

T.A.C. Consumer Public Company Limited  
Review report and interim financial statements  
For the three-month and six-month periods ended  
30 June 2018



**EY Office Limited**  
33rd Floor, Lake Rajada Office Complex  
193/136-137 Rajadapisek Road  
Klongtoey, Bangkok 10110  
G.P.O.Box 1047, Bangkok 10501, Thailand  
Tel: +66 2264 9090  
Fax: +66 2264 0789-90  
ey.com

บริษัท สำนักงาน อีวาย จำกัด  
ชั้น 33 อาคารเลคร์ชดา  
193/136-137 ถนนรัชดาภิเษก  
คลองเตย กรุงเทพฯ 10110  
ตู้ป.ณ. 1047 กรุงเทพฯ 10501  
โทรศัพท์: +66 2264 9090  
โทรสาร: +66 2264 0789-90  
ey.com

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of T.A.C. Consumer Public Company Limited

I have reviewed the accompanying statement of financial position, in which the equity method is applied, of T.A.C. Consumer Public Company Limited as at 30 June 2018, the related statements of comprehensive income, in which the equity method is applied, for the three-month and six-month periods then ended, the related statements of changes in shareholders' equity and cash flows, in which the equity method is applied, for the six-month period then ended, as well as the condensed notes to the financial statements. I have also reviewed the separate financial information of T.A.C. Consumer Public Company Limited for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of review**

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

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting.

Kamontip Lertwitworatep  
Certified Public Accountant (Thailand) No. 4377

EY Office Limited  
Bangkok: 9 August 2018

T.A.C. Consumer Public Company Limited  
Statement of financial position  
As at 30 June 2018


(Unit: Thousand Baht)

	Note	Financial statements in which the equity method is applied		
		30 June 2018 (Unaudited but reviewed)	30 June 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	3	79,170	79,170	88,665
Current investments	4	306,993	306,993	299,043
Trade and other receivables	2, 5	296,153	296,153	361,114
Inventories	6	35,936	35,936	54,521
Other current assets		3,985	3,985	2,991
<b>Total current assets</b>		<b>722,237</b>	<b>722,237</b>	<b>806,334</b>
<b>Non-current assets</b>				
Restricted bank deposits	3	27,000	27,000	27,000
Investment in joint venture	7	6,157	6,375	-
Property, plant and equipment	8	98,247	98,247	103,673
Intangible assets		1,625	1,625	2,293
Deferred tax assets	12	3,017	3,017	2,716
Other non-current assets		5,044	5,044	5,696
<b>Total non-current assets</b>		<b>141,090</b>	<b>141,308</b>	<b>141,378</b>
<b>Total assets</b>		<b>863,327</b>	<b>863,545</b>	<b>947,712</b>

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

  
**T.A.C. Consumer  
Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr. Chatchawe Vatanasuk

  
.....Director  
Mr. Chanit Suwanparin

T.A.C. Consumer Public Company Limited  
Statement of financial position (continued)  
As at 30 June 2018


(Unit: Thousand Baht)

	Note	Financial statements in which the equity method is applied		
		30 June 2018 (Unaudited but reviewed)	Separate financial statements 30 June 2018 (Unaudited but reviewed)	31 December 2017 (Audited)
<b>Liabilities and shareholders' equity</b>				
<b>Current liabilities</b>				
Trade and other payables	10	182,234	182,234	243,149
Current portion of liabilities under financial lease agreements		2,370	2,370	2,140
Income tax payable		9,573	9,573	14,951
Other current liabilities		3,485	3,485	4,397
<b>Total current liabilities</b>		<b>197,662</b>	<b>197,662</b>	<b>264,637</b>
<b>Non-current liabilities</b>				
Liabilities under financial lease agreements - net of current portion		3,527	3,527	3,977
Provision for long-term employee benefits		12,121	12,121	13,917
<b>Total non-current liabilities</b>		<b>15,648</b>	<b>15,648</b>	<b>17,894</b>
<b>Total liabilities</b>		<b>213,310</b>	<b>213,310</b>	<b>282,531</b>
<b>Shareholders' equity</b>				
Share capital	11			
Registered				
608,000,000 ordinary shares of Baht 0.25 each		152,000	152,000	152,000
Issued and fully paid up				
608,000,000 ordinary shares of Baht 0.25 each		152,000	152,000	152,000
Share premium		426,989	426,989	426,989
Retained earnings				
Appropriated - statutory reserve		15,200	15,200	15,200
Unappropriated		55,828	56,046	70,992
<b>Total shareholders' equity</b>		<b>650,017</b>	<b>650,235</b>	<b>665,181</b>
<b>Total liabilities and shareholders' equity</b>		<b>863,327</b>	<b>863,545</b>	<b>947,712</b>

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

**T.A.C. Consumer**  
**Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr. Chatchawe Vatanasuk

  
.....Director  
Mr. Chanit Suwanparin



(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Statement of comprehensive income  
For the three-month period ended 30 June 2018


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

	Note	Financial statements in which the equity method is applied		Separate financial statements
		2018	2018	2017
<b>Revenues</b>				
Sales and service income		324,551	324,551	329,786
Other income		4,039	4,039	1,725
<b>Total revenues</b>		<u>328,590</u>	<u>328,590</u>	<u>331,511</u>
<b>Expenses</b>				
Cost of sales and services		229,136	229,136	224,825
Selling expenses		55,284	55,284	50,165
Administrative expenses		17,167	17,167	17,597
<b>Total expenses</b>		<u>301,587</u>	<u>301,587</u>	<u>292,587</u>
<b>Profit before share of loss from investment in joint venture, finance cost and income tax expenses</b>		27,003	27,003	38,924
Share of loss from investment in joint venture	7	(218)	-	-
<b>Profit before finance cost and income tax expenses</b>		26,785	27,003	38,924
Finance cost		(124)	(124)	(73)
<b>Profit before income tax expenses</b>		26,661	26,879	38,851
Income tax expenses	12	(5,231)	(5,231)	(7,706)
<b>Profit for the period</b>		<u>21,430</u>	<u>21,648</u>	<u>31,145</u>
<b>Other comprehensive income</b>				
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>				
Arterial gain		3,253	3,253	-
Less: Income tax effect	12	(651)	(651)	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		2,602	2,602	-
<b>Other comprehensive income for the period</b>		<u>2,602</u>	<u>2,602</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>24,032</u>	<u>24,250</u>	<u>31,145</u>
<b>Basic earnings per share</b>	13			
Profit for the period (Baht)		<u>0.04</u>	<u>0.04</u>	<u>0.05</u>
Weighted average number of ordinary shares (Thousand shares)		<u>608,000</u>	<u>608,000</u>	<u>608,000</u>

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

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

  
.....Director  
Mr. Chatchawe Vatanasuk

  
.....Director  
Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Statement of comprehensive income (continued)  
For the six-month period ended 30 June 2018


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

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		2018	2018	2017	2017
<b>Revenues</b>					
Sales and service income		606,575	606,575	613,086	
Other income		5,300	5,300	5,502	
<b>Total revenues</b>		<u>611,875</u>	<u>611,875</u>	<u>618,588</u>	
<b>Expenses</b>					
Cost of sales and services		438,983	438,983	417,611	
Selling expenses		93,785	93,785	98,809	
Administrative expenses		32,678	32,678	30,747	
<b>Total expenses</b>		<u>565,446</u>	<u>565,446</u>	<u>547,167</u>	
<b>Profit before share of loss from investment in joint venture, finance cost and income tax expenses</b>		46,429	46,429	71,421	
Share of loss from investment in joint venture	7	(218)	-	-	
<b>Profit before finance cost and income tax expenses</b>		46,211	46,429	71,421	
Finance cost		(263)	(263)	(145)	
<b>Profit before income tax expenses</b>		45,948	46,166	71,276	
Income tax expenses	12	(8,994)	(8,994)	(14,306)	
<b>Profit for the period</b>		<u>36,954</u>	<u>37,172</u>	<u>56,970</u>	
<b>Other comprehensive income</b>					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Arterial gain		3,253	3,253	-	
Less: Income tax effect	12	(651)	(651)	-	
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		2,602	2,602	-	
<b>Other comprehensive income for the period</b>		<u>2,602</u>	<u>2,602</u>	<u>-</u>	
<b>Total comprehensive income for the period</b>		<u>39,556</u>	<u>39,774</u>	<u>56,970</u>	
<b>Basic earnings per share</b>	13				
Profit for the period (Baht)		0.06	0.06	0.09	
Weighted average number of ordinary shares (Thousand shares)		608,000	608,000	608,000	

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

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

  
..... Director  
Mr. Chatchawe Vatanasuk

  
..... Director  
Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Statement of changes in shareholders' equity  
For the six-month period ended 30 June 2018


(Unit: Thousand Baht)

		Financial statements in which the equity method is applied				
				Retained earnings		
		Issued and	Share	Appropriated -		
		paid up	premium	statutory	Unappropriated	
Note		share capital		reserve	Total	
	<b>Balance as at 1 January 2018</b>	152,000	426,989	15,200	70,992	665,181
	Profit for the period	-	-	-	36,954	36,954
	Other comprehensive income for the period	-	-	-	2,602	2,602
	Total comprehensive income for the period	-	-	-	39,556	39,556
	Dividend paid	15	-	-	(54,720)	(54,720)
	<b>Balance as at 30 June 2018</b>	<u>152,000</u>	<u>426,989</u>	<u>15,200</u>	<u>55,828</u>	<u>650,017</u>

T.A.C. Consumer  
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr. Chatchawe Vatanasuk

  
.....Director  
Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2018

(Unit: Thousand Baht)

	Separate financial statements					
	Note	Retained earnings				
		Issued and paid up share capital	Share premium	Appropriated - statutory reserve	Unappropriated	Total
<b>Balance as at 1 January 2017</b>		152,000	426,989	13,437	63,642	656,068
Profit for the period		-	-	-	56,970	56,970
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	56,970	56,970
Dividend paid	15	-	-	-	(48,640)	(48,640)
<b>Balance as at 30 June 2017</b>		<u>152,000</u>	<u>426,989</u>	<u>13,437</u>	<u>71,972</u>	<u>664,398</u>
<b>Balance as at 1 January 2018</b>		152,000	426,989	15,200	70,992	665,181
Profit for the period		-	-	-	37,172	37,172
Other comprehensive income for the period		-	-	-	2,602	2,602
Total comprehensive income for the period		-	-	-	39,774	39,774
Dividend paid	15	-	-	-	(54,720)	(54,720)
<b>Balance as at 30 June 2018</b>		<u>152,000</u>	<u>426,989</u>	<u>15,200</u>	<u>56,046</u>	<u>650,235</u>

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

**T.A.C. Consumer  
Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director

Mr. Chatchawe Vatanasuk

  
.....Director

Mr. Chanit Suwanparin



(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Cash flow statement

For the six-month period ended 30 June 2018


(Unit: Thousand Baht)


	Financial statements in which the equity method is applied		Separate financial statements	
	<u>2018</u>	<u>2018</u>	<u>2017</u>	
<b>Cash flows from operating activities</b>				
Profit before tax	45,948	46,166	71,276	
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	9,434	9,434	8,180	
Allowance for doubtful accounts	2,875	2,875	-	
Share of loss from investment in joint venture	218	-	-	
Reduction of inventories to net realisable value (reversal)	363	363	(3)	
Gain on sales and change in value of investments in trading securities	(2,219)	(2,219)	(2,367)	
Gain from disposals of equipment	-	-	(17)	
Provision for long-term employee benefits	1,457	1,457	1,567	
Unrealised gain on exchange	(830)	(830)	-	
Interest income	(1,177)	(1,177)	(1,130)	
Interest expenses	263	263	145	
Profit from operating activities before changes in operating assets and liabilities	56,332	56,332	77,651	
Operating assets decrease (increase):				
Trade and other receivables	62,232	62,232	(44,046)	
Inventories	18,222	18,222	(11,027)	
Other current assets	(994)	(994)	(2,480)	
Other non-current assets	652	652	74	
Operating liabilities increase (decrease):				
Trade and other payables	(53,967)	(53,967)	(16,306)	
Other current liabilities	(912)	(912)	(1,087)	
Cash from operating activities	81,565	81,565	2,779	
Cash received from interest income	1,055	1,055	719	
Cash paid for income tax	(15,324)	(15,324)	(15,068)	
<b>Net cash from (used in) operating activities</b>	<u>67,296</u>	<u>67,296</u>	<u>(11,570)</u>	

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

T.A.C. Consumer  
Public Company Limited

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr. Chatchawe Vatanasuk

  
.....Director  
Mr. Chanit Suwanparin

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Cash flow statement (continued)  
For the six-month period ended 30 June 2018

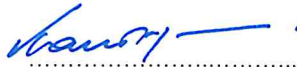
(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	<u>2018</u>	<u>2018</u>	<u>2017</u>	
<b>Cash flows from investing activities</b>				
Increase in current investments	(4,925)	(4,925)	(24,928)	
Increase in investment in joint venture	(6,375)	(6,375)	-	
Acquisitions of plant and equipment	(9,129)	(9,129)	(25,723)	
Cash received from disposals of equipment	-	-	27	
Increase in intangible assets	(183)	(183)	(430)	
<b>Net cash used in investing activities</b>	<u>(20,612)</u>	<u>(20,612)</u>	<u>(51,054)</u>	
<b>Cash flows from financing activities</b>				
Repayments of liabilities under finance lease agreements	(1,459)	(1,459)	(952)	
Dividend paid	(54,720)	(54,720)	(48,640)	
<b>Net cash used in financing activities</b>	<u>(56,179)</u>	<u>(56,179)</u>	<u>(49,592)</u>	
<b>Net decrease in cash and cash equivalents</b>	(9,495)	(9,495)	(112,216)	
Cash and cash equivalents at beginning of period	88,665	88,665	153,446	
<b>Cash and cash equivalents at end of period (Note 3)</b>	<u>79,170</u>	<u>79,170</u>	<u>41,230</u>	
<b>Supplemental cash flows information</b>				
Non-cash transactions				
Assets acquired under financial lease agreements	976	976	580	
Payables for acquisitions of equipment	-	-	3,568	

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

**T.A.C. Consumer  
Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr. Chatchawe Vatanasuk

  
.....Director  
Mr. Chanit Suwanparin

**T.A.C. Consumer Public Company Limited**

**Notes to interim financial statements**

**For the three-month and six-month periods ended 30 June 2018**

**1. General information**

**1.1 Company information**

T.A.C. Consumer Public Company Limited (“the Company”) was incorporated as a limited company under Thai laws and registered the change of its status to a public limited company under the Public Limited Companies Act on 26 August 2015. The Company operates in Thailand and its principal activity is the manufacture and distribution of beverages, with the registered office address at 9/231-233, 23rd Floor, UM Tower, Ramkhamhaeng Road, Suanluang, Bangkok, and its factory address is at 99/112 Moo 1, Nongmaidaeng, Banbueng, Chonburi.

**1.2 Basis for the preparation of interim financial statements**


These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin



### 1.3 New financial reporting standards

#### (a) Financial reporting standards that became effective in the current year

During the period, the Company has adopted the revised financial reporting standards and interpretations (revised 2017 ) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

#### (b) Financial reporting standard that will become effective in the future

During the period, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after 1 January 2019. Key principles of this standard are summarised below.


##### **TFRS 15 Revenue from Contracts with Customers**

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

At present, the management of the Company is evaluating the impact of this standard to the financial statements in the year when it is adopted.



  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin



## 1.4 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2017, except the accounting policy for investment in joint venture that the Company has adopted in the current period as below.

### Investment in joint venture

- a) Investment in joint venture is accounted for in the financial statements in which the equity method is applied using the equity method.
- b) Investment in joint venture is accounted for in the separate financial statements using the cost method.

## 2. Related party transactions

During the periods, the Company had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

As at 30 June 2018 and 31 December 2017, the balance of the account between the Company and its related party was as follows:

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
<b>Advance to related party (Note 5)</b>		
Related company (having common shareholders and directors)	470	-
Total advance to related party	<u>470</u>	<u>-</u>


### Directors and management's benefits

During the three-month and six-month periods ended 30 June 2018 and 2017, the Company had employee benefit expenses payable to its directors and management as below.

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2018	2017	2018	2017
Short-term employee benefits	9,648	10,726	18,553	17,966
Post employee benefits	809	984	1,882	1,944
Total	<u>10,457</u>	<u>11,710</u>	<u>20,435</u>	<u>19,910</u>

บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin

(Unaudited but reviewed)

### 3. Cash and cash equivalents

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
Cash	20	20
Bank deposits	105,850	115,645
Cash in private fund	300	-
Total	106,170	115,665
Less: Restricted bank deposits	(27,000)	(27,000)
Total cash and cash equivalents	79,170	88,665

As at 30 June 2018, bank deposits in savings accounts and fixed deposits carried interests between 0.04 and 1.00 percent per annum (31 December 2017: between 0.13 and 1.00 percent per annum).

Restricted bank deposits are deposits pledged with the bank to secure bank overdrafts and credit facilities as discussed in Note 9.

### 4. Current investments


As at 30 June 2018 and 31 December 2017, current investments consisted of the following:

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
Fixed deposits	103,304	102,579
Investments in trading securities - fair value (Note 4.1)	169,353	196,464
Current investments in private fund (Note 4.2)	34,336	-
Total current investments	306,993	299,043

As at 30 June 2018, the Company had current investments in 6-month and 12-month fixed deposits totaling Baht 103.3 million, carrying interests between 1.00 and 1.38 percent per annum and due for redemption during July 2018 to March 2019 (31 December 2017: Baht 102.6 million, carrying interests between 1.00 and 1.38 percent per annum).

**T.A.C. Consumer**  
**Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin

(Unaudited but reviewed)

- 4.1 Movements in the current investments in trading securities during the six-month period ended 30 June 2018 are summarised below.

	(Unit: Thousand Baht)
<b>Balance as at 31 December 2017</b>	196,464
Cash paid for current investments in trading securities during the period - at cost	634,000
Sales during the period - at cost	
Proceeds from sales	(662,000)
Gain on sales	665
Total	(661,335)
Gain on change in value	224
<b>Balance as at 30 June 2018</b>	<u>169,353</u>

- 4.2 Movements in the current investments in private fund during the six-month period ended 30 June 2018 are summarised below.


	(Unit: Thousand Baht)
<b>Balance as at 31 December 2017</b>	-
Cash paid for current investments in private fund during the period - at cost	32,200
Gain on change in value of investments	1,330
Unrealised gain on exchange	806
<b>Balance as at 30 June 2018</b>	<u>34,336</u>

The Company had set up a private fund for its investments which is managed by an asset management company. The investments include convertible bonds and trust securities of foreign companies or corporates. These investments are classified as trading securities.

As at 30 June 2018, the Company had assessed the fair value of such investments by referring to the value quoted by the asset management company in which the fair value had increased by Baht 1.3 million. The change in the fair value of such securities is included in profit or loss in the statement of comprehensive income.

**T.A.C. Consumer**  
**Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin



(Unaudited but reviewed)

## 5. Trade and other receivables

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
<b><u>Trade accounts receivable - unrelated parties</u></b>		
Aged on the basis of due dates		
Not yet due	223,862	277,246
Past due		
Up to 3 months	14,999	24,047
3 - 6 months	12,421	53,420
6 - 12 months	42,588	1,765
Over 12 months	44	102
Total	293,914	356,580
Less: Allowance for doubtful accounts	(3,305)	(416)
Total trade accounts receivable - unrelated parties - net	290,609	356,164
<b><u>Other receivables</u></b>		
Other receivables - unrelated parties	1,609	1,334
Less: Allowance for doubtful accounts	(219)	(233)
Other receivables - unrelated parties - net	1,390	1,101
Advance to related party	470	-
Prepaid expenses	2,945	3,232
Interest receivable	739	617
Total other receivables - net	5,544	4,950
Total trade and other receivables - net	296,153	361,114


## 6. Inventories

Movements in the reduction of inventories to net realisable value account during the six-month period ended 30 June 2018 are summarised below.

	(Unit: Thousand Baht)
<b>Balance as at 31 December 2017</b>	123
Reduction of inventory value during the period	363
<b>Balance as at 30 June 2018</b>	486

**T.A.C. Consumer**  
**Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin



(Unaudited but reviewed)

## 7. Investment in joint venture


### 7.1 Detail of investment in joint venture

Investment in joint venture represents investment in entity which is jointly controlled by the Company and other company. Details of this investment are as follows:

Joint venture	Nature of business	Shareholding percentage		Investment			
		30 June 2018	31 December 2017	Financial statements in which the equity method is applied		Separate financial statements in which the cost method is applied	
		(%)	(%)	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Siam Gateway Company Limited	Distribution and packing services through export channels	51	-	6,157	-	6,375	-
Total				6,157	-	6,375	-

**T.A.C. Consumer**  
Public Company Limited  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
..... Director  
Mr. Chatchawe Vatanasuk

  
..... Director  
Mr. Chanit Suwanparin

On 26 April 2018, the Meeting of the Board of Directors of the Company No. 3/2561 passed a resolution to approve in principle for the Company to have a joint venture with NPPG (Thailand) Public Company Limited to establish a limited company "Siam Gateway Company Limited" in Thailand to engage in packing and distribution of beverages, with an initial registered share capital of Baht 50 million. On 30 May 2018, Siam Gateway Company Limited registered its establishment with the Ministry of Commerce and called up share capital at 25 percent of the registered share capital or equivalent to Baht 12.5 million. The Company paid for its investment of Baht 6.4 million or equivalent to 51 percent of the paid-up share capital.

On 7 August 2018, the Meeting of the Board of Directors of Siam Gateway Company Limited passed a resolution to change the shareholding structure, in which the Company reduced its shareholding from 51 percent to 49 percent of the registered share capital, and NPPG (Thailand) Public Company Limited holds 49 percent, with 2 percent being held by an individual.

## 7.2 Share of loss from investment in joint venture

During the three-month and six-month periods ended 30 June 2018 and 2017, the Company recognised its share of loss from investment in joint venture in the financial statements in which the equity method is applied as follows:

(Unit: Thousand Baht)

Joint venture	Financial statements in which the equity method is applied			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2018	2017	2018	2017
Siam Gateway Company Limited	(218)	-	(218)	-
Total	(218)	-	(218)	-

## 8. Property, plant and equipment

Movements in the property, plant and equipment account during the six-month period ended 30 June 2018 are summarised below.

(Unit: Thousand Baht)

<b>Net book value as at 31 December 2017</b>	103,673
Acquisitions during the period - at cost	3,157
Depreciation for the period	(8,583)
<b>Net book value as at 30 June 2018</b>	<u>98,247</u>

The Company has mortgaged its land with structures thereon with the net book value as at 30 June 2018 of approximately Baht 17.2 million (31 December 2017: Baht 17.4 million) as collateral for bank overdrafts and credit facilities granted by a commercial bank as discussed in Note 9.

  
..... Director  
Mr.Chatchawe Vatanasuk

  
..... Director  
Mr.Chanut Suwanparin

**9. Bank overdrafts**

The bank overdrafts are secured by the pledge of the Company's bank deposits and the mortgage of land with structures thereon.

As at 30 June 2018, the Company had bank overdrafts which had not yet been drawn down amounting to Baht 134.8 million (31 December 2017: Baht 134.8 million).

**10. Trade and other payables**

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
Trade payables - unrelated parties	134,463	182,417
Other payables - unrelated parties	18,733	36,043
Accrued expenses	29,038	24,689
Total trade and other payables	<u>182,234</u>	<u>243,149</u>

**11. Share capital**

On 15 March 2018, the Meeting of the Board of Directors of the Company No. 2/2561 passed a resolution to approve the share repurchase project (Treasury Stock) with the maximum amount of Baht 15.2 million for 3 million shares repurchased at par value of Baht 0.25 per share, representing 0.49% of the total issued share capital. The repurchase period is from 2 April 2018 to 1 October 2018.

As at 30 June 2018, no shares were repurchased by the Company.

**12. Income tax**

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and six-month periods ended 30 June 2018 and 2017 are made up as follows:

	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
<b>Current income tax</b>				
Interim corporate income tax charge	6,011	7,880	9,946	14,652
<b>Deferred tax:</b>				
Relating to origination of temporary differences	(780)	(174)	(952)	(346)
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>5,231</u>	<u>7,706</u>	<u>8,994</u>	<u>14,306</u>

  
..... Director  
Mr.Chatchawe Vatanasuk

  
..... Director  
Mr.Chanit Suwanparin



The amounts of income tax relating to each component of other comprehensive income for the three-month and six-month periods ended 30 June 2018 and 2017 are as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Deferred tax relating to actuarial gain	651	-	651	-
Income tax charged directly to other comprehensive income	651	-	651	-

### 13. Earnings per share

Basic earnings per share is calculated by dividing profit for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.


### 14. Segment information

The Company is organised into business units based on its products and services. During the current period, the Company expanded its business to the sales of license of cartoon characters. At present, the Company is engaged in two operating segments, which are the manufacture and distribution of beverages and the sales of license of cartoon characters. Its operations are carried on only in geographical area of Thailand. However, at present the operation of the sales of license of cartoon characters is insignificant. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss and assets in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segments and geographical area.

### 15. Dividend

Dividend	Approved by	Total dividend (Million Baht)	Dividend per share (Baht)
<u>2017</u>			
Dividends for 2016	Annual General Meeting on 19 April 2017	48.64	0.08
Total dividend for 2017		48.64	0.08
<u>2018</u>			
Dividends for 2017	Annual General Meeting on 19 April 2018	54.72	0.09
Total dividend for 2018		54.72	0.09

  
Mr.Chatchawe Vatanasuk Director

  
Mr.Chanit Suwanparin Director



## 16. Commitments

### 16.1 Operating lease commitments

The Company has entered into several operating lease agreements in respect of the lease of office building space and equipment and other related service contracts. The terms of the agreements are generally between 1 and 4 years.

Future minimum payments required under these non-cancellable operating lease and service contracts were as follows:

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
Payable		
In up to 1 year	7.0	6.9
In over 1 year and up to 4 years	7.3	10.4

### 16.2 Merchandise sub-license commitments

On 19 October 2017, the Company entered into a merchandise sub-license agreement with an overseas company. Under the terms of the agreement, the Company is granted the privilege to sell licenses of the characters. The Company agrees to pay royalty fee at the percentage of gross license fee receipts as specified in the agreement. The agreement is for a period of 5 years, from 1 January 2018 to 31 December 2022.


## 17. Fair value hierarchy


As of 30 June 2018, the Company had the following assets that were measured at fair value.

	(Unit: Thousand Baht)
	Financial statements in which the equity method is applied and separate financial statements
	Level 2
<b>Financial assets measured at fair value</b>	
Investments in trading securities - Debt instruments	169,353
Current investments in private fund	34,336

During the current period, there were no transfers within the fair value hierarchy.

  
**T.A.C. Consumer**  
**Public Company Limited**  
 บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
 .....Director  
 Mr.Chatchawe Vatanasuk

  
 .....Director  
 Mr.Chanit Suwanparin

**18. Events after the reporting period**

On 9 August 2018, the Meeting of the Board of Directors of the Company passed a resolution to approve on interim dividend payment in respect of the profit for the six-month period ended 30 June 2018 to the Company's shareholders at Baht 0.04 per share, totaling Baht 24.32 million, which will be paid to the shareholders within 6 September 2018. Such dividend will be recorded in the third quarter of 2018.

**19. Approval of interim financial statements**

These interim financial statements were authorised for issue by the board of directors of the Company on 9 August 2018.

**T.A.C. Consumer**  
**Public Company Limited**  
บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mr.Chanit Suwanparin