

*THAI WACOAL PUBLIC COMPANY LIMITED
AND SUBSIDIARIES*

Consolidated and Separate Financial Statements

Year ended December 31, 2019

REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

TO THE SHAREHOLDERS AND BOARD OF DIRECTORS THAI WACOAL PUBLIC COMPANY LIMITED

Opinion

We have audited the consolidated financial statements of Thai Wacoal Public Company Limited and its subsidiaries (the “Group”) and the separate financial statements of Thai Wacoal Public Company Limited (the “Company”) which comprise the consolidated and separate statements of financial position as at December 31, 2019, and the related consolidated and separate statements of profit or loss and comprehensive income, changes in shareholders’ equity, and cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of Thai Wacoal Public Company Limited and its subsidiaries and of Thai Wacoal Public Company Limited as at December 31, 2019, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards (“TFRSs”).

Basis for Opinion

We conducted our audit in accordance with Thai Standards on Auditing (“TSAs”). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group in accordance with the Federation of Accounting Professions’ Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to the audit of the consolidated and separate financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters	Key Audit Responses
<p>Provision for goods returned</p> <p>As described in Note 3.18 to the financial statements regarding accounting policy for use of management's judgement.</p> <p>The Company has provision for goods returned which comprise the exercise of significant judgement by management. For assessment of the provision for goods returned, the Company considers it by analyzing historical information of goods returned and future expectations of the goods returned from customers who are allowed to return the goods within the period agreed between both parties. Therefore, there is a risk that the provision for goods returned may not be completely and accurately recorded.</p>	<p>Our key audit procedures included:</p> <ul style="list-style-type: none"> • Understanding consideration process and internal control procedures related to the provision for goods returned • Reviewing the design and implementation of the internal control procedures • Assessing the appropriateness of the methodology applied by the Company's management in evaluating the provision for goods returned and the judgements applied in determining the provision • Assessing the completeness of the Company's provision or reversals • Challenging the key assumptions utilized in the estimation of provision for goods returned with reference to historical information of goods returned • Assessing the methodology applied in determining the provision for goods returned and checking the integrity of the methodology utilized by the Company • Reviewing the adequacy of provision for goods returned and the appropriateness of significant assumptions used in calculation of provision for goods returned to determine if they are in compliance with the accounting standards and have been consistently applied and; • Performing analytical procedures of the historical information of goods returned to expect provision for goods returned.
<p>Impairment of investments</p> <p>As described in Note 3.5, Note 3.13 and Note 3.18 to the financial statements regarding accounting policies for impairment and use of management's judgement, respectively.</p> <p>The Group and the Company held other long-term investments which contains a risk that the carrying value of investment may be higher than the recoverable amount.</p> <p>The consideration of impairment in other long-term investments is depended on the Group's and the Company's management judgements and significant assumptions.</p>	<p>Our key audit procedures included:</p> <ul style="list-style-type: none"> • Understanding consideration process and internal control procedures related to the impairment of investments • Reviewing the design and implementation of the internal control procedures • Examining the supporting documents in relation to the management consideration of impairment indicators for investments and; • Assessing the appropriateness of the methodology applied by the Group's and the Company's management in calculating the impairment of investments, and the judgements applied in determining recoverable.

Other Information

Management is responsible for the other information. The other information comprises information in the annual report, which is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and the management of the Company.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

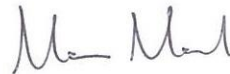
As part of an audit in accordance with TSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Manoon Manusook

Certified Public Accountant (Thailand)

Registration No. 4292

BANGKOK

February 18, 2020

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019

UNIT : BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.1	235,423,008	167,711,136	221,644,431	126,922,652
Temporary investments	5	504,743,444	400,775,505	317,293,719	255,259,024
Trade and other current receivables	6	965,061,524	851,174,246	1,083,659,444	972,590,036
Other short-term loans	7	21,530,000	21,530,000	21,530,000	21,530,000
Inventories	8	1,410,759,704	1,302,010,562	1,257,335,151	1,087,998,476
Other current assets		27,346,458	22,372,256	20,428,452	14,284,818
Non-current assets					
classify as assets held for sales	14	430,910,730	-	430,910,730	-
Total Current Assets		<u>3,595,774,868</u>	<u>2,765,573,705</u>	<u>3,352,801,927</u>	<u>2,478,585,006</u>
NON-CURRENT ASSETS					
Deposit at bank under obligation	9	-	2,060,877	-	2,060,877
Available-for-sale investments	10	1,386,734,291	1,503,860,741	1,374,884,291	1,491,410,741
Investments in subsidiaries	11	-	-	152,048,252	152,048,252
Investments in associates	12	180,378,517	176,688,966	182,509,728	182,509,728
Other long-term investments	13	880,848,368	796,551,628	877,578,368	793,281,628
Investment property	14	80,065,915	709,980,288	81,470,176	714,513,324
Property, plant and equipment	15	1,211,296,871	1,227,763,506	1,094,433,712	1,089,001,508
Intangible assets	16	38,826,274	39,319,223	38,766,980	39,187,329
Leasehold rights	17	10,148,803	14,030,664	10,148,803	14,030,664
Other non-current assets		83,980,923	34,547,347	68,815,324	19,440,093
Total Non-current Assets		<u>3,872,279,962</u>	<u>4,504,803,240</u>	<u>3,880,655,634</u>	<u>4,497,484,144</u>
TOTAL ASSETS		<u><u>7,468,054,830</u></u>	<u><u>7,270,376,945</u></u>	<u><u>7,233,457,561</u></u>	<u><u>6,976,069,150</u></u>

Notes to the financial statements form an integral part of these statements

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT DECEMBER 31, 2019

UNIT : BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Trade and other current payables	18	681,545,655	683,488,191	731,789,436	707,390,058
Current portion for financial lease liabilities	19	-	264,367	-	264,367
Current provisions for employee benefit	21	69,048,733	59,008,680	49,822,073	40,614,393
Accrued income tax		32,260,527	39,130,747	31,161,570	37,641,573
Other current liabilities					
Provision for goods returned		208,400,000	77,200,000	208,400,000	77,200,000
Withholding tax payable		8,143,012	7,075,361	6,966,639	5,890,318
Others		8,079,657	11,071,571	4,562,314	7,860,157
		<u>224,622,669</u>	<u>95,346,932</u>	<u>219,928,953</u>	<u>90,950,475</u>
Total Current Liabilities		<u>1,007,477,584</u>	<u>877,238,917</u>	<u>1,032,702,032</u>	<u>876,860,866</u>
NON-CURRENT LIABILITIES					
Deferred tax liabilities	20	14,705,019	72,914,239	50,865,238	104,294,636
Non-current provisions for employee benefit	21	687,461,143	509,129,588	482,880,319	328,527,571
Total Non-current Liabilities		<u>702,166,162</u>	<u>582,043,827</u>	<u>533,745,557</u>	<u>432,822,207</u>
TOTAL LIABILITIES		<u>1,709,643,746</u>	<u>1,459,282,744</u>	<u>1,566,447,589</u>	<u>1,309,683,073</u>

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT DECEMBER 31, 2019

UNIT : BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
LIABILITIES AND SHAREHOLDERS' EQUITY					
(CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
120,000,000 ordinary shares of					
Baht 1.00 each		120,000,000	120,000,000	120,000,000	120,000,000
Issued and paid-up share capital					
120,000,000 ordinary shares of					
Baht 1.00 each, fully paid		120,000,000	120,000,000	120,000,000	120,000,000
PREMIUM ON ORDINARY SHARES		297,190,000	297,190,000	297,190,000	297,190,000
RETAINED EARNINGS					
Appropriated					
Legal reserve	22	12,000,000	12,000,000	12,000,000	12,000,000
General reserve	24	406,172,400	389,929,979	406,172,400	389,929,979
Unappropriated		4,273,349,402	4,169,516,599	4,171,054,144	4,035,032,741
OTHER COMPONENTS OF SHAREHOLDERS' EQUITY					
		649,481,422	822,235,077	660,593,428	812,233,357
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT					
		5,758,193,224	5,810,871,655	5,667,009,972	5,666,386,077
NON-CONTROLLING INTERESTS					
		217,860	222,546	-	-
TOTAL SHAREHOLDERS' EQUITY					
		5,758,411,084	5,811,094,201	5,667,009,972	5,666,386,077
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY					
		7,468,054,830	7,270,376,945	7,233,457,561	6,976,069,150

Notes to the financial statements form an integral part of these statements

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31 , 2019

UNIT : BAHT

	NOTES	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
Revenues from sale of goods and rendering of services	26	4,881,146,386	4,606,051,449	5,254,683,384	4,915,900,616
Cost of sale of goods and rendering of services	27	(3,178,547,805)	(3,398,581,821)	(3,744,438,424)	(3,909,514,724)
Gross Profit		1,702,598,581	1,207,469,628	1,510,244,960	1,006,385,892
Dividend income		78,762,766	78,148,639	164,267,340	146,815,297
Other income	28	180,629,880	95,991,632	207,812,523	101,242,916
Profit before expenses		1,961,991,227	1,381,609,899	1,882,324,823	1,254,444,105
Selling expenses		(808,064,125)	(266,062,661)	(803,027,662)	(261,425,982)
Administrative expenses		(714,495,992)	(671,717,240)	(623,176,252)	(588,728,618)
Management benefit expenses		(72,717,236)	(69,352,326)	(56,249,078)	(51,682,078)
Reversal (loss) on impairment of investments		25,010,456	(75,417,636)	25,010,456	(75,417,636)
Gain (loss) on sale of investments	13.2	(9,823,790)	90,493,784	(10,362,601)	89,843,260
Profit before financial cost and income tax expenses		381,900,540	389,553,820	414,519,686	367,033,051
Financial cost		(19,575)	(77,877)	(19,529)	(75,311)
Share of profit from investments in associates		3,683,543	10,705,500	-	-
Profit before income tax expenses		385,564,508	400,181,443	414,500,157	366,957,740
Income tax expense	30	(49,475,874)	(44,404,021)	(46,236,333)	(42,109,328)
NET PROFIT FOR THE YEAR		336,088,634	355,777,422	368,263,824	324,848,412
PROFIT ATTRIBUTABLE TO					
Owners of the parent		336,075,224	355,760,261	-	-
Non-controlling interests		13,410	17,161	-	-
		336,088,634	355,777,422	-	-
BASIC EARNINGS OF THE COMPANY PER SHARE	BAHT	2.80	2.96	3.07	2.71
WEIGHTED AVERAGE NUMBER OF					
ORDINARY SHARES	SHARES	120,000,000	120,000,000	120,000,000	120,000,000

Notes to the financial statements form an integral part of these statements

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31 , 2019

UNIT : BAHT

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Net profit for the year	336,088,634	355,777,422	368,263,824	324,848,412
Other comprehensive income (loss)				
Items that will not be reclassified subsequently to profit or loss				
Gains (losses) on remeasurements of defined benefits plan	(103,173,246)	5,985,058	(77,064,450)	5,985,058
Income tax relating to items that will not be reclassified subsequently	20,634,650	(1,197,012)	15,412,890	(1,197,012)
Items that will be reclassified subsequently to profit or loss				
Unrealized loss on the changes in value of available-for-sale securities	(112,781,496)	(168,295,315)	(112,485,461)	(169,100,819)
Exchange differences on translating financial statements of foreign operations	6,007	54,343	-	-
Income tax relating to items that will be reclassified subsequently	22,555,098	33,648,194	22,497,092	33,820,164
Other comprehensive loss for the year, net of income tax	(172,758,987)	(129,804,732)	(151,639,929)	(130,492,609)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	163,329,647	225,972,690	216,623,895	194,355,803
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
Owners of the parent	163,321,569	225,955,269	-	-
Non-controlling interests	8,078	17,421	-	-
	163,329,647	225,972,690	-	-

Notes to the financial statements form an integral part of these statements

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

UNIT : BAHT

Note	Other components of shareholders' equity												
	Retained earnings					Other comprehensive income			Total				
	Issued and paid-up share capital	Premium on ordinary shares	Appropriated		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	Other components of shareholders' equity	Equity attributable to owners of the parent	Non-controlling interests	Total shareholders' equity	
			Legal reserve	General reserve									
Balance as at January 1, 2018	120,000,000	297,190,000	12,000,000	371,401,880	4,012,284,437	958,412,841	(32,775)	(6,339,997)	952,040,069	5,764,916,386	218,790	5,765,135,176	
Dividend paid	24	-	-	-	(180,000,000)	-	-	-	-	(180,000,000)	-	(180,000,000)	
General reserve	24	-	-	-	18,528,099	(18,528,099)	-	-	-	-	-	-	
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	(13,665)	(13,665)	
Total comprehensive income		-	-	-	-	355,760,261	(134,636,513)	43,475	4,788,046	(129,804,992)	225,955,269	17,421	225,972,690
Ending balance as at December 31, 2018		120,000,000	297,190,000	12,000,000	389,929,979	4,169,516,599	823,776,328	10,700	(1,551,951)	822,235,077	5,810,871,655	222,546	5,811,094,201
Balance as at January 1, 2019		120,000,000	297,190,000	12,000,000	389,929,979	4,169,516,599	823,776,328	10,700	(1,551,951)	822,235,077	5,810,871,655	222,546	5,811,094,201
Dividend paid	24	-	-	-	-	(216,000,000)	-	-	-	-	(216,000,000)	-	(216,000,000)
General reserve	24	-	-	-	16,242,421	(16,242,421)	-	-	-	-	-	-	-
Dividend paid to non-controlling interests		-	-	-	-	-	-	-	-	-	-	(12,764)	(12,764)
Total comprehensive income		-	-	-	-	336,075,224	(90,225,050)	4,806	(82,533,411)	(172,753,655)	163,321,569	8,078	163,329,647
Ending balance as at December 31, 2019		120,000,000	297,190,000	12,000,000	406,172,400	4,273,349,402	733,551,278	15,506	(84,085,362)	649,481,422	5,758,193,224	217,860	5,758,411,084

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

UNIT : BAHT

	Note	Other components of shareholders' equity								
		Retained earnings				Other comprehensive income		Total		
		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	Losses on remeasurements of defined benefit plans	Other components of shareholders' equity	Total shareholders' equity	
Balance as at January 1, 2018		120,000,000	297,190,000	12,000,000	371,401,880	3,908,712,428	956,763,634	(14,037,668)	942,725,966	5,652,030,274
Dividend paid	24	-	-	-	-	(180,000,000)	-	-	-	(180,000,000)
General reserve	24	-	-	-	18,528,099	(18,528,099)	-	-	-	-
Total comprehensive income		-	-	-	-	324,848,412	(135,280,655)	4,788,046	(130,492,609)	194,355,803
Ending balance as at December 31, 2018		120,000,000	297,190,000	12,000,000	389,929,979	4,035,032,741	821,482,979	(9,249,622)	812,233,357	5,666,386,077
Balance as at January 1, 2019		120,000,000	297,190,000	12,000,000	389,929,979	4,035,032,741	821,482,979	(9,249,622)	812,233,357	5,666,386,077
Dividend paid	24	-	-	-	-	(216,000,000)	-	-	-	(216,000,000)
General reserve	24	-	-	-	16,242,421	(16,242,421)	-	-	-	-
Total comprehensive income		-	-	-	-	368,263,824	(89,988,369)	(61,651,560)	(151,639,929)	216,623,895
Ending balance as at December 31, 2019		120,000,000	297,190,000	12,000,000	406,172,400	4,171,054,144	731,494,610	(70,901,182)	660,593,428	5,667,009,972

Notes to the financial statements form an integral part of these statements

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit before income tax		385,564,508	400,181,443	414,500,157	366,957,740
Adjustments :					
Depreciation of investment property and plant and equipment		94,178,971	93,916,749	63,410,166	60,205,244
Amortization of intangible assets and leasehold rights		10,320,607	9,061,505	10,248,007	8,933,049
Gain on sale of investment property		(81,916,995)	-	(109,234,441)	-
(Gain) loss on sale of property, plant and equipment		(4,353,894)	676,831	(4,292,270)	1,209,728
Other income for compensation claim of damaged machinery from insurance company		(1,123,644)	-	(1,123,644)	-
Gain on sale of intangible assets		(350,072)	(143)	(350,072)	-
Share of profit from investments in associates		(3,683,543)	(10,705,500)	-	-
Unrealized loss on exchange rate		250,621	22,293	250,621	22,293
Dividend income from investments		(78,762,766)	(78,148,639)	(164,267,340)	(146,815,297)
(Reversal) loss on impairment of investments		(25,010,456)	75,417,636	(25,010,456)	75,417,636
(Reversal) loss of provision from goods returned		63,000,000	(5,000,000)	63,000,000	(5,000,000)
Loss on devaluation of inventories		44,333,438	48,879,616	41,863,522	45,965,722
(Gain) loss on sale of investments		9,823,790	(90,493,784)	10,362,601	(89,843,260)
Unrealized (gain) loss on trading securities		(561,201)	314,563	(561,201)	314,563
Provision for employee benefit expense		59,850,690	44,888,328	44,217,920	32,043,103
Interest income		(8,758,683)	(8,374,435)	(8,056,093)	(7,996,179)
Interest expense		19,575	77,877	19,529	75,311
		462,820,946	480,714,340	334,977,006	341,489,653
Operating assets (increase) decrease					
Trade and other current receivables		(42,071,867)	(67,227,098)	(39,317,791)	(116,921,293)
Inventories		(153,082,580)	(241,395,779)	(211,200,197)	(189,194,640)
Other current assets		(4,974,202)	(2,513,796)	(6,143,634)	(1,013,786)
Operating liabilities increase (decrease)					
Trade and other current payables		(86,622,469)	99,222,346	(60,415,449)	105,801,179
Withholding tax payable		1,067,651	1,691,416	1,076,321	1,571,535
Other current liabilities		(2,991,914)	3,967,114	(3,297,843)	3,623,078
Cash paid for employee benefit		(55,393,280)	(29,188,547)	(38,462,894)	(22,316,859)
Cash received (paid) from operations		118,752,285	245,269,996	(22,784,481)	123,038,867
Cash paid for interest expense		(47)	(484)	-	-
Cash paid for income tax		(71,365,567)	(39,063,077)	(68,235,752)	(35,779,680)
Net cash provided by (used in) operating activities		47,386,671	206,206,435	(91,020,233)	87,259,187

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2019

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
CASH FLOWS FROM INVESTING ACTIVITIES					
(Increase) decrease in deposit at bank under obligation		2,017,618	(9,656)	2,017,618	(9,656)
(Increase) decrease in temporary investments		(126,719,446)	3,027,080	(85,628,982)	14,423,780
Payments for short-term loans to other companies		(20,000,000)	(20,000,000)	(20,000,000)	(20,000,000)
Proceeds from short-term loans to other companies		20,000,000	40,020,000	20,000,000	40,020,000
Payments for purchase of investments in subsidiaries		-	-	-	(20,000,000)
Payments for purchase of general investments		(51,500,000)	(7,500,000)	(51,500,000)	(7,500,000)
Proceeds from capital reduction general investments		6,990,936	139,400	6,990,936	139,400
Proceeds from sale of general investments		2,940,000	-	2,940,000	-
Proceeds from sale of available-for-sale securities - debt securities		-	9,999,756	-	9,999,756
Payments for purchase of available-for-sale securities - debt securities		-	(11,000,000)	-	(11,000,000)
Proceeds from sale of available-for-sale securities		2,113,568	91,740,000	2,113,568	91,740,000
Proceeds from long-term investments		53,568	248,689	53,568	248,689
Proceeds from redemption of held-to-maturity securities		50,000,000	50,000,000	50,000,000	50,000,000
Payments for purchase of held-to-maturity securities		(70,000,000)	(40,000,000)	(70,000,000)	(40,000,000)
Proceeds from sale of investment property		269,513,630	-	296,831,076	-
Proceeds from advance received for land		100,000,000	-	100,000,000	-
Payments for purchase of property, plant and equipment					
intangible assets and leasehold rights	4.2.1	(74,088,073)	(85,001,749)	(58,437,855)	(61,614,685)
Proceeds from sale of property, plant and equipment		9,874,761	1,594,664	6,296,553	708,004
Proceeds from sale of intangible assets		419,251	8,400	419,251	-
Cash received from dividends		75,387,136	75,242,805	160,891,710	144,130,297
Cash received from interest		8,518,898	8,376,312	7,880,106	8,052,303
(Increase) decrease in other non-current assets		31,307,376	(7,889,556)	31,365,721	2,282,699
Net cash provided by investing activities		<u>236,829,223</u>	<u>108,996,145</u>	<u>402,233,270</u>	<u>201,620,587</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Dividends paid to shareholders		(216,000,000)	(180,000,000)	(216,000,000)	(180,000,000)
Dividend paid to non-controlling interests		(12,764)	(13,666)	-	-
Payment for financial lease liabilities	4.3	(283,896)	(461,453)	(283,896)	(378,528)
Net cash used in financing activities		<u>(216,296,660)</u>	<u>(180,475,119)</u>	<u>(216,283,896)</u>	<u>(180,378,528)</u>
Effect of exchange rate changes on cash and cash equivalents		(207,362)	(8,864)	(207,362)	(8,864)
Net increase in cash and cash equivalents		67,711,872	134,718,597	94,721,779	108,492,382
Cash and cash equivalents as at January 1,		167,711,136	32,992,539	126,922,652	18,430,270
Cash and cash equivalents as at December 31,	4.1	<u>235,423,008</u>	<u>167,711,136</u>	<u>221,644,431</u>	<u>126,922,652</u>

Notes to the financial statements form an integral part of these statements

THAI WACOAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. OPERATIONS OF THE COMPANY AND ITS SUBSIDIARIES

Thai Wacoal Public Company Limited (the “Company”) was registered in The Stock Exchange of Thailand and its subsidiaries are companies that were registered in Thailand. The principal business of the Company and its subsidiaries is to manufacture and sell clothes which mainly are ladies’ lingerie. Locations of the Company and its 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, Siricha 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 has 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 if the Company had operated without such affiliation.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS

- 2.1 The Company and its subsidiaries maintain its accounting records in Thai Baht and prepares its statutory financial statements in the Thai language in conformity with Thai Financial Reporting Standards and accounting practices generally accepted in Thailand.
- 2.2 The Company's and subsidiaries' financial statements have been prepared in accordance with the Thai Accounting Standard (TAS) No. 1 (Revised 2018) "Presentation of Financial Statements", which was effective for financial periods beginning on or after January 1, 2019 onward, and the Regulation of The Stock Exchange of Thailand (SET) dated October 2, 2017, regarding the preparation and submission of financial statements and reports for the financial position and results of operations of the listed companies B.E. 2560 and the Notification of the Department of Business Development regarding "The Brief Particulars in the Financial Statements (No.2) B.E. 2559" dated October 11, 2016.
- 2.3 The financial statements have been prepared under the historical cost convention except as disclosed in the significant accounting policies.
- 2.4 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the year, the Company and its subsidiaries have adopted the revised and new Thai Financial Reporting Standards including the guideline on accounting issued by the Federation of Accounting Professions which become effective for the financial statements for the accounting periods beginning on or after January 1, 2019. These Thai 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 except the revenue recognition under the Thai Financial Reporting Standard No. 15 "Revenue from Contracts with Customers" that requires the Company and its subsidiaries to recognize revenue when (or as) a performance obligation is satisfied at a point in time, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer. This new accounting policy superseded the previous accounting policies regarding revenue recognition. However, the adoption of these financial reporting standards does not have any significant impact on the Company's and subsidiaries' financial statements.

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

The Federation of Accounting Professions has issued the Notification regarding Thai Accounting Standards, Thai Financial Reporting Standards, Thai Accounting Standards Interpretation and Thai Financial Reporting Standard Interpretation, 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. 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 Company and its subsidiaries' management will adopt such TFRSs in the preparation of the Company and its subsidiaries' financial statements when it becomes effective. The Company and its subsidiaries' management has assessed the impact of these TFRSs and considered that the adoption of these financial reporting standards does not have any material impact on the financial statements of the Company and its subsidiaries in the period of initial application, except the financial reporting standards as follow:

Thai Accounting Standard No.28 "Investments in Associates and Joint Ventures"

This revised accounting standard clarifies about the application of TFRS 9, including its impairment requirements to long-term interests. An entity does not take into account adjustments to their carrying amount required by TAS 28 (i.e., adjustments to the carrying amount of long-term interests arising from the allocation of losses of the investee or assessment of impairment in accordance with TAS 28). This accounting standard requires retrospective method for such amendment. Earlier application is permitted.

Group of Financial Instruments Standards

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

These group of Standards make stipulations relating to the classification of financial instruments and their measurement at fair value or amortized cost; taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model, the calculation of impairment using the expected credit loss method, and the concept of hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. These Standards will supersede the Standards and Interpretations relating to the financial instruments upon its effective date.

The Company and its subsidiaries' management is in the process to assess the impact of these Financial Instruments Standards on the financial statements of the Company and its subsidiaries in the period of initial application.

Thai Financial Reporting Standards No. 16 "Leases"

This TFRS provides a comprehensive model for the identification of lease arrangements and their treatment in the financial statements of both lessees and lessors.

This TFRS will supersede the following lease Standards and Interpretations upon its effective date, which are Thai Accounting Standard No.17 "Leases", Thai Accounting Standard Interpretation No.15 "Operating Lease - Incentives", Thai Accounting Standard Interpretation No.27 "Evaluating the Substance of Transactions involving the Legal Form of a Lease" and Thai Financial Reporting Standard Interpretation No.4 "Determining whether an Arrangement contains a Lease".

For lessee accounting, there are significant changes to lease accounting in this TFRS by removing the distinction between operating and finance leases under TAS 17 and requiring a lessee to recognize a right-of-use asset and a lease liability at commencement for all leases, except for short-term leases and leases of low value assets. However, the lessor accounting treatment continues to require a lessor to classify a lease either as an operating lease or a finance lease, using the same concept as TAS 17.

The Company and its subsidiaries' management is in the process to assess the impact of these Financial Instruments Standards on the financial statements of the Company and its subsidiaries in the period of initial application.

3. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention except as disclosed in the significant accounting policies below.

3.1 Cash and cash equivalents

Cash and cash equivalents are cash on hand, deposits at banks' savings accounts and current accounts, and short-term highly liquid investments with maturities within three months from the date of acquisition, excluding deposit at bank used as collateral.

3.2 Recognition of revenues and expenses

Revenue from sales are recognized when control of the goods has transferred to the customer, being at the point which the goods are delivered to the customer.

Revenues from services are recognized when a performance obligation is satisfied.

Interest is recognized as income on an accrual basis. Dividend income on investments is recognized as income when the dividend is declared.

Expenses are recognized on an accrual basis.

3.3 Trade receivables

Trade receivables are stated at cost net of allowance for doubtful accounts.

Allowance for doubtful accounts is provided at the estimated collection losses on receivables. Such estimate is based on the Company's collection experiences and a review of the current status of each receivable.

3.4 Inventories

Inventories are stated at the lower of cost or net realizable value. Cost of the Company and subsidiary's inventories are determined on a moving-weighted average basis.

Cost of the finished goods and work in process is calculated from raw materials, wages and manufacturing overhead. The net realizable value of inventory is estimated from the estimated selling price in the ordinary course of business, less the estimated costs of completion and estimated costs necessary to make the sale.

3.5 Investments

Deposit at banks having a maturity exceed 3 months but not over 12 months which presents at cost and is no collateralized.

Trading and available-for-sale investments are stated at fair value. The fair value of equity securities which are listed securities are estimated by using the bid prices at the Stock Exchange of Thailand on the last business day of the year. The fair value of unit trust is determined from the trusts' net asset value. The fair value of bonds and debentures is calculated by using the latest bid yield as quoted by the Thai Bond Market Association.

Held-to-maturity debt securities are stated at amortized cost.

Other long-term investments are stated at cost, less allowances for impairment (if any).

Investments in subsidiaries are accounted for by the cost method in the separate financial statements.

Investments in associates are accounted for using the equity method in the consolidated financial statements and by the cost method in the separate financial statements.

Gain or loss on the change in fair value of trading investments is recognized as unrealized gains or losses in the statement of profit or loss.

Gain or loss on the change in fair value of available-for-sale securities is presented as an item in other components of shareholders' equity. In case impairment in value of investment has occurred, the resultant loss of investment is recognized in the statement of profit or loss.

Cost of securities sold are determined by the weighted average method.

3.6 Non-current assets classified as held-for-sale

Assets classified as non-current assets held-for-sale are measured at the lower of assets' carrying amount and fair value less cost to sell.

3.7 Investment property

Investment property consist of land and building and structures.

Investment property which is land is presented at cost.

Investment property which are building and structures are presented at cost less accumulated depreciation, and accumulated impairment losses (if any).

Depreciation is calculated by the straight-line method, based on the estimated useful lives of the assets of 20 - 30 years.

3.8 Property, plant and equipment

Land is stated at cost. Plant and equipment are presented at cost less accumulated depreciation, and allowance impairment losses (if any).

Depreciation is calculated by the straight-line method, based on the estimated useful lives of the assets as follows:

Land improvement	5 - 30 years
Building and structures	20 - 30 years
Furniture, fixtures	5 - 10 years
Office equipment	3 - 5 years
Machinery	5 - 10 years
Equipment	5 - 10 years
Vehicles	5 - 7 years

Depreciation is recorded as either an expense for the year or as a part of the production cost.

3.9 Intangible assets

Intangible assets consist of software, trademark and club and golf membership fee.

Intangible assets are presented at cost less accumulated amortization. Amortization is calculated by the straight-line method, based on membership period or useful lives of the assets as follows:

Software	3 - 10 years
Trademark	10 years
Club and golf membership fee	membership period

3.10 Leasehold right

Leasehold right is stated at cost, less of accumulated amortization. Leasehold right is amortized by using the straight-line method over the lease periods.

3.11 Foreign currency transactions

Transactions denominated in foreign currencies are translated into Baht at the rates of exchange prevailing on the transaction dates. When receiving or paying for debt settlement, realized gains or losses on exchange are recognized as income or expense as incurred. Monetary assets and liabilities at the date of statements of financial position denominated in foreign currencies are translated into Baht at the reference exchange rates established by the Bank of Thailand on that date. Exchange gains or losses are included as incomes or expenses in the statement of profit or loss for the year.

3.12 Lease

Operating lease

Leases not transferring a significant portion of the risks and rewards of ownership to the lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the statement of profit or loss on a straight-line basis over the period of the lease.

When an operating lease is terminated before the lease period expired, any payment required to be made to the lessor by way of penalty is recognized as an expense in the period in which termination takes place.

Finance lease

Lease in which substantially all the risks and rewards of ownership other than legal title are transferred to the Company is accounted for as a finance lease. The Company capitalizes the assets at the lower of fair value at the contractual date or present value of the underlying lease payments. The leased assets are depreciated using the straight-line method over their estimated useful lives. Interest or financial charge is recognized by effective interest rate method over the term of contracts. Interest or financial charge and depreciation are recognized as expenses in the statement of profit or loss.

3.13 Impairment

The carrying amounts of the assets are reviewed at the end of each reporting period to determine whether there is any indication of impairment loss. If any such indication exists, the recoverable amounts of asset is estimated.

The Company and its subsidiaries recognize impairment loss when the recoverable amount of an asset is lower than its carrying amount. The recoverable amount is the higher of the asset's fair value less cost to sell or its value in use. The Company and its subsidiaries determine the value by estimating the present value of future cash flows generated by the asset, discounted using a pre-tax discount rate which reflects current market assessments of the time value of money and the risk specific to the asset. In determining fair value less costs to sell, an appropriate valuation model is used. The calculation reflects the amount that the Company and its subsidiaries could obtain from the disposal of the asset in an arm's length transaction between knowledgeable, willing parties, after deducting the costs of disposal.

The Company and its subsidiaries recognize an impairment loss as expense in the statement of profit or loss.

Reversal of an impairment loss.

The Company and its subsidiaries will reverse impairment loss of asset (if any), which had been recognized in the prior periods, if there is an indicator for impairment may no longer exist or may have decreased which the recoverable amount must be estimated.

3.14 Employment benefits

3.14.1 Provident fund

The Company and its subsidiaries set up a provident fund which is a defined contribution plan. Assets of the provident fund have been separated from assets of the Company and its subsidiaries and managed by the fund manager. The fund has been contributed by the employee and also the Company and its subsidiaries. The contributions for provident fund are recorded as expense in the statement of profit or loss for the period they incur.

3.14.2 Post-employment benefits

The Company and its subsidiaries operate post-employment benefit plans under the Labor Protection Act and the Company and its subsidiaries' retirement benefit plans. Such employee benefits are calculated based on actuarial assumptions at the end of reporting period using Projected Unit Credit Method, which is estimated based on the present value of expected cash flows of benefits to be paid in the future taken into account the actuarial assumptions, including salaries, turnover rate, mortality rate, years of service and other factors. Discount rate used in calculation of the post-employment benefit obligations is referred from the yield curve of government bond. Actuarial gain or loss is recognized in other comprehensive income for the period they incur. Expenses related to employee benefits are recognized in the statement of profit or loss in order to allocate such costs throughout the service period.

Past service cost related to the plan amendment is recognized as an expense in the income statement when the plan amendment is effective.

3.15 Derivative financial instruments

Derivative financial instruments are forward contracts. Such forward contracts are carried at fair value and presented in other current assets or other current liabilities. Unrealized gains or losses on changes in value of forward contracts are recognized as revenues or expenses in the statement of profit or loss.

3.16 Income tax expenses

Income tax expenses represents the sum of the current tax and deferred tax.

3.16.1 Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The current income tax expense is calculated using tax rates that have been enacted at the financial statement date.

3.16.2 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of taxable profit (tax base). Deferred tax liabilities are generally recognized for all taxable temporary differences, and deferred tax assets are generally recognized for temporary differences to the extent that it is probable that taxable profits will be available against which those temporary differences can be utilized. The carrying amount of deferred tax assets is reviewed at the reporting date. Deferred tax asset shall be reduced to the extent that utilized taxable profits are decreased. Any such reduction shall be reversed to the extent that it becomes probable that sufficient taxable profit will be available to allow total or part of the asset to be recovered.

The Company and its subsidiaries measure deferred tax assets and liabilities at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the end of the reporting period.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off the recognized amounts and the Company and its subsidiaries intend to settle on a net basis or to realize the asset and settle the liability simultaneously and when they relate to income taxes levied by the same taxation authority.

The Company and its subsidiaries present income tax expenses or income related to profit or loss in the statement of comprehensive income. For current income taxes and deferred taxes related to items recognized directly in other components in equity in the same or different period, they will be recognized directly in other components of shareholders' equity.

3.17 Basic earnings per share

Basic earnings per share are calculated by dividing net profit for the year by the weighted average number of ordinary shares issued and paid-up during the year. The Company and its subsidiaries did not have any common share equivalents which would have a dilutive effect on earnings per share.

3.18 Use of management's judgement

The preparation of financial statements in conformity with TFRS also requires the Company and its subsidiaries' management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the statement of financial position and the reported amounts of revenue and expense of the accounting period. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

Significant judgements in applying accounting policies are as follows:

Provision for goods returned

The Company has provided a provision for goods returned from customers who are allowed to return the goods within the period agreed between both parties. The provision is estimated based upon historical information of goods returned. Furthermore, the Company also provides the allowance for diminution in value of such goods returned.

When a customer has a right to return products bought within a given period, the Company recognizes a refund liability for the amount of consideration received for which the entity does not expect to be entitled. The Company adjusts the valuation measurement of the refund liability as at the end of the reporting period for changing in the estimated amount of the refund amount and a corresponding adjustment to revenues from sale of goods. At the same time, the Company will recognize as right of recover the product and a corresponding adjustment to cost of sale of goods.

Impairment

The Company and its subsidiaries shall assess the assets balance at the statement of financial position date whether there is any indication that an asset may be impaired. If any such indication exists, the Company and its subsidiaries shall estimate the recoverable amount of the asset.

3.19 Fair value measurements

Fair value is the price that would be received from sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company and its subsidiaries take into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis.

In addition, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

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

4. SUPPLEMENTARY DISCLOSURES OF CASH FLOWS INFORMATION

4.1 Cash and cash equivalents as at December 31, consist of:

	CONSOLIDATED		UNIT : BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Cash on hand	1,299,756	920,520	1,054,697	715,717
Bank deposits in current and saving accounts	234,123,252	111,790,616	220,589,734	76,206,935
Bill of exchange	-	55,000,000	-	50,000,000
Total cash and cash equivalents	<u>235,423,008</u>	<u>167,711,136</u>	<u>221,644,431</u>	<u>126,922,652</u>

4.2 Non-cash transactions for the years ended December 31, are as follows:

4.2.1 Purchase of property, plant and equipment, intangible assets and leasehold rights for the years ended December 31, are as follows:

	CONSOLIDATED		UNIT : BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Payable for purchase of property, plant and equipment, intangible assets and leasehold rights as at January 1,	1,873,311	1,129,908	1,709,120	1,097,273
<u>Add</u> Purchases during the year	76,717,528	85,745,152	61,202,201	62,226,532
<u>Less</u> Cash payments during the year	<u>(74,088,073)</u>	<u>(85,001,749)</u>	<u>(58,437,855)</u>	<u>(61,614,685)</u>
Payable for purchase of property, plant, and equipment, intangible assets and leasehold rights as at December 31,	<u>4,502,766</u>	<u>1,873,311</u>	<u>4,473,466</u>	<u>1,709,120</u>

4.2.2 Investments for the years ended December 31, are as follows:

	UNIT : BAHT CONSOLIDATED FINANCIAL STATEMENTS		
	Temporary investments	Available-for-sale investments	Other long-term investments
As at January 1, 2019	400,775,505	1,503,860,741	796,551,628
Cash flows from investing activities	96,719,450	(2,167,136)	91,569,064
Non-Cash transactions			
Gain (loss) on sale of investment	2,395,902	(19,704,068)	7,484,376
Reversal loss on impairment of investment	-	21,817,636	3,192,820
Unrealized gain (loss) on changes in fair value of available-for-sale securities in equity	291,386	(113,072,882)	-
Others	4,561,201	(4,000,000)	(17,949,520)
As at December 31, 2019	504,743,444	1,386,734,291	880,848,368

	UNIT : BAHT CONSOLIDATED FINANCIAL STATEMENTS		
	Temporary investments	Available-for-sale investments	Other long-term investments
As at January 1, 2018	420,902,710	1,670,649,791	859,824,028
Cash flows from investing activities	(53,027,080)	(90,988,445)	47,360,600
Non-Cash transactions			
Gain on sale of investment	3,254,043	87,239,741	-
Loss on impairment of investment	-	(21,817,636)	(53,600,000)
Unrealized loss on changes in fair value of available-for-sale securities in equity	(39,605)	(168,255,710)	-
Others	29,685,437	27,033,000	(57,033,000)
As at December 31, 2018	400,775,505	1,503,860,741	796,551,628

	UNIT : BAHT SEPARATE FINANCIAL STATEMENTS		
	Temporary investments	Available-for-sale investments	Other long-term investments
As at January 1, 2019	255,259,024	1,491,410,741	793,281,628
Cash flows from investing activities	55,628,982	(2,167,136)	91,569,064
Non-Cash transactions			
Gain (loss) on sale of investment	1,857,091	(19,704,068)	7,484,376
Reversal loss on impairment of investment	-	21,817,636	3,192,820
Unrealized loss on changes in fair value of available-for-sale securities in equity	(12,579)	(112,472,882)	-
Others	4,561,201	(4,000,000)	(17,949,520)
As at December 31, 2019	317,293,719	1,374,884,291	877,578,368

	UNIT : BAHT SEPARATE FINANCIAL STATEMENTS		
	Temporary investments	Available-for-sale investments	Other long-term investments
As at January 1, 2018	287,338,957	1,659,099,791	856,554,028
Cash flows from investing activities	(64,423,780)	(90,988,445)	47,360,600
Non-Cash transactions			
Gain on sale of investment	2,603,519	87,239,741	-
Loss on impairment of investment	-	(21,817,636)	(53,600,000)
Unrealized gain (loss) on changes in fair value of available-for-sale securities in equity	54,891	(169,155,710)	-
Others	29,685,437	27,033,000	(57,033,000)
As at December 31, 2018	255,259,024	1,491,410,741	793,281,628

4.2.3 For the year ended December 31, 2018, the Company has increase in unrealized gains on changes in fair value of convertible bonds to ordinary shares in 2018 of Baht 13.67 million (see Note 13).

4.3 Movements of interest-bearing liabilities from financing activities

Movements of interest-bearing liabilities arising from financing activities for the years ended December 31, are as follows:

	UNIT : BAHT			
	LIABILITIES UNDER FINANCE LEASE AGREEMENTS			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2019	2018	2019	2018
As at January 1,	283,896	745,349	283,896	662,424
Cash flows items:				
Repayments	(283,896)	(461,453)	(283,896)	(378,528)
Total cash flows items	<u>(283,896)</u>	<u>(461,453)</u>	<u>(283,896)</u>	<u>(378,528)</u>
As at December 31,	<u>-</u>	<u>283,896</u>	<u>-</u>	<u>283,896</u>

The Company does not have non-cash transactions that related to short-term borrowings from financial institutions during the years ended December 31, 2019 and 2018.

As at December 31, the Company and its subsidiaries have unsecured credit facilities as follows:

	UNIT : MILLION BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Facilities for bank overdrafts and short-term borrowings from financial institutions	<u>1,368.63</u>	<u>1,368.63</u>	<u>1,272.90</u>	<u>1,272.90</u>

The facilities for bank overdrafts and short-term borrowing from such financial institutions bear interest rates of minimum overdraft rate per annum.

4.4 For the years ended December 31, 2019 and 2018, the Company and its subsidiaries received transferred employees from related companies and recorded as provisions for employee benefit in consolidated financial statements amounting to Baht 80.74 million and Baht 21.21 million, respectively, and in separate financial statements amounting to Baht 80.74 and Baht 18.22 million, respectively (see Note 21), which the Company would refund such amount from related companies later. The Company recognized these transactions as part of other non-current assets as at December 31, 2019 and 2018, amounting to Baht 64.85 million and Baht 15.75 million, respectively (see Note 31).

5. TEMPORARY INVESTMENTS

Temporary investments as at December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2019	2018	2019	2018
Time deposits	78,002,004	65,000,000	30,001,000	30,000,000
Short-term investments in trading securities				
- equity securities	4,072,563	3,798,470	4,072,563	3,798,470
Short-term investments in trading securities				
- debt securities	11,955,394	11,596,093	11,955,394	11,596,093
Short-term investments in available-for-sale securities - debt securities	410,713,483	290,380,942	271,264,762	179,864,461
Investments in held-to-maturity securities due within 1 year	-	30,000,000	-	30,000,000
	504,743,444	400,775,505	317,293,719	255,259,024

Other details of trading securities are as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			UNIT : BAHT
	Cost value/ amortized cost As at December 31, 2019	Unrealized gross profit	Unrealized gross loss	Fair value As at December 31, 2019
Trading securities				
Equity securities				
- Ordinary shares	1,777,122	94,877	(75,078)	1,796,921
- Unit trust	1,739,712	535,930	-	2,275,642
	<u>3,516,834</u>	<u>630,807</u>	<u>(75,078)</u>	<u>4,072,563</u>
Debt securities				
- Unit trust	11,107,302	848,092	-	11,955,394
	<u>14,624,136</u>	<u>1,478,899</u>	<u>(75,078)</u>	<u>16,027,957</u>

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			UNIT : BAHT
	Cost value/ amortized cost As at December 31, 2018	Unrealized gross profit	Unrealized gross loss	Fair value As at December 31, 2018
Trading securities				
Equity securities				
- Ordinary shares	1,704,928	90,956	(96,751)	1,699,133
- Unit trust	1,739,712	359,625	-	2,099,337
	<u>3,444,640</u>	<u>450,581</u>	<u>(96,751)</u>	<u>3,798,470</u>
Debt securities				
- Unit trust	11,107,303	488,790	-	11,596,093
	<u>14,551,943</u>	<u>939,371</u>	<u>(96,751)</u>	<u>15,394,563</u>

Other details of short-term available-for-sale securities are as follows:

	UNIT : BAHT		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Fair value
	As at December 31, 2019		As at December 31, 2019
Available-for-sale securities			
Debt securities			
- Unit trust	410,013,786	699,697	410,713,483

	UNIT : BAHT		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Fair value
	As at December 31, 2018		As at December 31, 2018
Available-for-sale securities			
Debt securities			
- Unit trust	289,972,631	408,311	290,380,942

	UNIT : BAHT		
	SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Fair value
	As at December 31, 2019		As at December 31, 2019
Available-for-sale securities			
Debt securities			
- Unit trust	271,112,880	151,882	271,264,762

	UNIT : BAHT		
	SEPARATE FINANCIAL STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Fair value
	As at December 31, 2018		As at December 31, 2018
Available-for-sale securities			
Debt securities			
- Unit trust	179,700,000	164,461	179,864,461

Other details of investment in held-to-maturity securities due within 1 year are as follows:

	UNIT : BAHT		
	CONSOLIDATED AND SEPARATE FINANCIAL		
	STATEMENTS		
	Cost value/ amortized cost	Unrealized gross profit	Fair value
	As at December 31, 2018		As at December 31, 2018
Held-to-maturity securities			
- Debentures	30,000,000	308,000	30,308,000

6. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables as at December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS 2019	2018	FINANCIAL STATEMENTS 2019	2018
Trade receivables - related companies (see Note 31)	749,273,342	687,592,757	878,192,840	814,091,953
Trade receivables - other companies	58,844,631	87,100,096	52,895,459	84,118,191
Total trade receivables	808,117,973	774,692,853	931,088,299	898,210,144
Other receivables - related companies (see Note 31)	13,956,120	2,802,030	13,102,808	3,080,961
Other receivables - other companies	2,426,887	60,331	500,887	60,331
Right to recover the product	120,400,000	52,200,000	120,400,000	52,200,000
Prepaid expenses	8,330,447	7,831,934	7,705,297	7,261,385
Advance payment	3,613,099	3,239,962	3,603,099	3,144,613
Accrued income	6,649,084	9,019,003	5,851,509	7,401,044
Accrued interest income	1,567,914	1,328,133	1,407,545	1,231,558
Total other receivables	156,943,551	76,481,393	152,571,145	74,379,892
	965,061,524	851,174,246	1,083,659,444	972,590,036

Aging trade receivables as at December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2019	2018	2019	2018
Current	762,266,556	693,094,269	875,052,772	809,550,289
Overdue				
Within 3 months	45,480,513	77,667,301	55,877,308	84,872,639
Between 3 and 6 months	366,676	3,719,954	153,991	3,575,887
Between 6 and 12 months	4,228	211,329	4,228	211,329
More than 12 months	-	-	-	-
Total trade receivables	<u>808,117,973</u>	<u>774,692,853</u>	<u>931,088,299</u>	<u>898,210,144</u>

7. OTHER SHORT-TERM LOANS

As at December 31, 2019 and 2018, other short-term loans in the consolidated and the separate financial statements amounting to Baht 21.53 million, 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. INVENTORIES

Inventories as at December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2019	2018	2019	2018
Finished goods	932,313,245	753,331,297	924,937,508	759,171,996
Finished goods in transit	12,702,572	14,330,447	9,182,928	7,300,621
Work in process	140,783,322	139,902,921	100,125,302	86,076,427
Raw materials	312,685,466	358,823,908	210,814,314	199,827,443
Raw materials in transit	13,228,902	36,797,280	13,228,902	36,797,280
Total inventories	<u>1,411,713,507</u>	<u>1,303,185,853</u>	<u>1,258,288,954</u>	<u>1,089,173,767</u>
<u>Less</u> Allowance for diminution in value of finished goods	<u>(953,803)</u>	<u>(1,175,291)</u>	<u>(953,803)</u>	<u>(1,175,291)</u>
Inventories - net	<u>1,410,759,704</u>	<u>1,302,010,562</u>	<u>1,257,335,151</u>	<u>1,087,998,476</u>

The costs of inventories recognized as expenses in the consolidated and separate financial statements for the year ended December 31, 2019 are Baht 3,146.99 million and Baht 3,732.43 million, respectively (2018: Baht 3,366.11 million and Baht 3,895.98 million, respectively).

The Company recognized expenses in respect of diminution in value of inventory to net realizable value in the consolidated and separate financial statements for the year ended December 31, 2019 of Baht 44.33 million and Baht 41.86 million, respectively (2018 : Baht 48.88 million and Baht 45.97, respectively) (see Note 29).

9. DEPOSIT AT BANK UNDER OBLIGATION

As at December 31, 2018, deposit at bank under obligation in the consolidated and the separate financial statements are time deposit with maturity term of 6 months amounting to HKD 0.5 million (equivalent to Baht 2.06 million) which the Company used as collateral for credit facility from a financial institution in favor of a related company (see Note 34.2). The Company redeemed the collateral for credit facility from such financial institution in May 2019.

10. AVAILABLE-FOR-SALE INVESTMENTS

Available-for-sale investments as at December 31, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related companies	939,086,562	1,052,539,031	927,236,562	1,040,089,031
- Other companies	440,580,700	462,167,674	440,580,700	462,167,674
Less Allowance for impairment	-	(21,817,636)	-	(21,817,636)
	<u>440,580,700</u>	<u>440,350,038</u>	<u>440,580,700</u>	<u>440,350,038</u>
	1,379,667,262	1,492,889,069	1,367,817,262	1,480,439,069
Debt securities	7,067,029	10,971,672	7,067,029	10,971,672
	<u>1,386,734,291</u>	<u>1,503,860,741</u>	<u>1,374,884,291</u>	<u>1,491,410,741</u>

10.1 Details of investments in related companies as at December 31, are as follows: (see Note 31)

UNIT : BAHT																
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	
			2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
			Baht'000	Baht'000												
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	64,615,035	64,615,035	195,988,500	270,464,130	18.15	18.15	64,615,035	64,615,035	195,988,500	270,464,130
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	144,639,849	144,639,849	450,184,265	472,978,405	3.82	3.82	134,814,849	134,814,849	438,334,265	460,528,405
Saha Pathana Inter Holding Public Co., Ltd.	Holding company	The Company's major shareholder	571,891	571,515	0.69	0.69	80,350,852	80,350,852	274,790,797	289,564,496	0.69	0.69	80,350,852	80,350,852	274,790,797	289,564,496
Thanulux Public Co., Ltd.	Manufacturing clothing	The Company's major shareholder has over 10% shareholding	120,000	120,000	0.83	0.83	27,809,160	27,809,160	17,100,000	18,500,000	0.83	0.83	27,809,160	27,809,160	17,100,000	18,500,000
Far East Famine DDB Public Co., Ltd.	Agency & Advertising	The Company's major shareholder has over 10% shareholding	78,700	75,000	0.08	0.08	400,000	400,000	1,023,000	1,032,000	0.08	0.08	400,000	400,000	1,023,000	1,032,000
Total available-for-sale securities							317,814,896	317,814,896	939,086,562	1,052,539,031			307,989,896	307,989,896	927,236,562	1,040,089,031

10.2 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 of available-for-sale securities as at December 31, are as follows:

	UNIT : BAHT	
	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
	2019	2018
Beginning balance	823,776,328	958,412,841
Decreases	(90,225,050)	(134,636,513)
Ending balance	733,551,278	823,776,328

Other details of long-term available-for-sale securities are as follows:

	UNIT : BAHT		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost As at December 31, 2019	Unrealized gross profit	Unrealized gross loss
			Fair value As at December 31, 2019
Available-for-sale securities			
Equity securities			
- Ordinary shares			
- Related parties	317,814,896	631,980,826	(10,709,160)
- Other companies	145,654,910	306,880,601	(11,954,811)
	463,469,806	938,861,427	(22,663,971)
Debt securities			
- Debentures	7,023,105	43,924	-
	470,492,911	938,905,351	(22,663,971)

	UNIT : BAHT		
	CONSOLIDATED FINANCIAL STATEMENTS		
	Cost value/ amortized cost As at December 31, 2018	Unrealized gross profit	Unrealized gross loss
			Fair value As at December 31, 2018
Available-for-sale securities			
Equity securities			
- Ordinary shares			
- Related parties	317,814,896	744,033,295	(9,309,160)
- Other companies	145,654,910	305,303,101	(10,607,973)
	463,469,806	1,049,336,396	(19,917,133)
Debt securities			
- Debentures	11,076,673	-	(105,001)
	474,546,479	1,049,336,396	(20,022,134)

	SEPARATE FINANCIAL STATEMENTS			UNIT : BAHT
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at			As at
	December 31, 2019			December 31, 2019
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related parties	307,989,896	629,955,826	(10,709,160)	927,236,562
- Other companies	145,654,910	306,880,601	(11,954,811)	440,580,700
	<u>453,644,806</u>	<u>936,836,427</u>	<u>(22,663,971)</u>	<u>1,367,817,262</u>
Debt securities				
- Debentures	7,023,105	43,924	-	7,067,029
	<u>460,667,911</u>	<u>936,880,351</u>	<u>(22,663,971)</u>	<u>1,374,884,291</u>

	SEPARATE FINANCIAL STATEMENTS			UNIT : BAHT
	Cost value/ amortized cost	Unrealized gross profit	Unrealized gross loss	Fair value
	As at			As at
	December 31, 2018			December 31, 2018
Available-for-sale securities				
Equity securities				
- Ordinary shares				
- Related parties	307,989,896	741,408,295	(9,309,160)	1,040,089,031
- Other companies	145,654,910	305,303,101	(10,607,973)	440,350,038
	<u>453,644,806</u>	<u>1,046,711,396</u>	<u>(19,917,133)</u>	<u>1,480,439,069</u>
Debt securities				
- Debentures	11,076,673	-	(105,001)	10,971,672
	<u>464,721,479</u>	<u>1,046,711,396</u>	<u>(20,022,134)</u>	<u>1,491,410,741</u>

11. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as at December 31, are as follows:

							UNIT : BAHT
							SEPARATE
							FINANCIAL STATEMENTS
Companies	Business Type	Paid-up capital		% of ownership		Cost method	
		2019	2018	2019	2018	2019	2018
Subsidiaries							
Wacoal Siracha Co., Ltd.	Manufacturing clothing	20,000,000	20,000,000	99.96	99.96	22,051,627	22,051,627
Wacoal Kabinburi Co., Ltd.	Manufacturing clothing	50,000,000	50,000,000	99.99	99.99	49,999,802	49,999,802
Wacoal Lamphun Co., Ltd.	Manufacturing clothing	50,000,000	50,000,000	99.99	99.99	49,999,823	49,999,823
Tora 1010 Co., Ltd.	Trading clothing	30,000,000	30,000,000	99.99	99.99	29,997,000	29,997,000
Total investments in subsidiaries						152,048,252	152,048,252

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. The Company had initially paid for the shares at par value of Baht 50 each, totalling Baht 20 million, on November 14, 2018.

12. INVESTMENTS IN ASSOCIATES

Investments in associates as at December 31, are as follows:

UNIT : BAHT							
Companies	Business Type	Paid-up capital		CONSOLIDATED		SEPARATE	
				FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018	2019	2018
Associates							
Pattaya Myanmar Co., Ltd.	Manufacturing						
	clothing	25,424,000	25,424,000	5,886,468	6,036,125	5,084,800	5,084,800
Myanmar Wacoal Co., Ltd.	Manufacturing						
	clothing	132,400,000	132,400,000	40,144,432	36,735,507	52,960,728	52,960,728
Pattaya Manufacturing Co., Ltd	Manufacturing						
	clothing	30,000,000	30,000,000	134,347,617	133,917,334	124,464,200	124,464,200
Total investments in associates				180,378,517	176,688,966	182,509,728	182,509,728

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, totalling Baht 52.96 million. 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 December 31, 2019 and 2018, the Company recorded investments in associates by equity method in the consolidated financial statements, using the information from the financial statements of the associates for the years ended December 31, 2019 and 2018 which were not audited and reviewed. Shares of profit from investment in such associated companies for the years ended December 31, 2019 and 2018 were Baht 3.68 million and Baht 10.71 million, respectively.

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

	UNIT : MILLION BAHT	
	As at December 31,	
	2019	2018
Total assets	894.36	957.68
Total liabilities	(321.87)	(373.34)
Net assets	<u>572.49</u>	<u>584.34</u>

	UNIT : MILLION BAHT	
	For the years ended	
	December 31,	
	2019	2018
Total revenue	709.79	802.38
Net profit for the year	8.84	28.35
Share of profit of associates accounted for under the equity method	3.68	10.71

13. OTHER LONG-TERM INVESTMENTS

Other long-term investments as at December 31, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
General investments				
Ordinary shares				
- Related companies	708,918,514	674,626,594	708,918,514	674,626,594
Less Allowance for impairment	(77,417,122)	(78,639,942)	(77,417,122)	(78,639,942)
	<u>631,501,392</u>	<u>595,986,652</u>	<u>631,501,392</u>	<u>595,986,652</u>
- Other companies	117,974,476	121,162,476	114,704,476	117,892,476
Less Allowance for impairment	(18,627,500)	(20,597,500)	(18,627,500)	(20,597,500)
	<u>99,346,976</u>	<u>100,564,976</u>	<u>96,076,976</u>	<u>97,294,976</u>
	<u>730,848,368</u>	<u>696,551,628</u>	<u>727,578,368</u>	<u>693,281,628</u>
Held-to-maturity securities				
Debentures	150,000,000	100,000,000	150,000,000	100,000,000
	<u>880,848,368</u>	<u>796,551,628</u>	<u>877,578,368</u>	<u>793,281,628</u>

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 December 31, 2018 (see Note 10.1).

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 (see Note 4.2.3).

13.1 Details of investments in related companies as at December 31, are as follows: (see Note 31)

Companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED		SEPARATE		CONSOLIDATED		UNIT : BAHT	
							FINANCIAL STATEMENTS		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS		SEPARATE	
							Carrying value*		Carrying value*		Dividend received		Dividend received	
			2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
			Baht'000	Baht'000										
General investments														
SSDC (Tigertex) Co., Ltd.	Dying	The Company's major shareholder has over 10% shareholding	324,000	324,000	18.72	18.72	68,854,841	68,854,841	68,854,841	68,854,841	1,819,671	1,213,114	1,819,671	1,213,114
T.U.C. Elastic Co., Ltd.	Manufacturing elastic	The Company's major shareholder has over 10% shareholding	-	160,000	-	10.75	-	10,258,080	-	10,258,080	-	-	-	-
Wien International Co., Ltd. **	Direct sales	The Company's major shareholder has over 10% shareholding	30,000	30,000	17.90	17.90	14,352,367	14,352,367	14,352,367	14,352,367	5,101,500	2,685,000	5,101,500	2,685,000
Raja Uchino Co., Ltd.	Lining	The Company's major shareholder has over 10% shareholding	121,500	121,500	4.47	4.47	4,659,410	4,659,410	4,659,410	4,659,410	54,360	54,360	54,360	54,360
Champ Ace Co., Ltd.	Garment	The Company's major shareholder has over 10% shareholding	40,000	40,000	10.00	10.00	4,000,000	4,000,000	4,000,000	4,000,000	-	-	-	-
Thai Monster Co., Ltd. *	Garment	The Company's major shareholder has over 10% shareholding	5,000	5,000	5.00	5.00	100,000	100,000	100,000	100,000	-	-	-	-

* Carrying value - net of allowance for impairment

**As of December 31, 2019, Wien International Co., Ltd. is on the process of liquidation

13.1 Details of investments in related companies as at December 31, are as follows: (Continued) (see Note 31)

Companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS Carrying value*		SEPARATE FINANCIAL STATEMENTS Carrying value*		CONSOLIDATED FINANCIAL STATEMENTS Dividend received		SEPARATE FINANCIAL STATEMENTS Dividend received	
			2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
			Baht'000	Baht'000										
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	27,000,000	27,000,000	27,000,000	27,000,000	3,460,680	4,124,980	3,460,680	4,124,980
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	4,800,000	4,800,000	4,800,000	4,800,000	-	-	-	-
International Commercial Coordination (HK) *	Distributor	The Company's major shareholder has over 10% shareholding	21,456	21,456	18.00	18.00	-	1,477,180	-	1,477,180	-	-	-	-
PT. Indonesia Wacoal	Garment	The Company's major shareholder has over 10% shareholding	108,472	108,472	6.00	6.00	6,508,176	6,508,176	6,508,176	6,508,176	276,639	277,915	276,639	277,915
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	41,567,000	38,767,000	41,567,000	38,767,000	-	-	-	-
Waseda Education (Thailand) Co., Ltd.	Education Institution	The Company's major shareholder has over 10% shareholding	20,000	20,000	7.14	7.14	1,428,600	1,428,600	1,428,600	1,428,600	-	-	-	-
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	1,930,000	530,000	1,930,000	530,000	-	-	-	-
Sun 108 Co., Ltd.	Retail	The Company's major shareholder has over 10% shareholding	450,000	450,000	5.00	5.00	22,500,000	22,500,000	22,500,000	22,500,000	2,250,000	10,500,000	2,250,000	10,500,000

* Carrying value - net of allowance for impairment

13.1 Details of investments in related companies as at December 31, are as follows: (Continued) (see Note 31)

Companies	Business Type	Relationship	Paid-up capital		% of Ownership		CONSOLIDATED FINANCIAL STATEMENTS Carrying value*		SEPARATE FINANCIAL STATEMENTS Carrying value*		CONSOLIDATED FINANCIAL STATEMENTS Dividend received		UNIT : BAHT SEPARATE FINANCIAL STATEMENTS Dividend received	
			2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
			Baht'000	Baht'000										
Janome (Thailand) Co., Ltd.	Manufacturer of Sewing Machines	The Company's major shareholder has over 10% shareholding	97,400	97,400	7.73	7.73	19,254,283	19,254,283	19,254,283	19,254,283	1,881,590	1,881,590	1,881,590	1,881,590
Erawan Textile Co., Ltd.	Spinning Textile and Weaving	The Company's major shareholder has over 10% shareholding	621,463	621,463	16.23	16.23	119,891,874	119,891,874	119,891,874	119,891,874	-	-	-	-
Bangkok Tokyo Socks Co., Ltd.	Manufacturer and Export of socks	The Company's major shareholder has over 10% shareholding	161,780	161,780	15.14	15.14	24,599,800	24,599,800	24,599,800	24,599,800	-	-	-	-
Fujix International Co., Ltd. *	Thread Seller	The Company's major shareholder has over 10% shareholding	100,000	100,000	5.00	5.00	2,110,000	2,110,000	2,110,000	2,110,000	-	-	-	-
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	130,000,000	130,000,000	130,000,000	130,000,000	-	-	-	-
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	57,000,000	57,000,000	57,000,000	57,000,000	-	-	-	-
Saha Capital Tower Co., Ltd.	Development of Investment Property	The Company's major shareholder has over 10% shareholding	500,000	-	10.00	-	50,000,000	-	50,000,000	-	-	-	-	-
Saha Asia Pacific Co., Ltd.	Rental & Operation of Investment Property	The Company's major shareholder is director's close relative	150,268	187,835	18.50	18.50	29,537,500	36,487,500	29,537,500	36,487,500	1,737,500	1,390,000	1,737,500	1,390,000
SRP Nanasai Co., Ltd.	Design & Advertising	Co-director	16,000	16,000	7.69	7.69	1,019,300	1,019,300	1,019,300	1,019,300	36,900	36,900	36,900	36,900
Royal Garment Co., Ltd.	Manufacturing clothing	Co-director	1,000	1,000	9.00	9.00	388,241	388,241	388,241	388,241	130,500	72,000	130,500	72,000
Total general investments							<u>631,501,392</u>	<u>595,986,652</u>	<u>631,501,392</u>	<u>595,986,652</u>	<u>16,749,340</u>	<u>22,235,859</u>	<u>16,749,340</u>	<u>22,235,859</u>

* Carrying value - net of allowance for impairment

As at December 31, 2018, T.U.C. Elastic Co., Ltd. is on the process of liquidation. The Company has received cash in advance from general investment in such company amounting to Baht 17.20 million (see Note 31). On September 13, 2019, T.U.C. Elastic Co., Ltd. has already completed the process of liquidation. The Company recognized gain as gain (loss) on sale of investments in the statement of profit or loss for the year ended December 31, 2019.

As at December 31, 2018, Saha Nam Textile Co., Ltd. is on the process of liquidation. The Company has received cash in advance from general investment in such company amounting to Baht 0.70 million. On July 5, 2019, Saha Nam Textile Co., Ltd. has already completed the process of liquidation. The Company recognized loss as gain (loss) on sale of investments in the statement of profit or loss for the year ended December 31, 2019.

13.2 Gain (loss) on sale of investments

Gain (loss) on sale of investments for the years ended December 31, consists of the following:

	CONSOLIDATED		UNIT : BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Gain (loss) on sale of investments				
- Trading securities	(7,418)	119,010	(7,418)	119,010
- Available-for-sale securities	(17,300,748)	90,374,774	(17,839,559)	89,724,250
- General investment	7,484,376	-	7,484,376	-
Total gain (loss) on sale of investments	<u>(9,823,790)</u>	<u>90,493,784</u>	<u>(10,362,601)</u>	<u>89,843,260</u>

13.3 Maturities of held-to-maturity securities

Maturities of held-to-maturity securities as at December 31, are as follows:

	CONSOLIDATED		UNIT : BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Between 1 and 5 years	150,000,000	80,000,000	150,000,000	80,000,000
Over 5 years	-	20,000,000	-	20,000,000
Total	<u>150,000,000</u>	<u>100,000,000</u>	<u>150,000,000</u>	<u>100,000,000</u>

Other details of held-to-maturity securities are as follows:

	UNIT : BAHT		
	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
	Cost Value/ Amortized Cost As at December 31, 2019	Unrealized gross profit	Fair Value As at December 31, 2019
Held-to-maturity securities			
Debentures	<u>150,000,000</u>	<u>4,946,000</u>	<u>154,946,000</u>

	UNIT : BAHT		
	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		Fair Value
	Cost Value/ Amortized Cost As at December 31, 2018	Unrealized gross profit	As at December 31, 2018
Held-to-maturity securities			
Debentures	100,000,000	1,720,000	101,720,000

14. INVESTMENT PROPERTY AND NON-CURRENT ASSETS CLASSIFY AS ASSETS HELD FOR SALES

Investment property as at December 31, consist of the following:

As at December 31, 2019

	UNIT : BAHT				
	CONSOLIDATED FINANCIAL STATEMENTS				
	Balance as at January 1, 2019	Additions	Disposals	Transfer to non-current assets classify as assets held for sales	Transfer/ other
Cost					
Land	686,041,013	-	(184,539,270)	(430,910,730)	(10,139,038)
Building and structures	99,216,484	-	-	-	(13,212,446)
Total costs	785,257,497	-	(184,539,270)	(430,910,730)	(23,351,484)
Accumulated depreciation					
Building and structures	(75,277,209)	(3,372,329)	-	-	12,259,440
Investment property	709,980,288				80,065,915

As at December 31, 2018

	UNIT : BAHT				
	CONSOLIDATED FINANCIAL STATEMENTS				
	Balance as at January 1, 2018	Additions	Disposals	Transfer/ other	Balance as at December 31, 2018
Cost					
Land	686,041,013	-	-	-	686,041,013
Building and structures	99,216,484	-	-	-	99,216,484
Total costs	785,257,497	-	-	-	785,257,497
Accumulated depreciation					
Building and structures	(71,692,107)	(3,585,102)	-	-	(75,277,209)
Investment property	713,565,390				709,980,288

Depreciation for the years ended December 31,

2019	Baht	3,372,329
2018	Baht	3,585,102

As at December 31, 2019

SEPARATE FINANCIAL STATEMENTS						UNIT : BAHT
	Balance as at January 1, 2019	Additions	Disposals	Transfer to non-current assets classify as assets held for sales	Transfer/ other	Balance as at December 31, 2019
Cost						
Land	687,445,274	-	(184,539,270)	(430,910,730)	(10,139,038)	61,856,236
Building and structures	124,075,684	-	(26,409,200)	-	(13,212,446)	84,454,038
Total costs	<u>811,520,958</u>	<u>-</u>	<u>(210,948,470)</u>	<u>(430,910,730)</u>	<u>(23,351,484)</u>	<u>146,310,274</u>
Accumulated depreciation						
Building and structures	<u>(97,007,634)</u>	<u>(3,443,740)</u>	<u>23,351,836</u>	<u>-</u>	<u>12,259,440</u>	<u>(64,840,098)</u>
Investment property	<u>714,513,324</u>					<u>81,470,176</u>

As at December 31, 2018

SEPARATE FINANCIAL STATEMENTS						UNIT : BAHT
	Balance as at January 1, 2018	Additions	Disposals	Transfer/ other		Balance as at December 31, 2018
Cost						
Land	687,445,274	-	-	-		687,445,274
Building and structures	124,075,684	-	-	-		124,075,684
Total costs	<u>811,520,958</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>811,520,958</u>
Accumulated depreciation						
Building and structures	<u>(93,248,764)</u>	<u>(3,758,870)</u>	<u>-</u>	<u>-</u>		<u>(97,007,634)</u>
Investment property	<u>718,272,194</u>					<u>714,513,324</u>

Depreciation for the years ended December 31,

2019	Baht	<u>3,443,740</u>
2018	Baht	<u>3,758,870</u>

On November 14, 2019, the Company entered into the land purchase and sale agreement for 4 land plots to Saha Capital Tower Co., Ltd., which is the related company, totalling Baht 924.90 million, in which the selling price was appraised by the independent appraiser. In December 2019, the Company received cash and transferred ownership for 2 plots in amount of Baht 277.27 million and recognized gain from sale of such land in amount of Baht 81.92 million as other income in the consolidated and separate statement of profit or loss and statement of comprehensive income for the year ended December 31, 2019 (see Note 28). Further, the Company received cash in advance for land in amount of Baht 100 million (see Note 18) which the remaining amount of Baht 547.63 million will be received within April 2020. Such land was classified to non-current assets classify as assets held for sales with carrying value in the amount of Baht 430.91 million.

Fair value of investment property as at December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	CARRYING VALUE	FAIR VALUE	CARRYING VALUE	FAIR VALUE
As at December 31, 2019				
Land	60,451,975	182,833,120	61,856,236	269,096,000
Building and structures	19,613,940	96,592,900	19,613,940	85,592,900

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	CARRYING VALUE	FAIR VALUE	CARRYING VALUE	FAIR VALUE
As at December 31, 2018				
Land	686,041,013	973,553,120	687,445,274	1,059,816,000
Building and structures	23,939,275	133,992,900	27,068,050	160,741,900

Fair value of investment property was appraised by an independent appraiser using the Cost Approach or the Market Approach.

Items recognized in profit or loss from investment property for the years ended December 31, consist of the following:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Rental income from investment property	3,389,288	4,396,403	6,467,288	8,759,603
Direct operating expenses arising from investment property that generated rental income during the year	5,032,496	6,053,227	5,103,908	6,429,573

15. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as at December 31, consist of the following:

As at December 31, 2019

	CONSOLIDATED FINANCIAL STATEMENTS				UNIT : BAHT
	Balance as at January 1, 2019	Additions	Disposals	Transfer/ other	Balance as at December 31, 2019
Cost					
Land	866,104,639	-	-	10,139,038	876,243,677
Land improvement	3,736,581	-	-	-	3,736,581
Building and structures	427,621,568	-	(32,456,158)	17,671,440	412,836,850
Furniture, fixtures and office equipment	804,833,912	45,770,377	(36,386,179)	7,641,685	821,859,795
Machinery and equipment	964,677,449	6,051,103	(24,774,076)	2,514,375	948,468,851
Vehicles	65,352,653	4,140,843	(8,134,983)	-	61,358,513
Total costs	<u>3,132,326,802</u>	<u>55,962,323</u>	<u>(101,751,396)</u>	<u>37,966,538</u>	<u>3,124,504,267</u>
Accumulated depreciation					
Land improvement	(1,594,598)	(59,361)	-	-	(1,653,959)
Building and structures	(326,500,666)	(7,097,584)	29,398,791	(12,259,440)	(316,458,899)
Furniture, fixtures and office equipment	(691,697,143)	(40,515,494)	35,515,544	(139,188)	(696,836,281)
Machinery and equipment	(842,722,565)	(37,405,281)	21,669,860	139,188	(858,318,798)
Vehicles	(43,056,372)	(5,728,922)	7,731,671	-	(41,053,623)
Total accumulated depreciation	<u>(1,905,571,344)</u>	<u>(90,806,642)</u>	<u>94,315,866</u>	<u>(12,259,440)</u>	<u>(1,914,321,560)</u>
Construction in progress and machinery under installation	1,008,048	14,740,229	(19,058)	(14,615,055)	1,114,164
Property, plant and equipment	<u>1,227,763,506</u>				<u>1,211,296,871</u>

As at December 31, 2018

	CONSOLIDATED FINANCIAL STATEMENTS				UNIT : BAHT
	Balance as at January 1, 2018	Additions	Disposals	Transfer/ other	Balance as at December 31, 2018
Cost					
Land	866,104,639	-	-	-	866,104,639
Land improvement	3,736,581	-	-	-	3,736,581
Building and structures	427,621,568	-	-	-	427,621,568
Furniture, fixtures and office equipment	783,018,321	24,108,735	(7,188,952)	4,895,808	804,833,912
Machinery and equipment	948,074,497	18,788,615	(10,760,587)	8,574,924	964,677,449
Vehicles	60,205,731	8,425,321	(3,278,399)	-	65,352,653
Total costs	<u>3,088,761,337</u>	<u>51,322,671</u>	<u>(21,227,938)</u>	<u>13,470,732</u>	<u>3,132,326,802</u>
Accumulated depreciation					
Land improvement	(1,535,225)	(59,373)	-	-	(1,594,598)
Building and structures	(318,143,436)	(8,357,230)	-	-	(326,500,666)
Furniture, fixtures and office equipment	(661,189,094)	(35,853,918)	5,345,869	-	(691,697,143)
Machinery and equipment	(812,158,252)	(40,909,999)	10,345,686	-	(842,722,565)
Vehicles	(41,183,639)	(5,151,127)	3,278,394	-	(43,056,372)
Total accumulated depreciation	<u>(1,834,209,646)</u>	<u>(90,331,647)</u>	<u>18,969,949</u>	<u>-</u>	<u>(1,905,571,344)</u>
Construction in progress and machinery under installation	2,756,572	11,735,714	(13,506)	(13,470,732)	1,008,048
Property, plant and equipment	<u>1,257,308,263</u>				<u>1,227,763,506</u>

Depreciation for the years ended December 31,

2019

Baht 90,806,642

2018

Baht 90,331,647

As at December 31, 2019

	Balance as at January 1, 2019	SEPARATE FINANCIAL STATEMENTS			UNIT : BAHT
		Additions	Disposals	Transfer/ other	Balance as at December 31, 2019
Cost					
Land	828,250,382	-	-	10,139,038	838,389,420
Land improvement	2,237,838	-	-	-	2,237,838
Building and structures	241,466,546	-	(6,046,958)	13,212,445	248,632,033
Furniture, fixtures and office equipment	644,585,961	44,537,612	(35,673,430)	2,756,918	656,207,061
Machinery and equipment	467,982,310	4,450,842	(560,278)	866,561	472,739,435
Vehicles	52,179,493	2,532,432	(7,194,594)	-	47,517,331
Total costs	<u>2,236,702,530</u>	<u>51,520,886</u>	<u>(49,475,260)</u>	<u>26,974,962</u>	<u>2,265,723,118</u>
Accumulated depreciation					
Land improvement	(1,575,413)	(56,886)	-	-	(1,632,299)
Building and structures	(155,316,398)	(6,025,572)	6,046,956	(12,259,440)	(167,554,454)
Furniture, fixtures and office equipment	(540,339,914)	(34,708,065)	34,803,797	-	(540,244,182)
Machinery and equipment	(418,327,457)	(14,386,273)	556,203	-	(432,157,527)
Vehicles	(33,003,205)	(4,789,630)	7,187,666	-	(30,605,169)
Total accumulated depreciation	<u>(1,148,562,387)</u>	<u>(59,966,426)</u>	<u>48,594,622</u>	<u>(12,259,440)</u>	<u>(1,172,193,631)</u>
Construction in progress and machinery under installation	861,365	3,666,339	-	(3,623,479)	904,225
Property, plant and equipment	<u>1,089,001,508</u>				<u>1,094,433,712</u>

As at December 31, 2018

	Balance as at January 1, 2018	SEPARATE FINANCIAL STATEMENTS			UNIT : BAHT
		Additions	Disposals	Transfer/ other	Balance as at December 31, 2018
Cost					
Land	828,250,382	-	-	-	828,250,382
Land improvement	2,237,838	-	-	-	2,237,838
Building and structures	241,466,546	-	-	-	241,466,546
Furniture, fixtures and office equipment	624,529,198	22,298,221	(7,130,963)	4,889,505	644,585,961
Machinery and equipment	468,289,302	1,658,588	(5,293,430)	3,327,850	467,982,310
Vehicles	48,002,759	7,448,101	(3,271,367)	-	52,179,493
Total costs	<u>2,212,776,025</u>	<u>31,404,910</u>	<u>(15,695,760)</u>	<u>8,217,355</u>	<u>2,236,702,530</u>
Accumulated depreciation					
Land improvement	(1,518,515)	(56,898)	-	-	(1,575,413)
Building and structures	(149,274,146)	(6,042,252)	-	-	(155,316,398)
Furniture, fixtures and office equipment	(514,919,264)	(30,708,616)	5,287,966	-	(540,339,914)
Machinery and equipment	(408,081,596)	(15,464,561)	5,218,700	-	(418,327,457)
Vehicles	(32,100,520)	(4,174,047)	3,271,362	-	(33,003,205)
Total accumulated depreciation	<u>(1,105,894,041)</u>	<u>(56,446,374)</u>	<u>13,778,028</u>	<u>-</u>	<u>(1,148,562,387)</u>
Construction in progress and machinery under installation	927,065	8,151,655	-	(8,217,355)	861,365
Property, plant and equipment	<u>1,107,809,049</u>				<u>1,089,001,508</u>

Depreciation for the years ended December 31,

2019	Baht	59,966,426
2018	Baht	56,446,374

Costs of plant and equipment which are fully depreciated and still in use by the Company and its subsidiaries as at December 31, 2019 and 2018 are approximately Baht 1,503.30 million and Baht 1,558.19 million, respectively (Company : Baht 936.41 million and Baht 976.22 million, respectively).

Leased assets included above, where the Company is a lessee under financial leases, classified in equipment as at December 31, as follows:

	CONSOLIDATED		UNIT : BAHT	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Cost - capitalized finance leases	2,004,000	2,004,000	1,404,000	1,404,000
<u>Less</u> Accumulated depreciation	<u>(2,004,000)</u>	<u>(1,771,119)</u>	<u>(1,404,000)</u>	<u>(1,228,981)</u>
Net book value	<u>-</u>	<u>232,881</u>	<u>-</u>	<u>175,019</u>

16. INTANGIBLE ASSETS

Intangible assets as at December 31, consist of the following:

As at December 31, 2019

	CONSOLIDATED FINANCIAL STATEMENTS				UNIT : BAHT
	Balance as at January 1, 2019	Additions	Disposals	Transfer/ other	Balance as at December 31, 2019
Cost					
Software	87,284,820	3,962,210	-	-	91,247,030
Trademark and club and golf membership fee	8,058,042	12,000	(448,598)	1,203,879	8,825,323
Total costs	<u>95,342,862</u>	<u>3,974,210</u>	<u>(448,598)</u>	<u>1,203,879</u>	<u>100,072,353</u>
Accumulated amortization					
Software	(58,262,094)	(5,883,231)	-	-	(64,145,325)
Trademark and club and golf membership fee	(6,413,589)	(555,516)	379,420	-	(6,589,685)
Total accumulated amortization	<u>(64,675,683)</u>	<u>(6,438,747)</u>	<u>379,420</u>	<u>-</u>	<u>(70,735,010)</u>
Intangible assets in transferring	8,652,044	2,040,766	-	(1,203,879)	9,488,931
Intangible assets	<u>39,319,223</u>				<u>38,826,274</u>

As at December 31, 2018

CONSOLIDATED FINANCIAL STATEMENTS					UNIT : BAHT
	Balance as at January 1, 2018	Additions	Disposals	Transfer/ other	Balance as at December 31, 2018
Cost					
Software	84,326,446	2,844,374	(8,400)	122,400	87,284,820
Trademark and club and golf membership fee	7,729,204	16,237	-	312,601	8,058,042
Total costs	<u>92,055,650</u>	<u>2,860,611</u>	<u>(8,400)</u>	<u>435,001</u>	<u>95,342,862</u>
Accumulated amortization					
Software	(52,283,421)	(5,978,816)	143	-	(58,262,094)
Trademark and club and golf membership fee	(5,975,718)	(437,871)	-	-	(6,413,589)
Total accumulated amortization	<u>(58,259,139)</u>	<u>(6,416,687)</u>	<u>143</u>	<u>-</u>	<u>(64,675,683)</u>
Intangible assets in transferring	3,471,415	5,615,630	-	(453,001)	8,652,044
Intangible assets	<u>37,267,926</u>				<u>39,319,223</u>
Amortization for the years ended December 31,					
2019				Baht	<u>6,438,747</u>
2018				Baht	<u>6,416,687</u>

As at December 31, 2019

SEPARATE FINANCIAL STATEMENTS					UNIT : BAHT
	Balance as at January 1, 2019	Additions	Disposals	Transfer/ other	Balance as at December 31, 2019
Cost					
Software	84,005,550	3,962,210	-	-	87,967,760
Trademark and club and golf membership fee	8,058,042	12,000	(448,598)	1,203,879	8,825,323
Total costs	<u>92,063,592</u>	<u>3,974,210</u>	<u>(448,598)</u>	<u>1,203,879</u>	<u>96,793,083</u>
Accumulated amortization					
Software	(55,114,719)	(5,810,630)	-	-	(60,925,349)
Trademark and club and golf membership fee	(6,413,588)	(555,517)	379,420	-	(6,589,685)
Total accumulated amortization	<u>(61,528,307)</u>	<u>(6,366,147)</u>	<u>379,420</u>	<u>-</u>	<u>(67,515,034)</u>
Intangible assets in transferring	8,652,044	2,040,766	-	(1,203,879)	9,488,931
Intangible assets	<u>39,187,329</u>				<u>38,766,980</u>

As at December 31, 2018

SEPARATE FINANCIAL STATEMENTS					UNIT : BAHT
	Balance as at January 1, 2018	Additions	Disposals	Transfer/ other	Balance as at December 31, 2018
Cost					
Software	81,055,576	2,827,574	-	122,400	84,005,550
Trademark and club and golf membership fee	7,729,204	16,237	-	312,601	8,058,042
Total costs	<u>88,784,780</u>	<u>2,843,811</u>	<u>-</u>	<u>435,001</u>	<u>92,063,592</u>
Accumulated amortization					
Software	(49,264,359)	(5,850,360)	-	-	(55,114,719)
Trademark and club and golf membership fee	(5,975,717)	(437,871)	-	-	(6,413,588)
Total accumulated amortization	<u>(55,240,076)</u>	<u>(6,288,231)</u>	<u>-</u>	<u>-</u>	<u>(61,528,307)</u>
Intangible assets in transferring	3,471,415	5,615,630	-	(435,001)	8,652,044
Intangible assets	<u>37,016,119</u>				<u>39,187,329</u>
Amortization for the years ended December 31,					
2019				Baht	<u>6,366,147</u>
2018				Baht	<u>6,288,231</u>

17. LEASEHOLD RIGHTS

Leasehold rights as at December 31, consist of the following:

As at December 31, 2019

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				UNIT : BAHT
	Balance as at January 1, 2019	Additions	Disposals	Balance as at December 31, 2019
Cost	47,964,526	-	(10,000,000)	37,964,526
Accumulated amortization	(33,933,862)	(3,881,860)	9,999,999	(27,815,723)
Leasehold rights	<u>14,030,664</u>			<u>10,148,803</u>

As at December 31, 2018

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				UNIT : BAHT
	Balance as at January 1, 2018	Additions	Disposals	Balance as at December 31, 2018
Cost	33,754,000	14,210,526	-	47,964,526
Accumulated amortization	(31,289,044)	(2,644,818)	-	(33,933,862)
Leasehold rights	<u>2,464,956</u>			<u>14,030,664</u>
Amortization for the years ended December 31,				
2019				Baht <u>3,881,860</u>
2018				Baht <u>2,644,818</u>

18. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at December 31, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Trade payables - related companies (see Note 31)	138,898,325	192,277,411	267,146,612	318,383,179
Trade payables - other companies	163,354,412	198,459,522	123,531,810	145,266,684
Total trade payables	302,252,737	390,736,933	390,678,422	463,649,863
Other payables - related companies (see Note 31)	9,536,450	5,348,953	9,484,133	5,286,451
Other payables - other companies	35,460,435	34,906,412	32,377,522	30,768,549
Accrued bonus expense	118,596,422	138,228,713	88,521,337	98,801,882
Accrued royalty fee (see Note 31)	67,263,274	57,844,879	67,263,274	57,844,879
Accrued expense	44,404,145	36,118,828	39,745,372	31,094,198
Unearned income (see Note 13.1)	94,853	17,971,123	60,937	17,930,947
Advance received for land (see Note 14 and 31)	100,000,000	-	100,000,000	-
Guarantees received in advance	3,937,339	2,332,350	3,658,439	2,013,289
Total other payables	379,292,918	292,751,258	341,111,014	243,740,195
	681,545,655	683,488,191	731,789,436	707,390,058

19. 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 December 31, are as follows:

	UNIT : BAHT	
	CONSOLIDATED AND SEPARATE	
	FINANCIAL STATEMENTS	
	2019	2018
Liabilities under finance lease agreements	-	283,896
<u>Less</u> Deferred interest under finance lease agreements	-	(19,529)
Liabilities under finance lease agreements	-	264,367
Liabilities under finance lease agreements		
installments due within 1 year	-	264,367

20. DEFERRED TAX LIABILITIES

Deferred tax liabilities as at December 31, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Deferred tax assets				
Consignment sales	3,675,800	1,400,000	3,675,800	1,400,000
Allowance for diminution in value of finished goods	190,761	235,058	190,761	235,058
Allowance for impairment of investments	19,208,924	24,211,016	19,208,924	24,211,016
Provision for goods returned	17,600,000	5,000,000	17,600,000	5,000,000
Provisions for employee benefit	128,123,828	102,144,612	91,445,169	70,184,992
Unrealized loss on the changes in value of trading securities	-	62,912	-	62,912
	<u>168,799,313</u>	<u>133,053,598</u>	<u>132,120,654</u>	<u>101,093,978</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	(112,240)	-	(112,240)	-
Unrealized gain on the changes in value of available-for-sale securities	(183,388,215)	(205,944,515)	(182,873,652)	(205,370,745)
Gain on translating the financial statement of a foreign operation	(3,877)	(2,675)	-	-
Financial lease liabilities	-	(20,647)	-	(17,869)
	<u>(183,504,332)</u>	<u>(205,967,837)</u>	<u>(182,985,892)</u>	<u>(205,388,614)</u>
Deferred tax liabilities - net	<u>(14,705,019)</u>	<u>(72,914,239)</u>	<u>(50,865,238)</u>	<u>(104,294,636)</u>

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

	CONSOLIDATED FINANCIAL STATEMENTS			
	As at	Items as	Items as	As at
	January 1, 2019	recognized in profit or loss (see Note 30)	recognized in other comprehensive income	December 31, 2019
Deferred tax assets				
Consignment sales	1,400	2,276	-	3,676
Allowance for diminution in value of finished goods	235	(44)	-	191
Allowance for impairment of investments	24,211	(5,002)	-	19,209
Provision for goods returned	5,000	12,600	-	17,600
Provisions for employee benefit	102,145	5,344	20,635	128,124
Unrealized loss on the changes in value of trading securities	63	(63)	-	-
	<u>133,054</u>	<u>15,111</u>	<u>20,635</u>	<u>168,800</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	-	(112)	-	(112)
Unrealized gain on the changes in value of available-for-sale securities	(205,944)	-	22,555	(183,389)
Gain on translating the financial statement of a foreign operation	(3)	-	(1)	(4)
Financial lease liabilities	(21)	21	-	-
	<u>(205,968)</u>	<u>(91)</u>	<u>22,554</u>	<u>(183,505)</u>
Deferred tax liabilities - net	<u>(72,914)</u>	<u>15,020</u>	<u>43,189</u>	<u>(14,705)</u>

BAHT '000

CONSOLIDATED FINANCIAL STATEMENTS

	As at January 1, 2018	Items as recognized in profit or loss (see Note 30)	Items as recognized in other comprehensive income	As at December 31, 2018
Deferred tax assets				
Consignment sales	1,400	-	-	1,400
Allowance for diminution in value of finished goods	225	10	-	235
Allowance for impairment of investments	9,128	15,083	-	24,211
Provision for goods returned	6,000	(1,000)	-	5,000
Provisions for employee benefit	100,522	2,820	(1,197)	102,145
Unrealized loss on the changes in value of trading securities	-	63	-	63
Loss on translating the financial statement of a foreign operation	8	-	(8)	-
	<u>117,283</u>	<u>16,976</u>	<u>(1,205)</u>	<u>133,054</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	(167)	167	-	-
Unrealized gain on the changes in value of available-for-sale securities	(239,603)	-	33,659	(205,944)
Gain on translating the financial statement of a foreign operation	-	-	(3)	(3)
Financial lease liabilities	(41)	20	-	(21)
	<u>(239,811)</u>	<u>187</u>	<u>33,656</u>	<u>(205,968)</u>
Deferred tax liabilities - net	<u>(122,528)</u>	<u>17,163</u>	<u>32,451</u>	<u>(72,914)</u>

BAHT '000

SEPARATE FINANCIAL STATEMENTS

	As at January 1, 2019	Items as recognized in profit or loss (see Note 30)	Items as recognized in other comprehensive income	As at December 31, 2019
Deferred tax assets				
Consignment sales	1,400	2,276	-	3,676
Allowance for diminution in value of finished goods	235	(44)	-	191
Allowance for impairment of investments	24,211	(5,002)	-	19,209
Provision for goods returned	5,000	12,600	-	17,600
Provisions for employee benefit	70,185	5,847	15,413	91,445
Unrealized loss on the changes in value of trading securities	63	(63)	-	-
	<u>101,094</u>	<u>15,614</u>	<u>15,413</u>	<u>132,121</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	-	(112)	-	(112)
Unrealized gain on the changes in value of available-for-sale securities	(205,371)	-	22,497	(182,874)
Financial lease liabilities	(18)	18	-	-
	<u>(205,389)</u>	<u>(94)</u>	<u>22,497</u>	<u>(182,986)</u>
Deferred tax liabilities - net	<u>(104,295)</u>	<u>15,520</u>	<u>37,910</u>	<u>(50,865)</u>

	SEPARATE FINANCIAL STATEMENTS			BAHT '000
	As at January 1, 2018	Items as recognized in profit or loss (see Note 30)	Items as recognized in other comprehensive income	As at December 31, 2018
Deferred tax assets				
Consignment sales	1,400	-	-	1,400
Allowance for diminution in value of finished goods	225	10	-	235
Allowance for impairment of investments	9,128	15,083	-	24,211
Provision for goods returned	6,000	(1,000)	-	5,000
Provisions for employee benefit	69,437	1,945	(1,197)	70,185
Unrealized loss on the changes in value of trading securities	-	63	-	63
	<u>86,190</u>	<u>16,101</u>	<u>(1,197)</u>	<u>101,094</u>
Deferred tax liabilities				
Unrealized gain on the changes in value of trading securities	(167)	167	-	-
Unrealized gain on the changes in value of available-for-sale securities	(239,191)	-	33,820	(205,371)
Financial lease liabilities	(33)	15	-	(18)
	<u>(239,391)</u>	<u>182</u>	<u>33,820</u>	<u>(205,389)</u>
Deferred tax liabilities - net	<u>(153,201)</u>	<u>16,283</u>	<u>32,623</u>	<u>(104,295)</u>

21. PROVISIONS FOR EMPLOYEE BENEFIT

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

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENT	
	2019	2018	2019	2018
Current provisions for Employee benefit	69,048,733	59,008,680	49,822,073	40,614,393
Non-current provisions for Employee benefit	687,461,143	509,129,588	482,880,319	328,527,571
Total	<u>756,509,876</u>	<u>568,138,268</u>	<u>532,702,392</u>	<u>369,141,964</u>

Amounts recognized in the statement of profit or loss in respect of these defined benefit plans for the years ended December 31, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Current service cost	37,604,223	33,604,396	29,974,188	24,635,236
Interest cost	13,144,798	11,283,932	9,053,204	7,407,867
Past service cost	9,101,669	-	5,190,528	-
	<u>59,850,690</u>	<u>44,888,328</u>	<u>44,217,920</u>	<u>32,043,103</u>

Movements in the present value of the provisions for employee benefit for the years ended December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS 2019	2018	FINANCIAL STATEMENTS 2019	2018
Beginning balance of post-employment benefits obligation	568,138,268	537,215,537	369,141,964	347,183,775
<u>Add</u> Current service cost	37,604,223	33,604,396	29,974,188	24,635,236
Interest cost	13,144,798	11,283,932	9,053,204	7,407,867
Past service cost	9,101,669	-	5,190,528	-
Actuarial (gain) loss	103,173,246	(5,985,058)	77,064,450	(5,985,058)
Adjustment from transfer-in of employees (see Note 4.4)	80,740,952	21,208,008	80,740,952	18,217,003
<u>Less</u> Benefit paid	<u>(55,393,280)</u>	<u>(29,188,547)</u>	<u>(38,462,894)</u>	<u>(22,316,859)</u>
Ending balance of post-employment benefits obligation	<u>756,509,876</u>	<u>568,138,268</u>	<u>532,702,392</u>	<u>369,141,964</u>

The principle actuarial assumptions used to calculate the provision under the retirement benefit plans as at December 31, are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS 2019	2018	FINANCIAL STATEMENTS 2019	2018
	%	%	%	%
Discount rate (p.a.)	1.29 - 1.91	1.89 - 2.42	1.46	2.21
Expected rate of salary increase (p.a.)	2.50 - 5.00	2.50 - 5.00	2.50 - 5.00	2.50 - 5.00
Voluntary resignation rate (Depended on employee's age) (p.a.)				
- Monthly employees	1 - 30	1 - 26	1 - 30	1 - 12
- Daily employees	1 - 74	1 - 46	3 - 33	3 - 35

The sensitivity analysis of the above actuarial assumptions impacted on increase (decrease) in present value of the provisions for employee benefit as at December 31, are as follows:

	UNIT : MILLION BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS 2019	2018	FINANCIAL STATEMENTS 2019	2018
Discount rate				
Discount rate, decrease of 1 percent	117.49	39.38	88.79	27.20
Discount rate, increase of 1 percent	(103.62)	(37.16)	(77.82)	(25.58)
Salary increase rate				
Salary increase rate, decrease of 1 percent	(54.80)	(39.02)	(41.41)	(26.68)
Salary increase rate, increase of 1 percent	57.78	40.96	43.78	28.12
Turnover rate				
Turnover rate, decrease of 1 percent	1.19	0.83	0.80	0.47
Turnover rate, increase of 1 percent	(1.11)	(0.76)	(0.75)	(0.44)

The Labor Protection Act (No. 7) B.E. 2562 has been announced in the Royal Gazette on April 5, 2019. This Labor Protection Act stipulates additional legal severance pay rates for employees who have worked for an uninterrupted period of 20 years or more. Such employees are entitled to receive compensation of not less than 400 days at the employees' latest wage rate. This change is considered an amendment to post-employment benefits plan. The Company and its subsidiaries will reflect the effect of such change by recognizing past service cost as an expense in the consolidated and separate statement of profit or loss for the year ended December 31, 2019, totalling Baht 9.10 million and Baht 5.19 million, respectively.

22. LEGAL RESERVE

Under the Public Companies Act, the Company is required to set aside as a statutory reserve at least 5% of its net profit after deficit brought forward (if any) until the reserve is not less than 10% of the registered capital. Dividend cannot be paid out of the legal reserve.

Under the provision of the Civil and Commercial Code of Thailand, the subsidiary companies are required to set aside as a legal reserve at least 5% of their net profit each time a dividend is declared until the reserve reaches 10% of registered capital, such reserve is not available for dividend distribution.

As at December 31, 2019 and 2018, the Company's legal reserve has reached 10% of the registered share capital.

23. CAPITAL MANAGEMENT

The Company's objective in managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders.

The Company does not apply any financial ratio to monitor its capital whilst manages its capital to be sufficient for its working capital.

24. DIVIDENDS AND GENERAL RESERVE

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

Companies	2019				2018			
	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 22	1.80	216.00	16.24	April 23	1.50	180.00	18.53
Wacoal Siracha Co., Ltd.	April 1	127.00	25.40	-	April 3	137.00	27.40	-
Wacoal Kabinburi Co., Ltd.	April 1	69.00	34.50	-	April 3	56.00	28.00	-
Wacoal Lamphun Co., Ltd.	April 1	40.00	20.00	-	April 3	22.50	11.25	-
Pattaya Kabinburi Co., Ltd.	April 1	112.00	22.40	-	April 3	108.00	21.60	-
Tora 1010 Co., Ltd.	April 1	20.00	6.00	-	April 3	24.00	2.40	-

Dividends in the year 2019 were the appropriation of net profit for the year 2018 and paid in May 2019.

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 2019.

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.

25. PROVIDENT FUNDS

The Company and its subsidiaries have set up a Provident Fund which is contributory by employees and the Company and its subsidiaries. The Fund is registered as the provident fund in accordance with the Provident Fund Act B.E. 2530 (1987).

For the years ended December 31, 2019 and 2018, the Company and its subsidiaries' contributions are recorded as expenses in the amount of Baht 25.57 million and Baht 21.68 million, respectively (Company : Baht 17.69 million and Baht 14.02 million, respectively).

26. REVENUES FROM SALE OF GOODS AND RENDERING OF SERVICES

Revenues from sale of goods and rendering of services of the Company and its subsidiaries for the years ended December 31, consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Timing of revenue recognition				
At a point in time				
Revenues from sale of goods	4,845,561,104	4,564,553,654	5,242,396,213	4,901,950,011
Revenues from rendering of services	35,585,282	41,497,795	12,287,171	13,950,605
Total revenues from sale of goods and rendering of services	<u>4,881,146,386</u>	<u>4,606,051,449</u>	<u>5,254,683,384</u>	<u>4,915,900,616</u>

27. COST OF SALE OF GOODS AND RENDERING OF SERVICES

Cost of sale of goods and rendering of services of the Company and its subsidiaries for the years ended December 31, consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Cost of sale of goods	3,146,994,959	3,366,108,738	3,732,433,782	3,895,984,910
Cost of rendering of services	<u>31,552,846</u>	<u>32,473,083</u>	<u>12,004,642</u>	<u>13,529,814</u>
Total cost of sale of goods and rendering of services	<u>3,178,547,805</u>	<u>3,398,581,821</u>	<u>3,744,438,424</u>	<u>3,909,514,724</u>

28. OTHER INCOME

Other income for the years ended December 31, consist of the following:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Interest income	8,758,683	8,374,435	8,056,093	7,996,179
Rental income and service income	7,084,968	10,771,129	10,240,910	16,820,272
Net gain on exchange rate	17,814,036	11,895,050	16,489,098	11,973,411
Gain on sales of land (see Note 14)	81,916,995	-	81,916,995	-
Gain on sales of plant and equipment	4,353,894	-	31,609,716	-
Unrealized gain on trading securities	561,201	-	561,201	-
Other income	60,140,103	64,951,018	58,938,510	64,453,054
	<u>180,629,880</u>	<u>95,991,632</u>	<u>207,812,523</u>	<u>101,242,916</u>

29. EXPENSES BY NATURE

Significant expenses by nature for the years ended December 31, are as follows:

	UNIT : BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Changes in finished goods				
and work in progress decreased	(178,455,962)	(125,728,392)	(181,918,182)	(108,702,350)
Cost of finished goods purchased	435,987,731	448,429,120	1,946,961,747	1,952,063,153
Raw materials used	1,533,880,563	1,675,565,864	1,151,396,477	1,217,564,081
Employee benefits expense	1,841,741,933	1,513,422,122	1,314,936,572	992,500,046
Depreciation and amortization	104,499,578	102,978,254	73,658,173	69,138,293
Loss on diminution in value of				
inventories (see Note 8)	44,333,438	48,879,616	41,863,522	45,965,722
Royalty fee	67,766,517	58,748,673	67,766,517	58,748,673
Utilities expense	55,046,619	51,001,524	35,001,841	32,745,156
Management benefit expenses	72,717,236	69,352,326	56,249,078	51,682,078

30. CORPORATE INCOME TAX

Corporate income tax of the Company and its subsidiaries for the years ended December 31, consist of the following:

	UNIT : BAHT	
	CONSOLIDATED	SEPARATE
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2019	2018
<u>Income tax of the current period</u>		
Income tax expenses of the current period	(64,495,347)	(61,566,775)
<u>Deferred income tax</u>		
Deferred tax income and temporary differences	15,019,473	17,162,754
Total	<u>(49,475,874)</u>	<u>(44,404,021)</u>

Tax expense for the years ended December 31, can be reconciled to the accounting profit are as follows:

	UNIT : BAHT	
	CONSOLIDATED	SEPARATE
	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
	2019	2018
Income before income tax	385,564,508	400,181,443
The result of the accounting income before income tax multiplied by the income tax rate 20% - expenses	(77,112,901)	(80,036,289)
Effect of the non-taxable income and non-deductible expense	27,637,027	35,632,268
Income tax expense	<u>(49,475,874)</u>	<u>(44,404,021)</u>

31. 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 engages the related company to be a distributor. 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 December 31, are as follows:

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
Trade receivables					
I.C.C. International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	634	488	634	488
Wacoal America Inc.	Subsidiary of major shareholder company	20	32	20	32
Wacoal Corporation	The Company’s major shareholder and ultimate shareholder	60	54	60	54
Wien International Co., Ltd.	The Company’s major shareholder has over 10% shareholding	-	37	-	37
Philippine Wacoal Corporation	The Company’s major shareholder has over 10% shareholding	-	9	-	9
Wacoal EMEA Ltd.	The Company’s major shareholder has over 10% shareholding	11	15	11	15
International Commercial Coordination (HK)	The Company’s major shareholder has over 10% shareholding	-	5	-	5
Pattaya Manufacturing Co., Ltd.	Associated company	1	18	1	18
Myanmar Wacoal Co., Ltd.	Associated company	12	18	12	18
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	59	59
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	28	19
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	21	31
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	22	21
Others		11	12	10	8
Total trade receivables (see Note 6)		749	688	878	814
Other receivables					
I.C.C. International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	12	3	12	3
Others		1	-	1	-
Total other receivables (see Note 6)		13	3	13	3

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2019	2018	2019	2018
Long-term investments in related companies					
- Available-for-sale securities (see Note 10.1)		939	1,053	927	1,040
- General investments (see Note 13.1)		631	596	631	596
		<u>1,570</u>	<u>1,649</u>	<u>1,558</u>	<u>1,636</u>
Non-current asset (see Note 4.4)					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	<u>65</u>	<u>16</u>	<u>65</u>	<u>16</u>
Trade payables					
Textile Prestige Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	3	4	2	3
Thai Takeda Lace Co., Ltd.	The Company's major shareholder has over 10% shareholding	4	10	3	3
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	34	32	34	32
Wacoal International Hongkong Co., Ltd.	The Company's major shareholder has over 10% shareholding	17	14	17	14
G Tech Material Co., Ltd.	The Company's major shareholder has over 10% shareholding	38	68	24	30
A Tech Textile Co., Ltd.	The Company's major shareholder has over 10% shareholding	19	33	14	18
Pattaya Manufacturing Co., Ltd.	Associated company	6	15	6	15
Myanmar Wacoal Co., Ltd.	Associated company	13	11	13	11
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	60	81
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	31	36
Wacoal Lamphun Co., Ltd	Subsidiary	-	-	29	36
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	31	37
Others		<u>5</u>	<u>5</u>	<u>3</u>	<u>2</u>
Total trade payables (see Note 18)		<u>139</u>	<u>192</u>	<u>267</u>	<u>318</u>
Other payables					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	2	2	2	2
SRP Nanasai Co., Ltd.	Co-director	3	3	3	3
Others		<u>5</u>	<u>-</u>	<u>4</u>	<u>-</u>
Total other payables (see Note 18)		<u>10</u>	<u>5</u>	<u>9</u>	<u>5</u>

	Relationship	UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
Accrued royalty fee (see Note 18)					
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	67	58	67	58
Unearned Income (see Note 13.1)					
T.U.C. Elastic Co., Ltd.	The Company's major shareholder has over 10% shareholding	-	17	-	17
Advance received from land (see Note 18)					
Saha Capital Tower Co., Ltd.	The Company's major shareholder has over 10% shareholding	100	-	100	-

Significant transactions with the related companies for the years ended December 31, are as follows:

	Relationship	UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
Sale (return) of raw materials and finished goods					
I.C.C. International Public Co., Ltd.	The Company's major shareholder has over 10% shareholding	3,130	2,745	3,130	2,745
Wacoal America Inc.	Subsidiary of major shareholder company	242	317	242	317
Philippine Wacoal Corp.	The Company's major shareholder has over 10% shareholding	34	50	34	50
Wacoal Corporation	The Company's major shareholder and ultimate shareholder	721	656	721	656
Wacoal China Co., Ltd.	The Company's major shareholder has over 10% shareholding	44	67	44	67
Wien International Co., Ltd.	The Company's major shareholder has over 10% shareholding	(33)	110	(33)	110
Best Factory Outlet Co., Ltd. (formerly Kabin Pattanakij Co., Ltd.)	The Company's major shareholder has over 10% shareholding	19	20	19	20
Wacoal EMEA Ltd.	The Company's major shareholder has over 10% shareholding	80	43	80	43
Pattaya Manufacturing Co., Ltd.	Associated company	17	49	17	48
Myanmar Wacoal Co., Ltd.	Associated company	75	63	75	63
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	174	152
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	90	67
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	93	89
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	80	64
Others		40	34	34	29
Total sale of raw materials and finished goods		4,369	4,154	4,800	4,520

		UNIT : MILLION BAHT			
	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2019	2018	2019	2018
Purchase of raw materials and finished goods					
Textile Prestige Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	8	13	5	7
Wacoal Corporation	The Company’s major shareholder and ultimate shareholder	126	116	126	116
Wacoal International Hongkong Co., Ltd.	The Company’s major shareholder has over 10% shareholding	209	178	209	178
Thai Takeda Lace Co., Ltd.	The Company’s major shareholder has over 10% shareholding	31	38	21	24
G Tech Material Co., Ltd.	The Company’s major shareholder has over 10% shareholding	276	371	158	157
A Tech Textile Co., Ltd.	The Company’s major shareholder has over 10% shareholding	122	179	80	105
Pattaya Manufacturing Co., Ltd.	Associated company	57	87	57	87
Myanmar Wacoal Co., Ltd.	Associated company	120	115	120	115
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	571	545
Wacoal Kabinburi Co., Ltd.	Subsidiary	-	-	296	318
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	318	329
Pattaya Kabinburi Co., Ltd.	Subsidiary	-	-	327	345
Tora 1010 Co., Ltd.	Subsidiary	-	-	85	96
Others		44	36	39	31
Total purchase of raw materials and finished goods		993	1,133	2,412	2,453
Hire of work income and rental income					
I.C.C. International Public Co., Ltd.	The Company’s major shareholder has over 10% shareholding	10	12	10	12
Thaigunze Co., Ltd.	The Company’s major shareholder has over 10% shareholding	11	9	-	-
Pattaya Manufacturing Co., Ltd.	Associated company	3	8	3	3
Wacoal Siracha Co., Ltd.	Subsidiary	-	-	4	7
Others		12	7	3	6
Total hire of work income and rental income		36	36	20	28
Wage hire of work and rental expense					
Royal Garment Co., Ltd.	Co-director	20	23	20	23
Myanmar Wacoal Co., Ltd.	Associated company	3	3	3	3
Pattaya Manufacturing Co., Ltd.	Associated company	35	41	35	41
Wacoal Lamphun Co., Ltd.	Subsidiary	-	-	2	1
Others		4	2	2	2
Total wage hire of work and rental expense		62	69	62	70
Royalty fee					
Wacoal Corporation	The Company’s major shareholder and ultimate shareholder	67	58	67	58

	Relationship	UNIT : MILLION BAHT			
		CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2019	2018	2019	2018
Management benefit expenses					
Short-term benefit		69	67	52	50
Retirement benefit		4	2	4	2
Total management benefit expenses		<u>73</u>	<u>69</u>	<u>56</u>	<u>52</u>

The Company and its subsidiaries sell finished goods 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% to 2%.

The Company purchases raw materials and finished goods 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 32).

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

32. 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 31), 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. The Company renewed such agreement until December 31, 2023.

33. DISCLOSURE OF INFORMATION ON FINANCIAL INSTRUMENTS

33.1 Credit risk

Credit risk refers to the risk that trade receivables will default on its contractual obligations resulting in a financial loss to the Company. The Company may have concentration of risks as most of trade receivables are related companies. However, the Company does not have any damage incurred from non-compliance with its contractual obligations of the trade receivables-related companies and expects that there is no credit risk.

In the case of recognized financial assets in the statement of financial position, the carrying amount of the assets recorded in the statement of financial position, represents the Company's maximum exposure to credit risk.

33.2 Interest rate risk

Interest rate risk arises from the potential for a change in interest rates to have an effect on the operation of the Company in the current year and in future years. However, the effect of the change in interest rate does not have a material impact on the Company as the investments in debt securities have fixed interest rate and the Company has no significant loans.

33.3 Exchange rate risk

Exchange rate risk arises from the potential for a change in exchange rate to have an adverse effect on the Company in the current year and in future years.

The Company uses derivative financial instruments which consist of forward exchange contracts to reduce exposure to fluctuations in foreign currency exchange rates.

Forward exchange contract protects the Company from movements in exchange rate by establishing the rate at which a foreign currency asset and liability will be settled. Any increase or decrease in the amount required to settle the asset or liability is offset by a corresponding movement in the forward exchange contract.

The notional amount and the fair value of derivatives as at December 31, are as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
December 31, 2019				
	Notional Amount due within 1 year		Fair Value	
Currency	Amount	Baht	Assets (Liabilities)	Baht
Forward contracts				
- Buy	JPY 110,000,000	30,471,500		30,519
- Buy	USD 27,256	822,591		1,272
- Sell	USD 650,742	19,644,142		35,073

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
December 31, 2018				
	Notional Amount due within 1 year		Fair Value	
Currency	Amount	Baht	Assets (Liabilities)	Baht
Forward contracts				
- Sell	JPY 138,000,000	40,295,950		(377,044)

33.4 Fair value of financial instruments

The following methods and assumptions were used by the Company and its subsidiaries in estimating fair value of financial instruments as disclosed herein:

33.4.1 Certain financial assets and financial liabilities of the Company and its 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			
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018		
Foreign currency forward contracts	Asset = 117 Liabilities = 50	Asset = 11 Liabilities = 388	Asset = 117 Liabilities = 50	Asset = 11 Liabilities = 388	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.
Short-term investments in trading securities - equity securities	4,073	3,798	4,073	3,798	Level 1	Bid prices at the Stock Exchange of Thailand on the last business day of the period
Short-term investments in trading securities - debt securities	11,955	11,596	11,955	11,596	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period
Short-term investments in available-for-sale securities - debt securities	410,713	290,381	271,265	179,864	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period
Long-term investments in available-for-sale securities - equity securities	1,379,667	1,492,889	1,367,817	1,480,439	Level 1	Bid prices at the Stock Exchange of Thailand on the last business day of the period
Long-term investments in available-for-sale securities - debt securities	7,067	10,972	7,067	10,972	Level 2	Discounted cash flow using yield as quoted by the Thai Bond Market Association on the last business day of the period

- 33.4.2 Cash and cash equivalents, time deposits, trade and other current receivables, other short-term loans, other current assets, deposit at bank under obligation, trade and other current payables, current income tax payable, and other current liabilities; the fair values approximate their carrying values due to the relatively short-term maturity of these financial instruments.

The transactions disclosed in the following table, are considered that the carrying amounts recognized in the consolidated and separate financial statements are different from their fair values.

	UNIT : BAHT				
	CONSOLIDATED		SEPARATE		
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS		
	Carrying amount	Fair value	Carrying amount	Fair value	Fair value hierarchy
As at December 31, 2019					
Financial assets					
General investments	730,848,368	1,186,917,547	727,578,368	1,183,756,397	Level 3
Investments in debentures	150,000,000	154,946,000	150,000,000	154,946,000	Level 2
As at December 31, 2018					
Financial assets					
General investments	696,551,628	1,201,660,202	693,281,628	1,237,488,740	Level 3
Investments in debentures	130,000,000	132,028,000	130,000,000	132,028,000	Level 2

The fair values of general investments were calculated from the book values of each investment.

The fair value of investments in debentures is determined by the last bid price by the Thai Bond Market Association on the last business day of the period.

34. CONTINGENT LIABILITIES AND COMMITMENTS

The Company and its subsidiaries have contingent liabilities and commitments are as follows:

- 34.1 Long-term lease agreement for building and vehicle rental payment for the remaining as at December 31, 2019 and 2018 consist of the following:

Rental of building and vehicle

Remaining Period	CONSOLIDATED		UNIT : MILLION BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Less than 1 year	25.78	15.08	24.38	13.68
Over 1 year but not over 5 years	14.25	9.54	14.25	9.54

For the years ended December 31, the Company and its subsidiaries had rental payment for building and vehicle which had been recorded as expense in the consolidated statements of profit or loss and statement of comprehensive income as follows:

	CONSOLIDATED		UNIT : MILLION BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Rental expenses for building and vehicle	35.13	21.41	31.93	20.01

- 34.2 Contingent liabilities and commitments as at December 31, are as follows:

	CONSOLIDATED		UNIT : MILLION BAHT SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2019	2018	2019	2018
Contingent liabilities in respect of guarantees issued on behalf of - Related parties (see Note 9)	76.20	83.53	76.20	83.53
Bank's letters of guarantee issued on behalf of the Company	18.76	16.59	17.94	15.31
Commitment in respect of building improvement	0.57	1.30	0.57	1.30

35. OPERATING SEGMENT INFORMATION

The principal business of the Company and its subsidiaries is to manufacture and sell clothes which mainly are ladies' lingerie, childrenwear 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 its subsidiaries have no inter-segment revenue. Information of the Company and its subsidiaries' segment revenues from external customers and segment profit or loss and reconciliation of total segment profit to profit or loss before income tax expense for the years ended December 31, are as follows:

	UNIT : MILLION BAHT					
	CONSOLIDATED FINANCIAL STATEMENTS					
	Domestic		Export		Total	
	2019	2018	2019	2018	2019	2018
Segment revenues from sale of goods and rendering of services	3,631.84	3,358.53	1,249.31	1,247.52	4,881.15	4,606.05
Segment profit (loss)	193.38	232.62	(86.08)	(32.36)	107.30	200.26
Dividend income					78.76	78.15
Other income					180.63	95.99
Reversal (loss) on impairment of investments					25.01	(75.42)
Gain (loss) on sale of investment					(9.82)	90.49
Share of profit from investments in associates					3.68	10.71
Net profit before income tax					385.56	400.18

The Company is unable to allocate property, plant and equipment for each segment due to the joint-usage in the production.

In addition, the main customer of the Company is I.C.C. International Public Co., Ltd., which is the Company's major shareholder which holds over 10% shareholding (see Note 31).

36. PROMOTIONAL PRIVILEGES

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

Items	Company name			
	Wacoal Siracha	Wacoal Lamphun	Wacoal Kabinburi	Pattaya Kabinburi
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.

37. REVENUE REPORTING OF A PROMOTED INDUSTRY

Based on the Announcement of the Board of the Investment No. Por. 14/2541 (1998) dated December 30, 1998 regarding revenue reporting of a promoted industry, the Group is required to report revenue from domestic sales and export sales separately and separately report between the promoted and non-promoted business. The required information for the years ended December 31, are as follows:

CONSOLIDATED FINANCIAL STATEMENTS	2019			2018		
	Promoted Business	Non-Promoted Business	Total	Promoted Business	Non-Promoted Business	Total
Income						
Income from export sales	-	1,249,306,729	1,249,306,729	-	1,247,519,948	1,247,519,948
Income from local sales	56,926	3,631,782,731	3,631,839,657	1,647,521	3,356,883,980	3,358,531,501
Total income from sales	56,926	4,881,089,460	4,881,146,386	1,647,521	4,604,403,928	4,606,051,449
Gain on exchange rate	-	17,814,036	17,814,036	-	11,895,050	11,895,050
Dividend income	-	78,762,766	78,762,766	-	78,148,639	78,148,639
Other income	159,347	162,656,497	162,815,844	189,938	83,906,644	84,096,582
Total income	216,273	5,140,322,759	5,140,539,032	1,837,459	4,778,354,261	4,780,191,720

The Company does not present the separate financial statements since the Company has not been granted promotional privileges from the Board of Investment.

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

The Company and its subsidiaries have adopted a policy to manage foreign exchange exposure of assets and liabilities in foreign currencies whereby the Company and its 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 its subsidiaries in foreign currencies are as follows:

Description	Term of Receipt/ Payment Days	CONSOLIDATED FINANCIAL STATEMENTS						SEPARATE FINANCIAL STATEMENTS					
		AMOUNT						AMOUNT					
		USD	YEN	HKD	EURO	CNY	THB	USD	YEN	HKD	EURO	CNY	THB
As at December 31, 2019													
Cash and cash equivalent	-	6,841	18,133,166	-	3,085	-	5,245,254	6,841	18,133,166	-	3,085	-	5,245,254
Trade receivables	30 - 180	1,658,363	260,947,711	-	-	-	120,762,046	1,658,363	260,947,711	-	-	-	120,762,046
		1,665,204	279,080,877	-	3,085	-	126,007,300	1,665,204	279,080,877	-	3,085	-	126,007,300
Trade payables	30	1,766,615	144,938,226	-	28,446	-	95,078,440	1,650,575	144,938,226	-	28,446	-	91,558,796
As at December 31, 2018													
Cash and cash equivalent	-	6,678	2,157,888	43,430	2,915	4,130	1,144,263	6,678	2,157,888	43,430	2,915	4,130	1,144,263
Deposit at bank under obligation	-	-	-	502,371	-	-	2,060,877	-	-	502,371	-	-	2,060,877
Trade receivables	30 - 180	2,427,902	234,754,258	1,133,031	-	-	150,926,822	2,427,902	234,754,258	1,133,031	-	-	150,926,822
		2,434,580	236,912,146	1,678,832	2,915	4,130	154,131,962	2,434,580	236,912,146	1,678,832	2,915	4,130	154,131,962
Trade payables	30	1,538,105	143,179,139	-	12,646	-	93,157,987	1,322,564	143,179,139	-	12,646	-	86,128,160

39. RECLASSIFICATIONS

Certain reclassifications have been made in the financial statements for the year ended December 31, 2018, to conform to the classification used in current period's financial statements. Such reclassifications have no effect to previously reported net profit and shareholders' equity. The reclassifications are as follows:

Account	Previous presentation	Current presentation	UNIT : BAHT Amount
Right to recover of the product	Provision for goods returned	Trade and other current receivables	52,200,000

40. APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved for issue by the Board of Directors of the Company on February 18, 2020.