

***THAI WACOAL PUBLIC COMPANY LIMITED
AND SUBSIDIARIES***

Interim financial statements

***Three-month and nine-month periods
ended September 30, 2018***

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

TO THE BOARD OF DIRECTORS THAI WACOAL PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Thai Wacoal Public Company Limited and its subsidiaries and the separate statement of financial position of Thai Wacoal Public Company Limited as at September 30, 2018, and the related consolidated and separate statements of profit or loss, and comprehensive income for the three-month and nine-month periods ended September 30, 2018, and the related consolidated and separate statements of changes in shareholders' equity, and cash flows for the nine-month period ended September 30, 2018 and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Thai Standard on Review Engagements No. 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 us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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



Manoon Manusook
Certified Public Accountant (Thailand)
Registration No. 4292

BANGKOK
November 12, 2018

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

BAHT : '000

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at September 30, 2018 “Unaudited”	As at December 31, 2017	As at September 30, 2018 “Unaudited”	As at December 31, 2017
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		110,297	32,993	75,069	18,430
Temporary investments	5	300,866	420,903	201,474	287,339
Trade and other current receivables	6	857,990	728,843	969,588	800,840
Other short-term loans	7	21,530	41,550	21,530	41,550
Inventories		1,256,852	1,109,494	1,064,142	944,770
Other current assets		20,836	19,858	14,049	13,271
Total Current Assets		2,568,371	2,353,641	2,345,852	2,106,200
NON-CURRENT ASSETS					
Deposit at bank under obligation	8	2,062	2,065	2,062	2,065
Available-for-sale investments	9	1,613,452	1,670,650	1,601,527	1,659,100
Investments in subsidiaries	10	-	-	132,048	132,048
Investments in associates	11	173,396	165,929	182,510	182,510
Other long-term investments	12	839,352	859,824	836,082	856,554
Investment property		710,867	713,565	715,444	718,272
Property, plant and equipment		1,229,141	1,257,308	1,099,520	1,107,809
Intangible assets		38,059	37,268	37,912	37,016
Leasehold rights		15,052	2,465	15,052	2,465
Other non-current assets		34,574	5,450	20,520	3,505
Total Non-current Assets		4,655,955	4,714,524	4,642,677	4,701,344
TOTAL ASSETS		7,224,326	7,068,165	6,988,529	6,807,544

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT SEPTEMBER 30, 2018

BAHT : '000

	NOTES	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at September 30, 2018 “Unaudited”	As at December 31, 2017	As at September 30, 2018 “Unaudited”	As at December 31, 2017
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Trade and other current payables	13	679,094	583,522	731,649	600,977
Current portion for financial lease liabilities	14	345	384	345	303
Current provisions for employee benefit	16	48,608	39,454	33,770	30,932
Accrued income tax		18,522	16,627	17,880	15,029
Other current liabilities					
Provision for goods returned		25,000	30,000	25,000	30,000
Withholding tax payable		3,032	5,384	2,589	4,319
Others		18,712	7,105	13,156	4,237
		<u>46,744</u>	<u>42,489</u>	<u>40,745</u>	<u>38,556</u>
Total Current Liabilities		<u>793,313</u>	<u>682,476</u>	<u>824,389</u>	<u>685,797</u>
NON-CURRENT LIABILITIES					
Financial lease liabilities	14	-	264	-	264
Deferred tax liabilities	15	102,305	122,528	133,564	153,201
Provisions for employee benefit	16	524,751	497,762	345,532	316,252
Total Non-current Liabilities		<u>627,056</u>	<u>620,554</u>	<u>479,096</u>	<u>469,717</u>
TOTAL LIABILITIES		<u>1,420,369</u>	<u>1,303,030</u>	<u>1,303,485</u>	<u>1,155,514</u>

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT SEPTEMBER 30, 2018

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2018	2017	2018	2017
		“Unaudited”		“Unaudited”	
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
120,000,000 ordinary shares of					
Baht 1.00 each		120,000	120,000	120,000	120,000
Issued and paid-up share capital					
120,000,000 ordinary shares of					
Baht 1.00 each, fully paid		120,000	120,000	120,000	120,000
PREMIUM ON ORDINARY SHARES		297,190	297,190	297,190	297,190
RETAINED EARNINGS					
Appropriated					
Legal reserve		12,000	12,000	12,000	12,000
General reserve		389,930	371,402	389,930	371,402
Unappropriated		4,089,219	4,012,284	3,980,058	3,908,712
OTHER COMPONENTS OF SHAREHOLDERS' EQUITY		895,396	952,040	885,866	942,726
EQUITY ATTRIBUTABLE TO					
OWNERS OF THE PARENT		5,803,735	5,764,916	5,685,044	5,652,030
NON-CONTROLLING INTERESTS		222	219	-	-
TOTAL SHAREHOLDERS' EQUITY		5,803,957	5,765,135	5,685,044	5,652,030
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		7,224,326	7,068,165	6,988,529	6,807,544

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF PROFIT OR LOSS
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2018	2017	2018	2017
Revenues from sales of goods and rendering of services	17	1,231,128	1,123,371	1,321,128	1,188,236
Costs of sales of goods and rendering of services	18	(869,771)	(865,203)	(1,015,192)	(975,391)
Gross profit		361,357	258,168	305,936	212,845
Dividend income		5,605	5,922	5,565	5,882
Other income		20,774	31,943	22,077	32,900
Profit before expenses		387,736	296,033	333,578	251,627
Selling expenses		(81,576)	(34,936)	(80,504)	(34,118)
Administrative expenses		(167,810)	(154,701)	(147,056)	(134,515)
Management benefit expenses		(15,027)	(12,341)	(11,604)	(9,390)
Loss on sale of investments		-	(7,495)	-	(7,558)
Loss on impairment of investments		(15,888)	(2,500)	(15,888)	(2,500)
Profit before financial cost and income tax expense		107,435	84,060	78,526	63,546
Financial cost		(17)	(33)	(18)	(30)
Share of profit (loss) from investments in associates	11	3,431	(632)	-	-
Profit before income tax		110,849	83,395	78,508	63,516
Income tax expense	19	(15,348)	(10,940)	(14,139)	(10,441)
NET PROFIT FOR THE PERIOD		95,501	72,455	64,369	53,075
PROFIT ATTRIBUTABLE TO					
Owners of the parent		95,493	72,449	-	-
Non-controlling interests		8	6	-	-
		95,501	72,455	-	-
BASIC EARNINGS OF THE PARENT COMPANY					
PER SHARE	BAHT	0.80	0.60	0.54	0.44
WEIGHTED AVERAGE NUMBER OF					
ORDINARY SHARES	SHARES	120,000,000	120,000,000	120,000,000	120,000,000

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Net profit for the period	95,501	72,455	64,369	53,075
Other comprehensive income				
Items that will be reclassified subsequently to profit or loss				
Unrealized gain on the changes in fair value				
of available-for-sale securities	73,230	46,347	72,614	46,401
Exchange differences on translating financial statements				
of foreign operations	8	(4)	-	-
Income tax relating to items that will be				
reclassified subsequently	(14,647)	(9,270)	(14,523)	(9,281)
Other comprehensive income for the period, net of income tax	58,591	37,073	58,091	37,120
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	154,092	109,528	122,460	90,195
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	154,084	109,521	-	-
Non-controlling interests	8	7	-	-
	154,092	109,528	-	-

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF PROFIT OR LOSS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2018	2017	2018	2017
Revenues from sales of goods and rendering of services	17	3,409,601	3,328,653	3,629,409	3,556,619
Costs of sales of goods and rendering of services	18	(2,530,728)	(2,544,377)	(2,897,405)	(2,913,787)
Gross Profit		878,873	784,276	732,004	642,832
Dividend income		64,112	71,477	132,779	188,768
Other income		74,564	73,802	77,775	77,433
Profit before expenses		1,017,549	929,555	942,558	909,033
Selling expenses		(152,952)	(88,025)	(150,104)	(85,518)
Administrative expenses		(488,748)	(465,629)	(430,257)	(403,660)
Management benefit expenses		(56,047)	(51,293)	(41,961)	(37,464)
Loss on sale of investments		-	(6,295)	-	(7,340)
Loss on impairment of investments		(17,588)	(8,670)	(17,588)	(8,670)
Profit before financial cost and income tax expenses		302,214	309,643	302,648	366,381
Financial cost		(64)	(242)	(62)	(227)
Share of profit (loss) from investments in associates	11	7,420	(5,703)	-	-
Profit before income tax		309,570	303,698	302,586	366,154
Income tax expense	19	(34,090)	(34,721)	(32,712)	(32,498)
NET PROFIT FOR THE PERIOD		275,480	268,977	269,874	333,656
PROFIT ATTRIBUTABLE TO					
Owners of the parent		275,463	268,962	-	-
Non-controlling interests		17	15	-	-
		275,480	268,977	-	-
BASIC EARNINGS OF THE PARENT COMPANY					
PER SHARE	BAHT	2.30	2.24	2.25	2.78
WEIGHTED AVERAGE NUMBER OF					
ORDINARY SHARES	SHARES	120,000,000	120,000,000	120,000,000	120,000,000

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Net profit for the period	275,480	268,977	269,874	333,656
Other comprehensive income (loss)				
Items that will be reclassified subsequently to profit or loss				
Unrealized gain (loss) on the changes				
in fair value of available-for-sale securities	(70,852)	126,281	(71,075)	126,558
Exchange differences on translating financial statements				
of foreign operations	47	(35)	-	-
Income tax relating to items that will be				
reclassified subsequently	14,161	(25,249)	14,215	(25,312)
Other comprehensive income (loss) for the period, net of income tax	(56,644)	100,997	(56,860)	101,246
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	218,836	369,974	213,014	434,902
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	218,819	369,959	-	-
Non-controlling interests	17	15	-	-
	218,836	369,974	-	-

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

BAHT : '000

Other components of shareholders' equity													
Note	Retained earnings					Other comprehensive income			Total of shareholders' equity	Equity attributable to owners of the parent	Non-controlling interests	Total shareholders' equity	
	Issued and paid-up share capital	Premium on ordinary shares	Appropriated Legal reserve	General reserve	Unappropriated	Unrealized gain on the changes in value of available-for-sale securities	Exchange differences on translating financial statements of foreign operations	Losses on remeasurements of defined benefit plans					
Balance as at January 1, 2017		120,000	297,190	12,000	354,038	3,860,977	799,817	-	(4,577)	795,240	5,439,445	246	5,439,691
Dividend paid	20	-	-	-	-	(156,000)	-	-	-	-	(156,000)	-	(156,000)
General Reserve	20	-	-	-	17,364	(17,364)	-	-	-	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	(35)	(35)
Total comprehensive income		-	-	-	-	268,962	101,025	(28)	-	100,997	369,959	15	369,974
Ending balance as at September 30, 2017		120,000	297,190	12,000	371,402	3,956,575	900,842	(28)	(4,577)	896,237	5,653,404	226	5,653,630
Balance as at January 1, 2018		120,000	297,190	12,000	371,402	4,012,284	958,413	(33)	(6,340)	952,040	5,764,916	219	5,765,135
Dividend paid	20	-	-	-	-	(180,000)	-	-	-	-	(180,000)	-	(180,000)
General Reserve	20	-	-	-	18,528	(18,528)	-	-	-	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	(14)	(14)
Total comprehensive income		-	-	-	-	275,463	(56,681)	37	-	(56,644)	218,819	17	218,836
Ending balance as at September 30, 2018		120,000	297,190	12,000	389,930	4,089,219	901,732	4	(6,340)	895,396	5,803,735	222	5,803,957

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
SEPARATE FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

BAHT : '000

Other components of shareholders' equity									
Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Unappropriated	Other comprehensive income		Total Other components of shareholders' equity	Total shareholders' equity
			Legal reserve	General reserve		Unrealized gain on the changes in value of available-for-sale securities	Losses on remeasurements of defined benefit plans		
Balance as at January 1, 2017	120,000	297,190	12,000	354,038	3,711,514	798,617	(11,649)	786,968	5,281,710
Dividend paid	20	-	-	-	(156,000)	-	-	-	(156,000)
General Reserve	20	-	-	17,364	(17,364)	-	-	-	-
Total comprehensive income	-	-	-	-	333,656	101,246	-	101,246	434,902
Ending balance as at September 30, 2017	120,000	297,190	12,000	371,402	3,871,806	899,863	(11,649)	888,214	5,560,612
Balance as at January 1, 2018	120,000	297,190	12,000	371,402	3,908,712	956,763	(14,037)	942,726	5,652,030
Dividend paid	20	-	-	-	(180,000)	-	-	-	(180,000)
General Reserve	20	-	-	18,528	(18,528)	-	-	-	-
Total comprehensive income	-	-	-	-	269,874	(56,860)	-	(56,860)	213,014
Ending balance as at September 30, 2018	120,000	297,190	12,000	389,930	3,980,058	899,903	(14,037)	885,866	5,685,044

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	Note	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS	
		2018	2017	2018 2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax		309,570	303,698	302,586 366,154
Adjustments :				
Depreciation		70,203	74,172	45,053 47,526
Amortization of intangible assets and leasehold rights		6,445	5,756	6,341 5,623
Gain on sale of property, plant and equipment		(468)	(1,319)	(396) (1,004)
Gain on sale of intangible assets		-	(5)	- (5)
Gain on sale of investment property		-	(4,552)	- (4,552)
Share of (gain) loss from investments for the equity method		(7,420)	5,703	- -
Unrealized loss on exchange rate		29	560	29 560
Dividend income from investments		(64,112)	(71,477)	(132,779) (188,768)
Loss on impairment of long-term investments		17,588	8,670	17,588 8,670
Reversal of loss from goods returned		(5,000)	-	(5,000) -
Loss on devaluation of inventories		32,217	33,223	30,632 31,855
(Gain) loss on sale of investments		(2,524)	6,295	(1,978) 7,340
Unrealized gain on trading securities		(47)	(493)	(47) (493)
Employee benefit expense		35,123	42,752	27,256 30,337
Interest income		(6,004)	(6,783)	(5,825) (6,409)
Interest expense		64	242	62 227
		385,664	396,442	283,522 297,061
Operating assets (increase) decrease				
Trade and other receivables		(129,200)	(90,082)	(168,759) (76,738)
Inventories		(179,574)	81,855	(150,003) 116,842
Other current assets		(978)	(452)	(778) (676)
Operating liabilities increase (decrease)				
Trade and other payables		94,806	29,626	130,260 45,589
Withholding tax payable		(2,352)	(5,003)	(1,730) (4,202)
Other current liabilities		11,607	(65)	8,919 (706)
Cash paid for employee benefit		(17,495)	(35,486)	(13,653) (29,146)
Cash received from operations		162,478	376,835	87,778 348,024
Cash paid for interest expense		(1)	(168)	- (168)
Cash paid for income tax		(38,257)	(40,362)	(35,284) (37,787)
Net cash provided by operating activities		124,220	336,305	52,494 310,069

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	Note	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2018	2017	2018	2017
CASH FLOWS FROM INVESTING ACTIVITIES					
(Increase) decrease in deposit at bank under obligation		(10)	4,216	(10)	4,216
(Increase) decrease in temporary investments		132,460	(203,697)	97,895	(306,539)
Payment for short-term loans to others		(20,000)	-	(20,000)	-
Proceeds from short-term loans to others		40,020	10,000	40,020	10,000
Proceeds from sale of general investments		-	1,952	-	1,952
Proceeds from capital reduction in general investments		139	-	139	-
Proceeds from sale of available-for-sale securities - debt securities		10,000	-	10,000	-
Payment for purchase of available-for-sale securities - debt securities		(11,000)	(29,377)	(11,000)	(29,377)
Proceeds from long-term investments		239	128	239	128
Payment for purchase of held-to-maturity securities		(40,000)	(27,033)	(40,000)	(27,033)
Proceeds from redemption of held-to-maturity securities		20,000	10,000	20,000	10,000
Payment for purchase of property, plant and equipment		(38,611)	(39,300)	(33,548)	(28,838)
Proceeds from sale of property, plant and equipment		509	3,482	419	3,167
Payment for purchase of intangible assets		(19,823)	(1,611)	(19,823)	(1,611)
Proceeds from sale of intangible assets		-	6	-	6
Proceeds from sale of investment property		-	5,742	-	5,742
Cash received from dividends		64,112	71,477	132,779	188,768
Cash received from interest		6,056	7,168	5,836	6,573
(Increase) decrease in other non-current assets		(10,609)	(98)	1,500	112
Net cash provided (used) by investing activities		<u>133,482</u>	<u>(186,945)</u>	<u>184,446</u>	<u>(162,734)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Cash paid for short-term borrowings from financial institutions	4	-	(18,000)	-	(18,000)
Dividends paid to shareholder		(180,000)	(156,000)	(180,000)	(156,000)
Dividends paid to non-controlling interests		(14)	(35)	-	-
Payment for long term financial lease liabilities	4	(367)	(433)	(284)	(284)
Net cash used in financing activities		<u>(180,381)</u>	<u>(174,468)</u>	<u>(180,284)</u>	<u>(174,284)</u>
Effect of exchange rate changes on cash and cash equivalents		(17)	(43)	(17)	(43)
Net increase (decrease) in cash and cash equivalents		77,304	(25,151)	56,639	(26,992)
Cash and cash equivalents as at January 1,		32,993	61,775	18,430	40,671
Cash and cash equivalents as at September 30,		<u><u>110,297</u></u>	<u><u>36,624</u></u>	<u><u>75,069</u></u>	<u><u>13,679</u></u>

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
“UNAUDITED”

BAHT : '000

	Note	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS	2018	2017
Additional information					
Cash and cash equivalents					
Cash in hand		1,026	644	533	453
Bank deposits in savings and current accounts		109,271	35,980	74,536	13,226
		<u>110,297</u>	<u>36,624</u>	<u>75,069</u>	<u>13,679</u>
Non-cash transactions					
Increase (decrease) in payable on purchase of machinery, furniture, fixtures and office equipment		766	(1,879)	412	(1,814)
Increase (decrease) in unrealized gain (loss) on changes in fair value of available-for-sale securities in equity		(67,615)	101,025	(67,793)	101,246
Increase in unrealized gain on changes in fair value of convertible bonds to ordinary shares		10,933	-	10,933	-

See condensed notes to the financial statements

THAI WACOAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
“UNAUDITED”

1. OPERATIONS OF THE COMPANY AND SUBSIDIARIES

Thai Wacoal Public Company Limited (the “Company”) was registered in The Stock Exchange of Thailand and its subsidiaries are companies registered in Thailand. The principal business of the Company and subsidiaries is to manufacture and sell clothes which mainly are ladies’ lingerie. Locations of the Company and subsidiaries are as follows:

COMPANY’S NAME	LOCATION
Thai Wacoal Public Co., Ltd.	132 Soi Charoenrat 7, Khwang Bangkhlo, Bangkholaem District, Bangkok 10120
Direct subsidiaries	
Wacoal Siracha Co., Ltd.	173/2 Moo 5, Sukaphibal 8 Road, Tambol Bung, Siracha District, Chonburi 20230
Wacoal Kabinburi Co., Ltd.	121, 121/1 Moo 5, Suwannasorn Road, Tambol Nonsee, Kabinburi District, Prachinburi 25110
Wacoal Lamphun Co., Ltd.	99, 99/4 Moo 5, Liongmuang Road, Tambol Paa-Sak, Muanglamphun District, Lamphun 51000
Tora 1010 Co., Ltd.	132 Soi Charoenrat 7, Khwang Bangkhlo, Bangkholaem District, Bangkok 10120
Indirect subsidiary	
Pattaya Kabinburi Co., Ltd.	123, 123/1 Moo 5, Suwannasorn Road, Tambol Nonsee, Kabinburi District, Prachinburi 25110

The Company and subsidiaries have extensive transactions and relationships with the related companies. Accordingly, the accompanying financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred had the Company and subsidiaries operated without such affiliation.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

- 2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2017) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.

- 2.2 The consolidated and separate statements of financial position as at December 31, 2017, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.
- 2.3 The unaudited results of operations presented in the three-month and the nine-month periods ended September 30, 2018 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month and the nine-month periods ended September 30, 2018 should be read in conjunction with the audited financial statements for the year ended December 31, 2017.
- 2.5 Material intercompany transactions between the Company and its subsidiaries have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month and the nine-month periods ended September 30, 2018 have included the subsidiaries' interim financial statements for the three-month and the nine-month periods ended September 30, 2018 which were reviewed.

Subsidiaries are those companies whose are invested and controlled by Thai Wacoal Public Company Limited. The Company has control over an investee when a) it has power over the investee; b) it is exposed, or has rights, to variable returns from its involvement with the investee and c) has the ability to use its power to affect its returns. All three of these criteria must be met for an investor to have control over an investee.

The subsidiaries and associates incorporated in the consolidated and separate financial statements are as follows:

	As at September 30, 2018 % of Ownership	As at December 31, 2017 % of Ownership
Subsidiaries		
Direct subsidiaries		
Wacoal Siracha Co., Ltd.	99.96	99.96
Wacoal Kabinburi Co., Ltd.	99.99	99.99
Wacoal Lamphun Co., Ltd.	99.99	99.99
Tora 1010 Co., Ltd.	99.97	99.97
Indirect subsidiary		
(Equity held by Wacoal Siracha Co., Ltd.)		
Pattaya Kabinburi Co., Ltd.	99.95	99.95
Associates		
Pattaya Myanmar Co., Ltd.	20.00	20.00
Myanmar Wacoal Co., Ltd.	40.00	40.00
Pattaya Manufacturing Co., Ltd.	40.00	40.00

2.6 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements, except the following financial reporting standard:

Thai Accounting Standard No.7 (Revised 2017) "Statement of Cash Flows"

This revised accounting standard requires the disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. This accounting standard requires prospective method for such amendment.

2.7 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

On March 14, 2018, the Federation of Accounting Professions has issued the Notification regarding Thai Financial Reporting Standard No.15 "Revenue from Contracts with Customers", which has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2019 onwards.

On September 21, 2018, the Federation of Accounting Professions has issued the Notification regarding Thai Financial Reporting Standards that are relevant to financial instruments, which have been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2020 onwards, as follows:

Thai Accounting Standards ("TAS")

TAS 32 Financial Instruments: Presentation

Thai Financial Reporting Standards ("TFRS")

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Thai Financial Reporting Standard Interpretations ("TFRIC")

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

The Company's management will adopt such TFRSs in the preparation of the Company's financial statements when it becomes effective. The Company's management has assessed the impact of this TFRSs and considered that the adoption of these financial reporting standards does not have any significant impact on the financial statements of the Company in the period of initial application.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2017.

4. MOVEMENTS OF INTEREST-BEARING LIABILITIES FROM FINANCING ACTIVITIES

Movements of interest-bearing liabilities arising from financing activities for the nine-month periods ended September 30, are as follows:

	BAHT '000		
	Consolidated financial statements		
	Short-term borrowings from financial institutions	Finance lease liabilities	Total
As at January 1, 2018	-	745	745
Cash flows items:			
Additions	-	-	-
Repayments	-	(367)	(367)
Total Cash flows items	-	(367)	(367)
As at September 30, 2018	-	378	378

	BAHT '000		
	Consolidated financial statements		
	Short-term borrowings from financial institutions	Finance lease liabilities	Total
As at January 1, 2017	18,000	1,323	19,323
Cash flows items:			
Additions	-	-	-
Repayments	(18,000)	(433)	(18,433)
Total Cash flows items	(18,000)	(433)	(18,433)
As at September 30, 2017	-	890	890

	BAHT '000		
	Separate financial statements		
	Short-term borrowings from financial institutions	Finance lease liabilities	Total
As at January 1, 2018	-	662	662
Cash flows items:			
Additions	-	-	-
Repayments	-	(284)	(284)
Total Cash flows items	-	(284)	(284)
As at September 30, 2018	-	378	378

	BAHT '000		
	Separate financial statements		
	Short-term borrowings from financial institutions	Finance lease liabilities	Total
As at January 1, 2017	18,000	1,041	19,041
Cash flows items:			
Additions	-	-	-
Repayments	(18,000)	(284)	(18,284)
Total Cash flows items	(18,000)	(284)	(18,284)
As at September 30, 2017	-	757	757

The Company does not have non-cash activities for the nine-month periods ended September 30, 2018 and 2017.

As at September 30, 2018 and December 31, 2017, the Company and subsidiaries have unsecured credit facilities as follows:

	UNIT : MILLION BAHT			
	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
Facilities for bank overdrafts and short-term borrowings from financial institutions	1,368.23	1,368.23	1,272.90	1,272.90

The facilities for bank overdrafts and short-term borrowings from such financial institutions bear interest rates of MOR per annum.

5. TEMPORARY INVESTMENTS

Temporary investments as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	September 30,	December 31,	September 30,	December 31,
	2018	2017	2018	2017
Time deposit	5,000	-	-	-
Short-term investments in trading securities				
- equity securities	4,031	4,106	4,031	4,106
Short-term investments in trading securities				
- debt securities	11,530	11,423	11,530	11,423
Short-term investments in available-for-sale securities - debt securities	220,305	355,374	125,913	221,810
Investments in held-to-maturity securities due within 1 year	60,000	50,000	60,000	50,000
	<u>300,866</u>	<u>420,903</u>	<u>201,474</u>	<u>287,339</u>

Additional details of trading securities consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at		
	September 30, 2018		Fair value As at September 30, 2018
Trading securities			
Equity securities			
- Ordinary shares	1,509	208	(24)
- Unit trust	1,740	598	-
	<u>3,249</u>	<u>806</u>	<u>(24)</u>
Debt securities			
- Unit trust	11,107	423	-
	<u>14,356</u>	<u>1,229</u>	<u>(24)</u>

	BAHT '000		
	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at December 31, 2017		Fair value As at December 31, 2017
Trading securities			
Equity securities			
- Ordinary shares	1,525	291	(12)
- Unit trust	1,740	562	-
	<u>3,265</u>	<u>853</u>	<u>(12)</u>
			<u>4,106</u>
Debt securities			
- Unit trust	11,107	316	-
	<u>14,372</u>	<u>1,169</u>	<u>(12)</u>
			<u>15,529</u>

Additional details of short-term available-for-sale securities consist of the following:

	BAHT '000		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at September 30, 2018		Fair value As at September 30, 2018
Available-for-sale securities			
Debt securities			
- Unit trust	220,006	299	-
	<u>220,006</u>	<u>299</u>	<u>-</u>
			<u>220,305</u>

	BAHT '000		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at December 31, 2017		Fair value As at December 31, 2017
Available-for-sale securities			
Debt securities			
- Unit trust	354,926	448	-
	<u>354,926</u>	<u>448</u>	<u>-</u>
			<u>355,374</u>

	BAHT '000		
	SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss
	As at September 30, 2018		Fair value As at September 30, 2018
Available-for-sale securities			
Debt securities			
- Unit trust	125,800	113	-
	<u>125,800</u>	<u>113</u>	<u>-</u>
			<u>125,913</u>

	SEPARATE FINANCIAL STATEMENTS			BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at December 31, 2017			As at December 31, 2017
Available-for-sale securities				
Debt securities				
- Unit trust	221,700	110	-	221,810
	<u>221,700</u>	<u>110</u>	<u>-</u>	<u>221,810</u>

Additional details of investments in held-to-maturity securities due within 1 year consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at September 30, 2018			As at September 30, 2018
Held-to-maturity securities				
- Debentures	60,000	688	-	60,688
	<u>60,000</u>	<u>688</u>	<u>-</u>	<u>60,688</u>

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			BAHT '000
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at December 31, 2017			As at December 31, 2017
Held-to-maturity securities				
- Debentures	50,000	1,132	-	51,132
	<u>50,000</u>	<u>1,132</u>	<u>-</u>	<u>51,132</u>

6. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
Trade receivables - related companies (see Note 21)	782,236	652,701	898,481	744,065
Trade receivables - other companies	52,000	50,996	49,436	45,767
Total trade receivables	834,236	703,697	947,917	789,832
Other receivables - related companies	1,004	2,333	1,268	2,544
Other receivables - other companies	554	38	554	38
Prepaid expenses	12,919	4,997	10,697	3,778
Advance payment	6,242	339	6,129	166
Accrued income	1,757	16,109	1,747	3,194
Accrued interest income	1,278	1,330	1,276	1,288
Total other receivables	23,754	25,146	21,671	11,008
	857,990	728,843	969,588	800,840

Details of aging trade receivables are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
Current	708,218	607,525	812,878	682,218
Overdue				
Within 3 months	105,402	72,170	114,735	83,765
Between 3 and 6 months	19,563	22,520	19,420	22,367
Between 6 and 12 months	1,053	1,482	884	1,482
More than 12 months	-	-	-	-
Trade receivables	834,236	703,697	947,917	789,832

7. OTHER SHORT-TERM LOANS

As at September 30, 2018 and December 31, 2017, other short-term loans in the consolidated and the separate financial statements amounting to Baht 21.53 million and Baht 41.55 million, respectively, are short-term loans to other companies in the form of promissory notes at call, with interest rate at 4.00% to 6.25% per annum. There is no collateral for such loans.

8. DEPOSIT AT BANK UNDER OBLIGATION

Deposit at bank under obligation as at September 30, 2018 and December 31, 2017 in the consolidated and separate financial statements are time deposit with maturity term of 6 months amounting to HKD 0.5 million which the Company used as collateral for credit facility from financial institution in favor of a related company (see Note 23).

9. AVAILABLE-FOR-SALE INVESTMENTS

Available-for-sale investments as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
Available-for-sale securities				
Equity securities				
- Ordinary shares	1,048,010	1,074,147	1,036,085	1,062,597
- Related companies	554,473	586,178	554,473	586,178
- Other companies	1,602,483	1,660,325	1,590,558	1,648,775
Debt securities	10,969	10,325	10,969	10,325
Total	1,613,452	1,670,650	1,601,527	1,659,100

9.1 Details of investments in related companies as at September 30, 2018 and December 31, 2017 are as follows: (see Note 21)

BAHT '000																		
Companies	Business Type	Relationship	CONSOLIDATED FINANCIAL STATEMENTS								SEPARATE FINANCIAL STATEMENTS							
			Paid-up capital		% of ownership		Cost value		Fair value		% of Ownership		Cost value		Fair value			
			As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at	
			September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,
			2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Available-for-sale securities																		
Textile Prestige Public Co., Ltd.	Manufacturing garment	The Company's major shareholder has over 10% shareholding	108,000	108,000	18.15	18.15	64,615	64,615	290,062	364,539	18.15	18.15	64,615	64,615	290,062	364,539		
I.C.C. International Public Co., Ltd.	Distributor	The Company's major shareholder has over 10% shareholding	290,634	290,634	3.92	3.92	144,640	144,640	453,034	438,787	3.82	3.82	134,815	134,815	441,109	427,237		
Saha Pathana Inter Holding Public Co., Ltd.	Holding company	The Company's major shareholder	567,971	494,034	0.69	0.68	80,351	53,318	284,640	248,749	0.69	0.68	80,351	53,318	284,640	248,749		
Thanulux Public Co., Ltd.	Manufacturing clothing	The Company's major Shareholder has over 10% shareholding	120,000	120,000	0.83	0.83	27,809	27,809	19,200	20,800	0.83	0.83	27,809	27,809	19,200	20,800		
Far East Fameline DDB Public Co., Ltd.	Agency & Advertising	The Company's major Shareholder has over 10% shareholding	75,000	75,000	0.08	0.08	400	400	1,074	1,272	0.08	0.08	400	400	1,074	1,272		
Total available- for-sale securities							317,815	290,782	1,048,010	1,074,147			307,990	280,957	1,036,085	1,062,597		

9.2 Unrealized gains on changes in fair value of available-for-sale securities

Unrealized gains on changes in fair value of short-term and long-term available-for-sale securities as at September 30, 2018 and December 31, 2017 consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
Beginning balance	958,413	799,818	956,763	798,617
Increase (decrease)	(56,681)	158,595	(56,860)	158,146
Ending balance	<u>901,732</u>	<u>958,413</u>	<u>899,903</u>	<u>956,763</u>

Additional details of long-term available-for-sale securities consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS			
	Cost value/ amortized cost As at September 30, 2018	Unrealized gross profit	Unrealized gross loss	Fair value As at September 30, 2018
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related parties	317,815	738,804	(8,609)	1,048,010
- Other companies	157,685	403,201	(6,413)	554,473
Total	<u>475,500</u>	<u>1,142,005</u>	<u>(15,022)</u>	<u>1,602,483</u>
Debt securities				
- Debentures	11,086	-	(117)	10,969
Total	<u>11,086</u>	<u>-</u>	<u>(117)</u>	<u>10,969</u>
	<u>486,586</u>	<u>1,142,005</u>	<u>(15,139)</u>	<u>1,613,452</u>

	CONSOLIDATED FINANCIAL STATEMENTS			
	Cost value/ amortized cost As at December 31, 2017	Unrealized gross profit	Unrealized gross loss	Fair value As at December 31, 2017
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related parties	290,782	790,374	(7,009)	1,074,147
- Other companies	171,973	427,555	(13,350)	586,178
Total	<u>462,755</u>	<u>1,217,929</u>	<u>(20,359)</u>	<u>1,660,325</u>
Debt securities				
- Government's bond	10,325	1	(1)	10,325
Total	<u>10,325</u>	<u>1</u>	<u>(1)</u>	<u>10,325</u>
	<u>473,080</u>	<u>1,217,930</u>	<u>(20,360)</u>	<u>1,670,650</u>

		SEPARATE FINANCIAL STATEMENTS			BAHT '000
		Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
		As at September 30, 2018			As at September 30, 2018
Available-for-sale securities					
Equity securities					
- Ordinary shares					
- Related parties		307,990	736,704	(8,609)	1,036,085
- Other companies		157,685	403,201	(6,413)	554,473
Total		465,675	1,139,905	(15,022)	1,590,558
Debt securities					
- Debentures		11,086	-	(117)	10,969
Total		11,086	-	(117)	10,969
		476,761	1,139,905	(15,139)	1,601,527

		SEPARATE FINANCIAL STATEMENTS			BAHT '000
		Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
		As at December 31, 2017			As at December 31, 2017
Available-for-sale securities					
Equity securities					
- Ordinary shares					
- Related parties		280,957	788,649	(7,009)	1,062,597
- Other companies		171,973	427,555	(13,350)	586,178
Total		452,930	1,216,204	(20,359)	1,648,775
Debt securities					
- Government's bond		10,325	1	(1)	10,325
Total		10,325	1	(1)	10,325
		463,255	1,216,205	(20,360)	1,659,100

10. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as at September 30, 2018 and December 31, 2017 are as follows:

		SEPARATE FINANCIAL STATEMENTS				BAHT '000
		Paid-up capital		Cost method		
Companies	Business Type	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017	
Subsidiaries						
Wacoal Siracha Co., Ltd.	Manufacturing clothing	20,000	20,000	22,052	22,052	
Wacoal Kabinburi Co., Ltd.	Manufacturing clothing	50,000	50,000	49,999	49,999	
Wacoal Lamphun Co., Ltd.	Manufacturing clothing	50,000	50,000	49,999	49,999	
Tora 1010 Co., Ltd.	Trading clothing	10,000	10,000	9,998	9,998	
Total investments in subsidiaries				132,048	132,048	

11. INVESTMENTS IN ASSOCIATES

Investments in associates as at September 30, 2018 and December 31, 2017 are as follows:

							BAHT '000
Companies	Business Type	Paid-up capital		CONSOLIDATED		SEPARATE	
				FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at	As at	As at
		September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Associates							
Pattaya Myanmar Co., Ltd.	Manufacturing clothing	25,424	25,424	5,793	5,399	5,085	5,085
Myanmar Wacoal Co., Ltd.	Manufacturing clothing	132,400	132,400	35,717	35,110	52,961	52,961
Pattaya Manufacturing Co., Ltd.	Manufacturing clothing	30,000	30,000	131,886	125,420	124,464	124,464
Total investments in associates				173,396	165,929	182,510	182,510

On September 12, 2013, the Company has invested in Pattaya Myanmar Co., Ltd. with 1,600 common shares at par value of USD 100 each, totalling Baht 5.08 million, or 20% of its registered shares.

On February 9, 2015, the Company has invested with a major shareholder to establish a company in the Republic of the Union of Myanmar, named as “Myanmar Wacoal Company Limited”. The total number of authorized shares is 40,000 shares, at par value of USD 100 each. The Company has invested in such company with 40% of its registered shares.

On November 21, 2017, the Company has invested in Pattaya Manufacturing Co., Ltd. with 1,200,000 common shares at par value of Baht 103.72 each, totalling Baht 124.46 million, or 40% of its registered shares.

As at September 30, 2018 and December 31, 2017, the Company recorded investments in associates by equity method in the consolidated financial statements, using the information from the financial statements of the associate for the three-month and the nine-month periods ended September 30, 2018 and the year ended December 31, 2017, respectively, which were not audited and reviewed. Share of gain (loss) from investment in such associated companies for the three-month periods ended September 30, 2018 and 2017 were Baht 3.43 million and Baht (0.63) million, respectively and for the nine-month periods ended September 30, 2018 and 2017 were Baht 7.42 million and Baht (5.70) million, respectively.

Summarized financial information in respect of the associated companies is set out below:

	UNIT : MILLION BAHT	
	As at September 30, 2018	As at December 31, 2017
Total assets	965.74	945.29
Total liabilities	(396.01)	(377.74)
Net assets	<u>569.73</u>	<u>567.55</u>

	UNIT : MILLION BAHT	
	For the three-month periods	
	September 30,	
	2018	2017
Total revenue	200.07	27.50
Net profit (loss) for the year	9.14	(1.85)
Share of profit (loss) of associated companies accounted for under the equity method	3.43	(0.63)

	UNIT : MILLION BAHT	
	For the nine-month periods	
	September 30,	
	2018	2017
Total revenue	592.13	67.48
Net profit (loss) for the year	19.53	(14.48)
Share of profit (loss) of associated companies accounted for under the equity method	7.42	(5.70)

12. OTHER LONG-TERM INVESTMENTS

Other long-term investments as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	September 30,	December 31,	September 30,	December 31,
	2018	2017	2018	2017
General investments				
Ordinary shares				
- Related companies	630,639	630,778	630,639	630,778
<u>Less</u> Allowance for impairment	(28,340)	(24,740)	(28,340)	(24,740)
	602,299	606,038	602,299	606,038
- Other companies	157,650	157,650	154,380	154,380
<u>Less</u> Allowance for impairment	(20,597)	(20,897)	(20,597)	(20,897)
	137,053	136,753	133,783	133,483
Total	739,352	742,791	736,082	739,521
Held-to-maturity securities				
Debentures	100,000	117,033	100,000	117,033
	100,000	117,033	100,000	117,033
Total	839,352	859,824	836,082	856,554

In June 2018, the Company has converted the convertible bond, which is a held-to-maturity security amounting to Baht 27.03 million, to be ordinary shares under market demand in the same amount. The Company reclassified from other long-term investments to available-for-sales investments as at September 30, 2018 (see Note 9.1). There is an unrealized gain on changes in fair value from converting bond to ordinary shares at amount of Baht 13.67 million, which has been included in other components of shareholders' equity.

12.1 Details of investments in related companies as at September 30, 2018 and December 31, 2017 are as follows: (see Note 21)

Name of companies	Business Type	Relationship	BAHT '000							
			Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
							Carrying value*		Carrying value*	
			As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
General investments										
SSDC (Tigertex) Co., Ltd.	Dying	The Company's major shareholder has over 10% shareholding	324,000	324,000	18.72	18.72	68,855	68,855	68,855	68,855
T.U.C. Elastic Co., Ltd.	Manufacturing elastic	The Company's major shareholder has over 10% shareholding	160,000	160,000	10.75	10.75	10,258	10,258	10,258	10,258
Wien International Co., Ltd.	Direct sales	The Company's major shareholder has over 10% shareholding	30,000	30,000	17.90	17.90	14,352	14,352	14,352	14,352
Raja Uchino Co., Ltd.	Lining	The Company's major shareholder has over 10% shareholding	121,500	121,500	4.47	4.47	4,660	4,660	4,660	4,660
Champ Ace Co., Ltd.	Garment	The Company's major shareholder has over 10% shareholding	40,000	40,000	10.00	10.00	4,000	4,000	4,000	4,000
Thai Monster Co., Ltd.*	Garment	The Company's major shareholder has over 10% shareholding	5,000	5,000	5.00	5.00	100	100	100	100

*Carrying value - Net of allowance for impairment

12.1 Details of investments in related companies as at September 30, 2018 and December 31, 2017 are as follows: (Continued) (see Note 21)

Name of companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS Carrying value*		SEPARATE FINANCIAL STATEMENTS Carrying value*	
			As at	As at	As at	As at	As at	As at	As at	As at
			September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Thai Asahi Kasei Spandex Co., Ltd.	Manufacturer of spandex fiber	The Company's major shareholder has over 10% shareholding	1,350,000	1,350,000	2.00	2.00	27,000	27,000	27,000	27,000
Morgan De Toi (Thailand) Co., Ltd.	Distributor Brand "MORGAN"	The Company's major shareholder has over 10% shareholding	40,000	40,000	12.00	12.00	4,800	4,800	4,800	4,800
International Commercial Coordination (HK)*	Distributor	The Company's major shareholder has over 10% shareholding	21,456	21,456	18.00	18.00	1,477	2,277	1,477	2,277
Indonesia Wacoal Co., Ltd.	Garment	The Company's major shareholder has over 10% shareholding	108,472	108,472	6.00	6.00	6,508	6,508	6,508	6,508
Carbon Magic (Thailand) Co., Ltd.*	Manufacturer of vehicle's parts	The Company's major shareholder has over 10% shareholding	590,000	590,000	8.33	8.33	39,167	41,867	39,167	41,867
Waseda Education (Thailand) Co., Ltd.	Institute of Japanese	The Company's major shareholder has over 10% shareholding	20,000	21,952	7.14	7.14	1,429	1,568	1,429	1,568
Thai Bunka Fashion Co., Ltd.*	Institute of fashion design	The Company's major shareholder has over 10% shareholding	25,000	25,000	8.00	8.00	530	630	530	630

*Carrying value - Net of allowance for impairment

12.1 Details of investments in related companies as at September 30, 2018 and December 31, 2017 are as follows: (Continued) (see Note 21)

Name of companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS Carrying value*		SEPARATE FINANCIAL STATEMENTS Carrying value*	
			As at	As at	As at	As at	As at	As at	As at	As at
			September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Sun 108 Co., Ltd.	Retail	The Company's major shareholder has over 10% shareholding	300,000	300,000	5.00	5.00	15,000	15,000	15,000	15,000
Janome (Thailand) Co., Ltd.	Sewing machine	The Company's major shareholder has over 10% shareholding	97,400	97,400	7.73	7.73	19,254	19,254	19,254	19,254
Erawan Textile Co., Ltd.	Textile spinning and weaving	The Company's major shareholder has over 10% shareholding	621,463	621,463	16.23	16.23	119,892	119,892	119,892	119,892
Bangkok Tokyo Socks Co., Ltd.	Manufacturer and export of men's socks	The Company's major shareholder has over 10% shareholding	161,780	143,220	15.14	17.11	24,600	24,600	24,600	24,600
Fujix International Co., Ltd.*	Thread seller	The Company's major shareholder has over 10% shareholding	100,000	100,000	5.00	5.00	2,010	2,010	2,010	2,010
A Tech Textile Co., Ltd.*	Manufacturer of underwear for woman	The Company's major shareholder has over 10% shareholding	1,000,000	1,000,000	19.00	19.00	180,000	180,000	180,000	180,000
G Tech Material Co., Ltd.	Manufacturer of underwear for woman	The Company's major shareholder has over 10% shareholding	300,000	300,000	19.00	19.00	57,000	57,000	57,000	57,000
SRP Nanasai Co., Ltd.	Design & Advertising	Co-director	16,000	16,000	7.69	7.69	1,019	1,019	1,019	1,019
Royal Garment Co., Ltd.	Manufacturing clothing	Co-director	1,000	1,000	9.00	9.00	388	388	388	388
Total general investments							602,299	606,038	602,299	606,038

*Carrying value - Net of allowance for impairment

As at September 30, 2018, general investment in T.U.C. Elastic Co., Ltd. is on the process of liquidation. The Company has received cash in advance from such investment amounting to Baht 17.20 million (see Note 21).

As at September 30, 2018, general investment in Saha nam Textile Co., Ltd. is on the process of liquidation. The Company has received cash in advance from such investment amounting to Baht 0.70 million.

12.2 Gain (loss) on sale of investments

Gain (loss) on sale of investments, a portion of other income, for the three-month periods ended September 30, consist of the following:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Gain (loss) on sale of investments				
- Trading securities	26	42	26	42
- Available-for-sale securities	569	(7,537)	560	(7,600)
Total gain (loss) on sale of investments	<u>595</u>	<u>(7,495)</u>	<u>586</u>	<u>(7,558)</u>

Gain (loss) on sale of investments, a portion of other income, for the nine-month periods ended September 30, consist of the following:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Gain (loss) on sale of investments				
- Trading securities	113	69	113	69
- Available-for-sale securities	2,411	(6,364)	1,865	(7,409)
Total gain (loss) on sale of investments	<u>2,524</u>	<u>(6,295)</u>	<u>1,978</u>	<u>(7,340)</u>

12.3 Maturities of held-to-maturity securities

Maturities of held-to-maturity securities as at September 30, 2018 and December 31, 2017 consist of the following:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Between 1 and 5 years	80,000	70,000	80,000	70,000
Over 5 years	20,000	47,033	20,000	47,033
Total	<u>100,000</u>	<u>117,033</u>	<u>100,000</u>	<u>117,033</u>

Additional details of held-to-maturity securities consist of the following:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				BAHT '000
Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value	
As at September 30, 2018			As at September 30, 2018	
Held-to-maturity securities				
Debentures	100,000	1,722	-	101,722
CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				BAHT '000
Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value	
As at December 31, 2017			As at December 31, 2017	
Held-to-maturity securities				
Debentures	117,033	17,766	-	134,799

13. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at September 30, 2018 and December 31, 2017 are as follows:

CONSOLIDATED				SEPARATE	BAHT '000
FINANCIAL STATEMENTS		FINANCIAL STATEMENTS			
As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017		
Trade payables - related companies (see Note 21)	200,900	184,733	361,611	307,520	
Trade payables - other companies	220,973	162,944	159,026	103,554	
Total trade payables	421,873	347,677	520,637	411,074	
Other payables - related companies	3,229	3,799	3,165	3,729	
Other payables - other companies	16,168	12,602	11,768	8,538	
Accrued bonus expense	134,711	126,965	99,275	90,541	
Accrued royalty fee (see Note 21)	43,058	53,678	43,058	53,678	
Accrued expense	39,964	18,096	34,054	13,071	
Unearned income	17,967	17,956	17,918	17,956	
Guarantees received in advance	2,124	2,749	1,774	2,390	
Total other payables	257,221	235,845	211,012	189,903	
	679,094	583,522	731,649	600,977	

14. LIABILITIES UNDER FINANCE LEASE AGREEMENTS

The Company and its subsidiaries have entered into finance lease agreements for equipment under financial lease. Liabilities under finance lease agreements as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	September 30,	December 31,	September 30,	December 31,
	2018	2017	2018	2017
Liabilities under finance lease agreements	378	745	378	662
<u>Less</u> Deferred interest under finance lease agreements	<u>(33)</u>	<u>(97)</u>	<u>(33)</u>	<u>(95)</u>
Liabilities under finance lease agreements	<u>345</u>	<u>648</u>	<u>345</u>	<u>567</u>
Installments due within 1 year	345	384	345	303
Installments due longer than 1 year but not over 5 years	-	264	-	264
Liabilities under finance lease agreements	<u>345</u>	<u>648</u>	<u>345</u>	<u>567</u>

15. DEFERRED TAX LIABILITIES

Deferred tax liabilities as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	September 30,	December 31,	September 30,	December 31,
	2018	2017	2018	2017
Deferred tax assets				
Consignment sales	1,400	1,400	1,400	1,400
Allowance for diminution in value of finished goods	241	225	241	225
Allowance for impairment of general investments	12,645	9,128	12,645	9,128
Provision for goods returned	5,000	6,000	5,000	6,000
Provisions for employee benefits	103,879	100,522	72,157	69,437
Loss on translating the financial statement of a foreign operation	-	8	-	-
	<u>123,165</u>	<u>117,283</u>	<u>91,443</u>	<u>86,190</u>
Deferred tax liabilities				
Gain on translating the financial statement of a foreign operation	(1)	-	-	-
Unrealized gain on the changes in value of trading securities	(9)	(167)	(9)	(167)
Unrealized gain on the changes in value of available-for-sale securities	(225,433)	(239,603)	(224,976)	(239,191)
Financial lease liabilities	<u>(27)</u>	<u>(41)</u>	<u>(22)</u>	<u>(33)</u>
	<u>(225,470)</u>	<u>(239,811)</u>	<u>(225,007)</u>	<u>(239,391)</u>
Deferred tax liabilities - net	<u>(102,305)</u>	<u>(122,528)</u>	<u>(133,564)</u>	<u>(153,201)</u>

The movements of deferred tax assets and deferred tax liabilities during the periods are as follows:

CONSOLIDATED FINANCIAL STATEMENTS				BAHT '000
	As at January 1, 2018	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income	As at September 30, 2018
Deferred tax assets				
Consignment sales	1,400	-	-	1,400
Allowance for diminution in value of finished goods	225	16	-	241
Allowance for impairment of general investments	9,128	3,517	-	12,645
Provision for goods returned	6,000	(1,000)	-	5,000
Provisions for employee benefits	100,522	3,357	-	103,879
Loss on translating the financial statement of a foreign operation	8	-	(8)	-
	<u>117,283</u>	<u>5,890</u>	<u>(8)</u>	<u>123,165</u>

Deferred tax liabilities

Gain on translating the financial statement of a foreign operation	-	-	(1)	(1)
Unrealized gain on the changes in value of trading securities	(167)	158	-	(9)
Unrealized gain on the changes in value of available-for-sale securities	(239,603)	-	14,170	(225,433)
Financial lease liabilities	(41)	14	-	(27)
	<u>(239,811)</u>	<u>172</u>	<u>14,169</u>	<u>(225,470)</u>
Deferred tax liabilities - net	<u>(122,528)</u>	<u>6,062</u>	<u>14,161</u>	<u>(102,305)</u>

CONSOLIDATED FINANCIAL STATEMENTS				BAHT '000
	As at January 1, 2017	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income	As at September 30, 2017
Deferred tax assets				
Consignment sales	1,800	(400)	-	1,400
Allowance for diminution in value of finished goods	240	3	-	243
Allowance for impairment of general investments	7,514	1,734	-	9,248
Provision for goods returned	6,000	-	-	6,000
Provisions for employee benefits	98,503	531	-	99,034
Loss carried forward	391	(391)	-	-
Loss on translating the financial statement of a foreign operation	-	-	7	7
	<u>114,448</u>	<u>1,477</u>	<u>7</u>	<u>115,932</u>

Deferred tax liabilities

Unrealized gain on the changes in value of trading securities	(508)	409	-	(99)
Unrealized gain on the changes in value of available-for-sale securities	(199,955)	-	(25,256)	(225,211)
Financial lease liabilities	(46)	4	-	(42)
	<u>(200,509)</u>	<u>413</u>	<u>(25,256)</u>	<u>(225,352)</u>
Deferred tax liabilities - net	<u>(86,061)</u>	<u>1,890</u>	<u>(25,249)</u>	<u>(109,420)</u>

BAHT '000			
SEPARATE FINANCIAL STATEMENTS			
	As at January 1, 2018	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income
	As at September 30, 2018		
Deferred tax assets			
Consignment sales	1,400	-	-
Allowance for diminution in value of finished goods	225	16	-
Allowance for impairment of general investments	9,128	3,517	-
Provision for goods returned	6,000	(1,000)	-
Provisions for employee benefits	69,437	2,720	-
	<u>86,190</u>	<u>5,253</u>	<u>-</u>
			<u>91,443</u>
Deferred tax liabilities			
Unrealized gain on the changes in value of trading securities	(167)	158	-
Unrealized gain on the changes in value of available-for-sale securities	(239,191)	-	14,215
Financial lease liabilities	(33)	11	-
	<u>(239,391)</u>	<u>169</u>	<u>14,215</u>
Deferred tax liabilities - net	<u>(153,201)</u>	<u>5,422</u>	<u>14,215</u>
			<u>(133,564)</u>

BAHT '000			
SEPARATE FINANCIAL STATEMENTS			
	As at January 1, 2017	Items as recognized in profit or loss (see Note 19)	Items as recognized in other comprehensive income
	As at September 30, 2017		
Deferred tax assets			
Consignment sales	1,800	(400)	-
Allowance for diminution in value of finished goods	240	3	-
Allowance for impairment of general investments	7,514	1,734	-
Provision for goods returned	6,000	-	-
Provisions for employee benefits	68,084	239	-
	<u>83,638</u>	<u>1,576</u>	<u>-</u>
			<u>85,214</u>
Deferred tax liabilities			
Unrealized gain on the changes in value of trading securities	(508)	409	-
Unrealized gain on the changes in value of available-for-sale securities	(199,654)	-	(25,312)
Financial lease liabilities	(36)	3	-
	<u>(200,198)</u>	<u>412</u>	<u>(25,312)</u>
Deferred tax liabilities - net	<u>(116,560)</u>	<u>1,988</u>	<u>(25,312)</u>
			<u>(139,884)</u>

16. PROVISIONS FOR EMPLOYEE BENEFITS

The Company and its subsidiaries operate retirement benefits plans under the Labor Protection Act and the Company and its subsidiaries' retirement benefit plan, which are considered as unfunded defined benefit plans.

	CONSOLIDATED		SEPARATE	
	As at	As at	As at	As at
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Current provisions for employee benefits	48,608	39,454	33,770	30,932
Provisions for employee benefits	524,751	497,762	345,532	316,252
Total	<u>573,359</u>	<u>537,216</u>	<u>379,302</u>	<u>347,184</u>

Amounts recognized in the statement of profit or loss in respect of these defined benefits plans

For the three-month periods ended September 30,

	CONSOLIDATED		SEPARATE	
	2018	2017	2018	2017
Current service cost	9,007	8,429	7,194	8,410
Interest cost	2,809	6,446	1,845	2,014
	<u>11,816</u>	<u>14,875</u>	<u>9,039</u>	<u>10,424</u>

For the nine-month periods ended September 30,

	CONSOLIDATED		SEPARATE	
	2018	2017	2018	2017
Current service cost	26,635	33,044	21,681	24,125
Interest cost	8,488	9,708	5,575	6,212
	<u>35,123</u>	<u>42,752</u>	<u>27,256</u>	<u>30,337</u>

Movements in the present value of the post-employment benefit obligations for the nine-month periods ended September 30, are as follows:

	CONSOLIDATED		SEPARATE	
	2018	2017	2018	2017
Beginning balance of post-employment benefit obligations as at January 1,	537,216	509,203	347,184	340,425
<u>Add</u> Current service cost	26,635	33,044	21,681	24,125
Interest cost	8,488	9,708	5,575	6,212
Adjustment from transfer-in of employees	18,515	13,694	18,515	-
<u>Less</u> Benefit paid	<u>(17,495)</u>	<u>(35,486)</u>	<u>(13,653)</u>	<u>(29,146)</u>
Ending balance of post-employment benefit obligations as at September 30,	<u>573,359</u>	<u>530,163</u>	<u>379,302</u>	<u>341,616</u>

The principle actuarial assumptions used to calculate the post-employment benefit obligations for the three-month and nine-month periods ended September 30, 2018 and 2017 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2018	2017	2018	2017
Discount rate (p.a.)	1.87% - 2.37%	2.49% - 3.06%	2.13%	2.62%
Expected rate of salary increase (p.a.)	2.50% - 5.00%	1.50% - 5.40%	2.50% - 5.00%	1.85% - 5.00%
Voluntary resignation rate (Depended on employee's age) (p.a.)				
- Monthly employees	1% - 26%	1% - 37%	1% - 12%	1% - 21%
- Daily employees	1% - 46%	4% - 67%	3% - 35%	6% - 42%

17. REVENUES FROM SALES OF GOODS AND RENDERING OF SERVICES

Revenues from sales of goods and rendering of services of the Company and subsidiaries for the three-month periods ended September 30, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2018	2017	2018	2017
Revenues from sales of goods	1,223,282	1,111,672	1,318,646	1,184,920
Revenues from rendering of services	7,846	11,699	2,482	3,316
Total revenues from sales of goods and rendering of services	<u>1,231,128</u>	<u>1,123,371</u>	<u>1,321,128</u>	<u>1,188,236</u>

Revenues from sales of goods and rendering of services of the Company and subsidiaries for the nine-month periods ended September 30, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2018	2017	2018	2017
Revenues from sales of goods	3,378,462	3,292,032	3,619,303	3,547,669
Revenues from rendering of services	31,139	36,621	10,106	8,950
Total revenues from sales of goods and rendering of services	<u>3,409,601</u>	<u>3,328,653</u>	<u>3,629,409</u>	<u>3,556,619</u>

18. COST OF SALES OF GOODS AND RENDERING OF SERVICES

Cost of sales of goods and rendering of services of the Company and subsidiaries for the three-month periods ended September 30, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Cost of sales of goods	863,085	855,953	1,012,745	972,116
Cost of rendering of services	6,686	9,250	2,447	3,275
Total cost of sales of goods and rendering of services	869,771	865,203	1,015,192	975,391

Cost of sales of goods and rendering of services of the Company and subsidiaries for the nine-month periods ended September 30, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Cost of sales of goods	2,507,507	2,513,956	2,887,798	2,904,923
Cost of rendering of services	23,221	30,421	9,607	8,864
Total cost of sales of goods and rendering of services	2,530,728	2,544,377	2,897,405	2,913,787

19. CORPORATE INCOME TAX

Corporate income tax of the Company and subsidiaries for the three-month periods ended September 30, is as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
<u>Current income tax</u>				
Current income tax expenses	(19,886)	(11,294)	(18,409)	(10,550)
<u>Deferred tax</u>				
Deferred tax income relating to temporary differences recognized during the period	4,538	354	4,270	109
Total	(15,348)	(10,940)	(14,139)	(10,441)

Corporate income tax of the Company and subsidiaries for the nine-month periods ended September 30, is as follows:

	BAHT '000			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
<u>Current income tax</u>				
Current income tax expenses	(40,152)	(36,611)	(38,134)	(34,486)
<u>Deferred tax</u>				
Deferred tax income relating to temporary differences recognized during the period	6,062	1,890	5,422	1,988
Total	<u>(34,090)</u>	<u>(34,721)</u>	<u>(32,712)</u>	<u>(32,498)</u>

Reconciliation of income tax expenses and the results of the accounting profit multiplied by the income tax rate for the three-month periods ended September 30, are as follows:

	BAHT '000			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Income before income tax	110,849	83,395	78,508	63,516
Tax rate	20%	20%	20%	20%
The result of the accounting profit multiplied by the income tax rate - expenses	(22,170)	(16,679)	(15,701)	(12,703)
Effect of the non-taxable income and non-deductible expense	6,822	5,739	1,562	2,262
Income tax - expense	<u>(15,348)</u>	<u>(10,940)</u>	<u>(14,139)</u>	<u>(10,441)</u>

Reconciliation of income tax expenses and the results of the accounting profit multiplied by the income tax rate for the nine-month periods ended September 30, are as follows:

	BAHT '000			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2018	2017	2018	2017
Income before income tax	309,570	303,698	302,586	366,154
Tax rate	20%	20%	20%	20%
The result of the accounting profit multiplied by the income tax rate - expenses	(61,914)	(60,740)	(60,517)	(73,231)
Effect of the non-taxable income and non-deductible expense	27,824	26,019	27,805	40,733
Income tax - expense	<u>(34,090)</u>	<u>(34,721)</u>	<u>(32,712)</u>	<u>(32,498)</u>

20. DIVIDENDS AND GENERAL RESERVE

The Company and its subsidiaries' shareholders meetings approved dividend payment and set aside the reserve as follows:

Companies	2018				2017			
	Date of shareholders' Meeting	Baht per share	Total amount (Million Baht)	General reserve (Million Baht)	Date of shareholders' meeting	Baht per share	Total amount (Million Baht)	General reserve (Million Baht)
Thai Wacoal Public Company Limited	April 23	1.50	180.00	18.53	April 24	1.30	156.00	17.36
Wacoal Siracha Co., Ltd.	April 3	137.00	27.40	-	April 5	254.00	50.80	(5.00)
Wacoal Kabinburi Co., Ltd.	April 3	56.00	28.00	-	April 5	80.00	40.00	(5.90)
Wacoal Lamphun Co., Ltd.	April 3	22.50	11.25	-	April 5	54.00	27.00	(5.31)
Pattaya Kabinburi Co., Ltd.	April 3	108.00	21.60	-	April 5	159.00	31.80	-
Tora 1010 Co., Ltd.	April 3	24.00	2.40	-	April 5	-	-	-

Dividends in the year 2017 were the appropriation of net profit for the year 2016 and paid in May 2017.

Wacoal Siracha Co., Ltd., Wacoal Kabinburi Co., Ltd., Wacoal Lamphun Co., Ltd. and Pattaya Kabinburi Co., Ltd. paid dividends in April 2017. In addition, Wacoal Lamphun Co., Ltd. paid dividends in April and May 2017 amounting to Baht 10 million and Baht 17 million, respectively.

Wacoal Siracha Co., Ltd., Wacoal Kabinburi Co., Ltd. and Wacoal Lamphun Co., Ltd. reversed general reserve in the year 2017 for dividend payment.

Dividends in the year 2018 were the appropriation of net profit for the year 2017 and paid in May 2018.

Wacoal Siracha Co., Ltd., Wacoal Kabinburi Co., Ltd., Wacoal Lamphun Co., Ltd. Pattaya Kabinburi Co., Ltd., and Tora 1010 Co., Ltd. paid dividends in April 2018.

The Company and its subsidiaries have appropriated a portion of retained earnings for the general reserve for their business activities in the future. The exact objectives of such reserves have not been specifically identified.

21. TRANSACTIONS WITH RELATED PARTIES

In the normal course of business, the Company purchases inventories from subsidiaries and related companies, purchases and sells its main raw materials with related companies and the related company has been a distributor of the Company. The financial statements reflect the effects of these transactions on the basis determined by the Company and the related parties.

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

	Relationship	UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2018	2017	2018	2017
Trade receivables					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	566	431	566	431
Wacoal America Inc.	Subsidiary of major shareholder company	35	41	35	41
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	44	64	44	64
Philippine Wacoal Corporation	The Company's major shareholder has over 10% shareholding	9	1	9	1
Wacoal EMEA Ltd.	The Company's major shareholder has over 10% shareholding	3	4	3	4
Wien International Co., Ltd.	The Company's major shareholder has over 10% shareholding	75	69	75	69
International Commercial Coordination (HK)	The Company's major shareholder has over 10% shareholding	7	6	7	6
Myanmar Wacoal Co., Ltd.	Associated company	25	14	25	14
Pattaya Manufacturing Co., Ltd.	Associated company	9	15	9	13
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	53	31
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	17	19
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	28	26
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	21	18
Others		9	8	6	7
Total trade receivables (see Note 6)		782	653	898	744

		UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
Relationship		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		September 30,	December 31,	September 30,	December 31,
		2018	2017	2018	2017
Long-term investments in related companies					
- Available-for-sale securities (see Note 9.1)		1,048	1,074	1,036	1,063
- General investments (see Note 12.1)		602	606	602	606
Non-current asset					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	17	-	17	-
Trade payables					
Textile Prestige Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	4	6	2	6
A Tech Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	40	41	28	26
G Tech Material Co., Ltd.	The Company's major shareholder has over 10% shareholding	79	65	36	26
Thai Takeda Lace Co., Ltd.	The Company's major shareholder has over 10% shareholding	5	5	4	3
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	18	32	18	32
Wacoal International Hongkong Co., Ltd.	The Company's major shareholder has over 10% shareholding	19	9	19	9
Myanmar Wacoal Co., Ltd.	Associated company	19	8	19	8
Pattaya Manufacturing Co., Ltd.	Associated company	11	14	11	14
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	89	63
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	39	39
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	42	37
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	43	42
Tora 1010 Co., Ltd.	Subsidiary	-	-	6	-
Others		6	5	6	3
Total trade payables (see Note 13)		201	185	362	308
Accrued royalty fee (see Note 13)					
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	43	54	43	54
Unearned income (see Note 12.1)					
T.U.C. Elastic Co., Ltd.	The Company's major shareholder has over 10% shareholding	17	17	17	17

Significant transactions with the related parties for the three-month and the nine-month periods ended September 30, are as follows:

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2018	2017	2018	2017
For the three-month periods ended September 30,					
Sale of raw materials and finished products					
I.C.C. International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	761	653	761	653
Wacoal America Inc.	Subsidiary of major shareholder company	92	73	92	73
Philippine Wacoal Corporation	The Company’s major shareholder has over 10% shareholding	14	8	14	8
Wacoal China Co., Ltd.	The Company’s major shareholder has over 10% shareholding	9	7	9	7
Wacoal Corporation	The Company’s major shareholder and ultimate shareholder	180	190	180	190
Wacoal EMEA Ltd.	The Company’s major shareholder has over 10% shareholding	6	-	6	-
G Tech Material Co., Ltd.	The Company’s major shareholder has over 10% shareholding	5	3	3	2
Wien International Co., Ltd.	The Company’s major shareholder has over 10% shareholding	32	56	32	56
Kabin Pattanakij Co., Ltd.	The Company’s major shareholder has over 10% shareholding	5	7	5	7
Myanmar Wacoal Co., Ltd.	Associated company	19	9	19	9
Pattaya Manufacturing Co., Ltd.	Associated company	8	14	8	14
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	46	27
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	14	18
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	25	17
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	16	20
Others		3	3	4	3
Total sale of raw materials and finished products		1,134	1,023	1,234	1,104

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2018	2017	2018	2017
Purchase of raw materials and finished products					
Textile Prestige Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	2	4	1	2
A Tech Textile Co., Ltd.	The Company’s major shareholder has over 10% shareholding	43	37	28	23
G Tech Material Co., Ltd.	The Company’s major shareholder has over 10% shareholding	104	85	48	32
Wacoal Corporation	The Company’s major shareholder and ultimate shareholder	27	20	27	20
Wacoal International Hongkong Co., Ltd.	The Company’s major shareholder has over 10% shareholding	32	47	32	47
S&J International Enterprises Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	2	3	2	3
Thai Takeda Lace Co., Ltd.	The Company’s major shareholder has over 10% shareholding	8	10	6	7
Pattaya Lamphun Co., Ltd.	The Company’s major shareholder has over 10% shareholding	-	2	-	2
Myanmar Wacoal Co., Ltd.	Associated company	34	17	34	17
Pattaya Manufacturing Co., Ltd.	Associated company	21	21	21	21
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	150	127
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	80	88
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	94	80
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	92	86
Tora 1010 Co., Ltd.	Subsidiary	-	-	51	10
Others		7	7	8	5
Total purchase of raw materials and finished products		280	253	674	570
Hire of work income and rental income					
I.C.C. International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	3	3	3	3
Thaigunze Co., Ltd.	The Company’s major shareholder has over 10% shareholding	3	2	-	-
Pattaya Manufacturing Co., Ltd.	Associated company	1	3	1	1
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	1	1
Others		1	1	1	1
Total hire of work income and rental income		8	9	6	6

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2018	2017	2018	2017
Waged hire of work and rental expense					
Royal Garment Co., Ltd.	Co-director	5	5	5	5
Myanmar Wacoal Co., Ltd.	Associated company	1	-	1	-
Pattaya Manufacturing Co., Ltd.	Associated company	10	8	10	8
Others		1	1	2	2
Total wage hire of work and rental expense		17	14	18	15
Royalty fee					
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	16	14	16	14
Management benefit expenses					
Short-term benefit		14	11	11	8
Retirement benefit		1	1	1	1
Total management benefit expenses		15	12	12	9
For the nine-month periods ended September 30,					
Sale of raw materials and finished products					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	2,068	1,962	2,068	1,962
Wacoal America Inc.	Subsidiary of major shareholder company	236	265	236	265
Philippine Wacoal Corporation	The Company's major shareholder has over 10% shareholding	35	27	35	27
Wacoal China Co., Ltd.	The Company's major shareholder has over 10% shareholding	54	33	54	33
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	490	560	490	560
Wacoal EMEA Ltd.	The Company's major shareholder has over 10% shareholding	24	-	24	-
G Tech Material Co., Ltd.	The Company's major shareholder has over 10% shareholding	13	8	8	6

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2018	2017	2018	2017
Sale of raw materials and finished products					
(Continued)					
Wien International Co., Ltd.	The Company's major shareholder has over 10% shareholding	92	95	92	95
Kabin Pattanakij Co., Ltd.	The Company's major shareholder has over 10% shareholding	15	18	15	18
Pattaya Lamphun Co., Ltd.	The Company's major shareholder has over 10% shareholding	-	6	-	6
Myanmar Wacoal Co., Ltd.	Associated company	45	18	45	18
Pattaya Manufacturing Co., Ltd.	Associated company	31	30	31	30
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	101	93
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	52	53
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	61	69
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	45	61
Others		16	13	16	12
Total sale of raw materials and finished products		3,119	3,035	3,373	3,308
Purchase of raw materials and finished products					
Textile Prestige Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	10	14	5	8
A Tech Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	143	148	85	94
G Tech Material Co., Ltd.	The Company's major shareholder has over 10% shareholding	275	195	114	89
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	78	86	78	86
Wacoal International Hongkong Co., Ltd.	The Company's major shareholder has over 10% shareholding	116	155	116	155
S&J International Enterprises Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	9	9	9	9
Thai Takeda Lace Co., Ltd.	The Company's major shareholder has over 10% shareholding	26	30	20	21

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2018	2017	2018	2017
Purchase of raw materials and finished products					
(Continued)					
Pattaya Lamphun Co., Ltd.	The Company's major shareholder has over 10% shareholding	-	20	-	20
Myanmar Wacoal Co., Ltd.	Associated company	83	37	83	37
Pattaya Manufacturing Co., Ltd.	Associated company	65	49	65	49
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	392	366
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	240	230
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	248	205
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	264	246
Tora 1010 Co., Ltd.	Subsidiary	-	-	60	40
Others		18	19	16	15
Total purchase of raw materials and finished products		823	762	1,795	1,670
Hire of work income and rental income					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	9	9	9	9
Pattaya Lamphun Co., Ltd.	The Company's major shareholder has over 10% shareholding	-	7	-	-
Thaigunze Co., Ltd.	The Company's major shareholder has over 10% shareholding	7	7	-	-
Pattaya Manufacturing Co., Ltd.	Associated company	6	5	2	2
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	5	5
Others		4	3	3	3
Total hire of work income and rental income		26	31	19	19
Waged hire of work and rental expense					
Royal Garment Co., Ltd.	Co-director	16	9	16	9
Myanmar Wacoal Co., Ltd.	Associated company	2	2	2	2
Pattaya Manufacturing Co., Ltd.	Associated company	30	25	30	25
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	-	2
Others		2	3	4	2
Total wage hire of work and rental expense		50	39	52	40
Royalty fee					
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	43	42	43	42

Relationship	UNIT : MILLION BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2018	2017	2018	2017
Management benefit expenses				
Short-term benefit	54	50	40	36
Retirement benefit	2	1	2	1
Total management benefit expenses	56	51	42	37

The Company and subsidiaries sell finished products to related companies at the price and conditions as charging to other customers.

The Company sells raw materials to subsidiaries and related companies at cost plus margin as determined at 1% - 2%.

The Company purchases raw materials and finished products from related companies at the price and conditions as being charged by other suppliers.

The Company pays royalties based on percentage of sales (see Note 22).

The Company pays other services in accordance with conditions in the agreement.

22. TECHNOLOGY LICENSE AGREEMENT

On January 1, 1999, the Company entered into a technology license agreement with Wacoal Corporation, the company's major shareholder and ultimate shareholder (see Note 21), for the latter to grant the use of trademark and provide technical know-how for manufacturing the products set forth on the agreement. The Company has to pay royalty fee of 2% of net sales for such products. On October 15, 2003, the company renewed such agreement which was effective for a period of 5 years as from January 1, 2004 until December 31, 2008, and is renewable for 5 years. On January 1, 2009 the Company renewed such agreement until December 31, 2013. On December 31, 2013, the Company renewed such agreement until December 31, 2023.

23. CONTINGENT LIABILITIES AND COMMITMENTS

Contingent liabilities and commitments as at September 30, 2018 and December 31, 2017 are as follows:

	CONSOLIDATED		UNIT : MILLION BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at September 30, 2018	As at December 31, 2017	As at September 30, 2018	As at December 31, 2017
Contingent liabilities in respect of guarantees issued on behalf of - Related Parties (see Note 8)	84.63	67.43	84.63	67.43
Bank's letters of guarantee issued on behalf of the Company	19.43	26.27	18.16	24.59
Commitment in respect of building improvement	1.71	0.13	1.42	0.10

24. OPERATING SEGMENT INFORMATION

The principal business of the Company and subsidiaries is to manufacture and sell clothes which mainly are ladies' lingerie, childrenswear and ladies' outerwear for both domestic sales and export sales. The Company considers operating segment information based on domestic sale and export sale. The Company and subsidiaries have no inter-segment revenue. Information of the Company and subsidiaries' segment revenues from external customers and segment profit and loss and reconciliation of total segment profit to profit or loss before tax expense for the three-month and the nine-month periods ended September 30, are as follows:

For the three-month periods ended September 30,

	UNIT : MILLION BAHT CONSOLIDATED FINANCIAL STATEMENTS					
	Domestic		Export		Total	
	2018	2017	2018	2017	2018	2017
Segment revenues from sales of goods and rendering of services	896.10	816.90	335.03	306.47	1,231.13	1,123.37
Segment profit (loss)	107.70	68.66	(10.64)	(12.50)	97.06	56.16
Unallocated expense					(16.01)	(10.00)
Dividend income					5.60	5.93
Other income					20.77	31.94
Share of profit (loss) from investments in associates					3.43	(0.63)
Profit before income tax					110.85	83.40

For the nine-month periods ended September 30,

	UNIT : MILLION BAHT					
	CONSOLIDATED FINANCIAL STATEMENTS					
	Domestic		Export		Total	
	2018	2017	2018	2017	2018	2017
Segment revenues from sales of goods and rendering of services	2,484.69	2,389.22	924.91	939.43	3,409.60	3,328.65
Segment profit (loss)	231.81	223.33	(50.74)	(44.24)	181.07	179.09
Unallocated expense					(17.59)	(14.97)
Dividend income					64.11	71.48
Other income					74.56	73.80
Share of profit (loss) from investments in associates					7.42	(5.70)
Profit before income tax					309.57	303.70

25. PROMOTIONAL PRIVILEGES

Subsidiaries have been granted promotional privileges from the Board of Investment as the following summary:

Items	Company name			
	Wacoal Siracha Co., Ltd.	Wacoal Lamphun Co., Ltd.	Wacoal Kabinburi Co., Ltd.	Pattaya Kabinburi Co., Ltd.
Project 2				
- Certificate Number	2876(2)/2555	-	-	-
- Issued Date	Dec. 14, 2012	-	-	-
- Exemption from income tax	Jul. 1, 2014 - Jun. 30, 2021	-	-	-
- Income tax reduction of 50% of normal rate for 5 years	-	-	-	-
- Exemption from import duties for machineries	Dec. 14, 2012 - Jun. 14, 2015	-	-	-
Project 3				
- Certificate Number	-	2904(2)/2555	2877(2)/2555	2878(2)/2555
- Issued Date	-	Dec. 20, 2012	Dec. 14, 2012	Dec. 14, 2012
- Exemption from income tax	-	Jul. 1, 2013 - Jun. 30, 2021	Jul. 1, 2013 - Jun. 30, 2021	Jul. 1, 2013 - Jun. 30, 2021
- Income tax reduction of 50% of normal rate for 5 years	-	Jul. 1, 2021 - Jun. 30, 2026	Jul. 1, 2021 - Jun. 30, 2026	Jul. 1, 2021 - Jun. 30, 2026
- Exemption from import duties for machineries	-	Dec. 20, 2012 - Jun. 20, 2015	Dec. 14, 2012 - Jun. 14, 2015	Dec. 14, 2012 - Jun. 14, 2015

The above four companies thus have to comply with the terms and conditions as stipulated in the promotional certificates.

26. RISK MANAGEMENT POLICIES FOR ASSETS AND LIABILITIES IN FOREIGN CURRENCIES

The Company and subsidiaries have adopted a policy to cover foreign exchange exposure of assets and liabilities in foreign currencies whereby the Company and subsidiaries will deposit money received from sales in foreign currencies into banks for payment of expenses and creditors in foreign currencies.

Significant assets and liabilities of the Company and subsidiaries in foreign currencies are as follows:

BAHT '000													
Description	Term of Receipt/ Payment (Days)	CONSOLIDATED FINANCIAL STATEMENTS						SEPARATE FINANCIAL STATEMENTS					
		AMOUNT						AMOUNT					
		USD	JPY	HKD	EURO	YUAN	THB	USD	JPY	HKD	EURO	YUAN	THB
As at September 30, 2018													
Cash and cash equivalents	-	6	1,963	-	3	-	862	6	1,963	-	3	-	862
Temporary investments	-	-	-	502	-	-	2,062	-	-	502	-	-	2,062
Trade receivables	30 - 180	2,309	201,593	1,607	-	-	137,801	2,309	201,593	1,607	-	-	137,801
		2,315	203,556	2,109	3	-	140,725	2,315	203,556	2,109	3	-	140,725
Trade payables	30	1,128	54,565	-	25	-	53,565	811	54,565	-	25	-	43,132
As at December 31, 2017													
Cash and cash equivalents	-	6	2,376	3	2	9	1,009	6	2,376	3	2	9	1,009
Temporary investments	-	-	-	500	-	-	2,605	-	-	500	-	-	2,605
Trade receivables	30 - 180	1,891	222,923	1,541	-	-	131,290	1,891	222,923	1,541	-	-	131,290
		1,897	225,299	2,044	2	9	134,904	1,897	225,299	2,044	2	9	134,904
Trade payables	30	1,161	108,659	-	-	-	70,201	920	108,659	-	-	-	62,112

27. FAIR VALUE MEASUREMENTS

Certain financial assets and financial liabilities of the Company and subsidiaries are measured at fair value in at the end of reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined.

Financial assets and financial liabilities	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS		Fair value hierarchy	Valuation technique(s) and key input(s)
	Fair value (Baht'000) as at		Fair value (Baht'000) as at			
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017		
1. Foreign currency forward contracts	Asset = 396 Liabilities = 333	Asset = 22 Liabilities = 213	Asset = 396 Liabilities = 333	Asset = 22 Liabilities = 213	Level 2	Discount cash flow. Future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
2. Short-term investments in trading securities - equity securities	4,031	4,106	4,031	4,106	Level 1	Bid prices at the Stock Exchange of Thailand on the last business day of the period.
3. Short-term investments in trading securities - debt securities	11,530	11,423	11,530	11,423	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period.
4. Short-term investments in available-for-sale securities - debt securities	220,305	355,374	125,913	221,810	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period.
5. Long-term investments in available-for-sale securities - equity securities	1,602,483	1,660,325	1,590,558	1,648,775	Level 1	Bid prices at the Stock Exchange of Thailand on the last business day of the period.
6. Long-term investments in available-for-sale securities - debt securities	10,969	10,325	10,969	10,325	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period.

28. EVENT AFTER THE REPORTING PERIOD

- 1) On October 1, 2018, Pattaya Kabinburi Co., Ltd., which is an indirect subsidiary of the Company, purchased certain assets and received transfer of relevant employees from a Company amounting to Baht 16.94 million. Subsequently, on November 1, 2018, Tora 1010 Co., Ltd., which is a subsidiary of the Company, purchased such assets and received transfer of those employees from Pattaya Kabinburi Co., Ltd. amounting to Baht 16.86 million.
- 2) On October 12, 2018, the Extraordinary Shareholders' Meeting No. 1/2018 of Tora 1010 Co., Ltd. has passed a resolution to increase its registered share capital from Baht 10 million to Baht 50 million by issuing 400,000 common shares at par value of Baht 100 each. Subsequently, on November 12, 2018, the Board of Directors' Meeting No. 5/2018 of the Company has passed a resolution to purchase total common shares as aforementioned.

29. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

This interim financial information has been approved for issue by the Board of Directors of the Company on November 12, 2018.