

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2019

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		487,395	537,443	58,956	54,414
Current investments		91,391	77,231	32,000	18,002
Trade and other receivables	2, 3	2,766,125	2,415,644	1,577,630	1,251,023
Short-term loans to related parties	2	2,186,117	452,987	807,629	815,587
Inventories	4	1,595,721	1,418,982	113,451	105,182
Other current assets					
Advances for purchases of goods		387,141	308,681	403,031	320,844
Others		350,303	313,458	107,704	81,584
Total current assets		7,864,193	5,524,426	3,100,401	2,646,636
Non-current assets					
Long-term loans to related parties	2	836,767	2,470,304	4,241,103	4,131,447
Investments in associates	5	4,004,953	3,878,940	3,043,477	3,043,477
Investments in subsidiaries	6	-	-	2,733,852	2,733,852
Investments in joint ventures	7	415,904	83,877	420,986	95,250
Other long-term investments		11,375	11,375	-	-
Property, plant and equipment	8	5,189,342	5,215,095	965,273	978,596
Leasehold rights	9	121,739	123,105	-	-
Deposits for purchases of assets		26,168	29,162	-	-
Goodwill	10	234,530	234,530	-	-
Other intangible assets	11	37,931	93,333	16,331	17,752
Assets recognised from the costs to fulfill					
a contract with a customer	12	49,518	-	-	-
Deferred tax assets	16	98,192	101,894	15,282	15,489
Other non-current assets		139,729	125,166	6,938	6,869
Total non-current assets		11,166,148	12,366,781	11,443,242	11,022,732
Total assets		19,030,341	17,891,207	14,543,643	13,669,368

The accompanying notes are an integral part of the financial statements.

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from banks		682,568	561,909	415,500	335,100
Trade and other payables	2	3,084,917	2,693,956	1,066,922	705,665
Current portion of long-term loans	13	1,172,737	1,189,852	1,147,204	1,166,822
Current portion of long-term debentures	14	299,975	299,938	299,975	299,938
Current portion of liabilities under finance lease agreements	8	6,010	6,064	1,417	1,649
Short-term loans from related parties	2	26,787	24,197	845,527	755,587
Provision for product warranty		23,681	23,203	-	-
Income tax payable		72,538	23,180	25,421	8,553
Other current liabilities					
Contract liability - advances received from customers		526,054	585,779	452,349	505,336
Others		75,603	74,411	4,802	3,059
Total current liabilities		5,970,870	5,482,489	4,259,117	3,781,709
Non-current liabilities					
Long-term loans	13	2,844,876	3,132,532	2,744,244	3,035,948
Long-term debentures	14	1,698,498	1,198,925	1,698,498	1,198,925
Liabilities under finance lease agreements	8	8,037	7,991	570	763
Provision for long-term employee benefits		125,732	122,639	21,742	21,410
Total non-current liabilities		4,677,143	4,462,087	4,465,054	4,257,046
Total liabilities		10,648,013	9,944,576	8,724,171	8,038,755

The accompanying notes are an integral part of the financial statements.

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital					
Registered					
322,649,160 ordinary shares of Baht 1 each		322,649	322,649	322,649	322,649
Issued and paid-up					
322,583,844 ordinary shares of Baht 1 each		322,584	322,584	322,584	322,584
Premium on ordinary shares		2,164,354	2,164,354	2,164,354	2,164,354
Treasury shares	15	(75,397)	(75,397)	(75,397)	(75,397)
Premium on treasury shares	15	646	646	646	646
Retained earnings					
Appropriated					
Statutory reserve - the Company		59,541	59,541	59,541	59,541
- subsidiaries		153,094	153,094	-	-
Treasury share reserve	15	75,397	75,397	75,397	75,397
Unappropriated		5,372,184	5,155,619	3,272,347	3,083,488
Other components of shareholders' equity		70,420	(165,987)	-	-
Equity attributable to owners of the Company		8,142,823	7,689,851	5,819,472	5,630,613
Non-controlling interests of the subsidiaries		239,505	256,780	-	-
Total shareholders' equity		8,382,328	7,946,631	5,819,472	5,630,613
Total liabilities and shareholders' equity		19,030,341	17,891,207	14,543,643	13,669,368
		-	-	-	-

The accompanying notes are an integral part of the financial statements.

Directors

AAPICO Hitech Public Company Limited and its subsidiaries

Income statement

For the three-month period ended 31 March 2019

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2019	2018	2019	2018
Revenues					
Revenues from contracts with customers		4,230,050	4,264,079	834,597	545,457
Other income					
Dividend income	5, 6	-	-	98,431	171,000
Interest income		114,483	79,510	67,269	40,850
Others		134,059	152,776	54,303	53,061
Total		248,542	232,286	220,003	264,911
Total revenues		4,478,592	4,496,365	1,054,600	810,368
Expenses					
Cost of sales and services		3,854,983	3,955,572	674,232	506,635
Selling and distribution expenses		61,913	73,087	10,463	9,706
Administrative expenses		193,918	165,325	98,124	65,486
Total expenses		4,110,814	4,193,984	782,819	581,827
Profit before share of profit (loss) from investments in associates and joint ventures, finance cost and tax income (expenses)					
		367,778	302,381	271,781	228,541
Share of profit (loss) from investments in associates	5	(25,088)	159,048	-	-
Share of loss from investments in joint ventures	7	(626)	(510)	-	-
Profit before finance cost and tax income (expenses)		342,064	460,919	271,781	228,541
Finance cost		(65,261)	(49,882)	(64,908)	(48,273)
Profit before tax income (expenses)		276,803	411,037	206,873	180,268
Tax income (expenses)	16	(60,744)	(9,333)	(18,014)	65
Profit for the period		216,059	401,704	188,859	180,333
Profit attributable to					
Equity holders of the Company		216,565	397,064	188,859	180,333
Non-controlling interests of the subsidiaries		(506)	4,640		
		<u>216,059</u>	<u>401,704</u>		
Basic earnings per share					
	17				
Profit attributable to equity holders of the Company		0.68	1.25	0.60	0.57

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Profit for the period	216,059	401,704	188,859	180,333
Other comprehensive income				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>				
Exchange differences on translation of financial statements in foreign currencies	235,551	(10,737)	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods	235,551	(10,737)	-	-
Other comprehensive income for the period	235,551	(10,737)	-	-
Total comprehensive income for the period	451,610	390,967	188,859	180,333
Total comprehensive income attributable to				
Equity holders of the Company	452,972	385,929	188,859	180,333
Non-controlling interests of the subsidiaries	(1,362)	5,038		
	451,610	390,967		

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Cash flows from operating activities				
Profit before tax	276,803	411,037	206,873	180,268
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	149,385	159,271	26,150	26,318
Unrealised loss on exchange rate from loans receivable/payable	20,950	30,023	34,625	28,706
Gain on disposal/ write-off of equipment and other intangible assets	(2,252)	(716)	(1,556)	-
Share of loss (profit) from investments in associates and joint ventures	25,714	(158,538)	-	-
Reduction of inventory cost to net realisable value (reversal)	376	(6,947)	(656)	(1,595)
Reversal of allowance for doubtful accounts	(1,569)	(4,836)	(150)	(360)
Provision for product warranty	1,781	1,709	-	-
Provision for long-term employee benefits	3,935	6,529	724	657
Dividend income from subsidiary and associate	-	-	(98,431)	(171,000)
Interest income	(114,483)	(79,510)	(67,269)	(40,850)
Finance costs	65,107	48,501	64,835	48,243
Profit from operating activities before changes in operating assets and liabilities	425,747	406,523	165,145	70,387
Operating assets (increase) decrease				
Current investments	(14,160)	13,512	(13,998)	14,000
Trade and other receivables	(237,100)	(133,495)	(255,830)	(85,477)
Inventories	(186,288)	(151,399)	(7,613)	5,277
Other current assets	(116,117)	6,872	(108,307)	9,201
Other non-current assets	(14,563)	(36,900)	(69)	20
Operating liabilities increase (decrease)				
Trade and other payables	161,449	272,480	105,662	74,879
Other current liabilities	(58,533)	(24,743)	(51,244)	(1,039)
Other non-current liabilities	-	(1,560)	-	-
Cash flows from (used in) operating activities	(39,565)	351,290	(166,254)	87,248
Cash paid for long-term employee benefits	(842)	(2,637)	(392)	(634)
Cash paid for income tax	(9,257)	(9,410)	(941)	(893)
Cash paid for product warranty	(1,303)	(951)	-	-
Net cash flows from (used in) operating activities	(50,967)	338,292	(167,587)	85,721

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Cash flows from investing activities				
Increase in loans to related parties	(150,060)	-	(150,609)	(7,483)
Acquisition of investment in joint venture	(64,958)	-	(64,958)	-
Dividend received from subsidiary and associate	83,400	171,000	90,915	171,000
Proceeds from disposal of equipment and other intangible assets	7,298	3,857	1,660	-
Acquisitions and construction of plant, equipment, other intangible assets and assets recognised from the costs to fulfill a contract with a customer	(134,394)	(80,851)	(10,892)	(2,286)
Interest received	2,671	5,433	4,160	3,082
Net cash flows from (used in) investing activities	(256,043)	99,439	(129,724)	164,313
Cash flows from financing activities				
Increase (decrease) in short-term loans from banks	120,659	(145,095)	80,400	(155,000)
Increase in loans from related parties	2,606	5,054	89,940	149,186
Cash received from long-term loans	13,262	961	-	-
Repayments of long-term loans	(303,837)	(227,723)	(297,193)	(220,775)
Cash received from issuance of debentures	500,000	-	500,000	-
Repayment of liabilities under finance lease agreements	(860)	(1,936)	(425)	(403)
Dividend paid to non-controlling interest of subsidiary	(15,913)	-	-	-
Cash paid for finance costs	(71,012)	(37,547)	(70,869)	(37,311)
Net cash flows from (used in) financing activities	244,905	(406,286)	301,853	(264,303)
Increase (decrease) in exchange differences on translation of financial statements in foreign currencies	12,057	(7,140)	-	-
Net increase (decrease) in cash and cash equivalents	(50,048)	24,305	4,542	(14,269)
Cash and cash equivalents at beginning of period	537,443	440,879	54,414	60,897
Cash and cash equivalents at end of period	487,395	465,184	58,956	46,628
	-	-	-	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Supplemental cash flows information				
Non-cash items consist of				
Increase (decrease) in accounts payable for purchases and construction of assets	(25,594)	52,890	618	-
Purchase of equipment under finance lease agreements	(852)	-	-	-
Decrease in deposit for purchase of assets	(2,994)	(10,194)	-	-
Transfer inventories to equipment	9,173	-	-	-
Transfer other assets to other intangible assets	-	25,849	-	-
Transfer other intangible assets to assets recognised from costs to fulfill a contract with a customer	50,504	-	-	-
Increase in dividend receivables	-	-	(7,516)	-
Increase in share subscription payable	260,778	-	260,778	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

Consolidated financial statements												
Equity attributable to the Company's shareholders												
	Issued and paid-up share capital	Premium on ordinary shares	Treasury shares	Premium on treasury shares	Retained earnings				Other components of equity - other comprehensive income Exchange differences on translation of financial statements in foreign currency	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
					Appropriated		Treasury share reserve	Unappropriated				
					Statutory reserve							
					The Company	Subsidiaries						
Balance as at 1 January 2018	322,584	2,164,354	(75,712)	-	59,541	153,094	75,712	4,267,710	2,666	6,969,949	212,810	7,182,759
Profit for the period	-	-	-	-	-	-	-	397,064	-	397,064	4,640	401,704
Other comprehensive income for the period	-	-	-	-	-	-	-	-	(11,135)	(11,135)	398	(10,737)
Total comprehensive income for the period	-	-	-	-	-	-	-	397,064	(11,135)	385,929	5,038	390,967
Balance as at 31 March 2018	<u>322,584</u>	<u>2,164,354</u>	<u>(75,712)</u>	<u>-</u>	<u>59,541</u>	<u>153,094</u>	<u>75,712</u>	<u>4,664,774</u>	<u>(8,469)</u>	<u>7,355,878</u>	<u>217,848</u>	<u>7,573,726</u>
Balance as at 1 January 2019	322,584	2,164,354	(75,397)	646	59,541	153,094	75,397	5,155,619	(165,987)	7,689,851	256,780	7,946,631
Profit for the period	-	-	-	-	-	-	-	216,565	-	216,565	(506)	216,059
Other comprehensive income for the period	-	-	-	-	-	-	-	-	236,407	236,407	(856)	235,551
Total comprehensive income for the period	-	-	-	-	-	-	-	216,565	236,407	452,972	(1,362)	451,610
Dividend paid by subsidiary	-	-	-	-	-	-	-	-	-	-	(15,913)	(15,913)
Balance as at 31 March 2019	<u>322,584</u>	<u>2,164,354</u>	<u>(75,397)</u>	<u>646</u>	<u>59,541</u>	<u>153,094</u>	<u>75,397</u>	<u>5,372,184</u>	<u>70,420</u>	<u>8,142,823</u>	<u>239,505</u>	<u>8,382,328</u>
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

Separate financial statements

	Issued and paid-up share capital	Premium on ordinary shares	Treasury shares	Premium on treasury shares	Retained earnings			Total shareholders' equity
					Appropriated		Unappropriated	
					Statutory reserve	Treasury share reserve		
Balance as at 1 January 2018	322,584	2,164,354	(75,712)	-	59,541	75,712	2,800,076	5,346,555
Profit for the period	-	-	-	-	-	-	180,333	180,333
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	180,333	180,333
Balance as at 31 March 2018	<u>322,584</u>	<u>2,164,354</u>	<u>(75,712)</u>	<u>-</u>	<u>59,541</u>	<u>75,712</u>	<u>2,980,409</u>	<u>5,526,888</u>
Balance as at 1 January 2019	322,584	2,164,354	(75,397)	646	59,541	75,397	3,083,488	5,630,613
Profit for the period	-	-	-	-	-	-	188,859	188,859
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	188,859	188,859
Balance as at 31 March 2019	<u>322,584</u>	<u>2,164,354</u>	<u>(75,397)</u>	<u>646</u>	<u>59,541</u>	<u>75,397</u>	<u>3,272,347</u>	<u>5,819,472</u>
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of the financial statements.