,914	31.8258	60,907
EUR	1	37.5314	38
<u>Short-term loans from bank in foreign currency</u>			
USD	19,907	31.8258	633,571
<u>Accrued commission expenses in foreign currencies</u>			
USD	668	31.8258	21,274
EUR	279	37.5314	10,487

21. RECLASSIFICATION OF ACCOUNTS

Certain accounts in the statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2020 have been reclassified to conform with current year classification but with no effect to previously reported profit or shareholders' equity. The reclassifications are as follows:

	Thousand Baht	
	For the three-month period ended 30 September	
	As previously reported	As reclassified
Statements of profit or loss and other comprehensive income		
Revenue from sales and services	722,352	726,517
Other income	38,127	33,962
	Thousand Baht	
	For the nine-month period ended 30 September	
	As previously reported	As reclassified
Statements of profit or loss and other comprehensive income		
Revenue from sales and services	2,405,416	2,412,062
Other income	138,319	131,673

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