

T.A.C. Consumer Public Company Limited  
Review report and interim financial statements  
For the three-month and nine-month periods ended  
30 September 2019



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## **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 of T.A.C. Consumer Public Company Limited as at 30 September 2019, the related statements of comprehensive income, in which the equity method is applied, for the three-month and nine-month periods then ended, the related statements of changes in shareholders' equity and cash flows, in which the equity method is applied, for the nine-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: 7 November 2019

T.A.C. Consumer Public Company Limited  
Statement of financial position  
As at 30 September 2019

(Unit: Thousand Baht)


	Note	Financial statements in which the equity method is applied		
		Separate financial statements		
		31 December 2018 (Audited)	30 September 2019 (Unaudited but reviewed)	31 December 2018 (Audited)
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	3	79,997	26,933	79,997
Current investments	4	392,024	494,736	392,024
Trade and other receivables	5	317,794	284,012	317,794
Inventories	6	63,399	59,114	63,399
Other current assets		3,710	3,974	3,710
<b>Total current assets</b>		<b>856,924</b>	<b>868,769</b>	<b>856,924</b>
<b>Non-current assets</b>				
Investment in joint venture	7	3,219	-	6,125
Property, plant and equipment	8	89,832	108,025	89,832
Intangible assets		759	348	759
Deferred tax assets		3,101	3,825	3,101
Other non-current assets		7,677	4,274	7,677
<b>Total non-current assets</b>		<b>104,588</b>	<b>116,472</b>	<b>107,494</b>
<b>Total assets</b>		<b>961,512</b>	<b>985,241</b>	<b>964,418</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

Mrs. Chirapan Khotcharit Choosang

T.A.C. Consumer Public Company Limited  
Statement of financial position (continued)  
As at 30 September 2019

(Unit: Thousand Baht)

	Note	Financial statements in which the equity method		
		is applied	Separate financial statements	
		31 December 2018 (Audited)	30 September 2019 (Unaudited but reviewed)	31 December 2018 (Audited)
<b>Liabilities and shareholders' equity</b>				
<b>Current liabilities</b>				
Trade and other payables	10	269,619	294,429	269,619
Current portion of liabilities under financial lease agreements		2,147	1,461	2,147
Income tax payable		12,366	10,370	12,366
Other current liabilities		4,206	7,067	4,206
<b>Total current liabilities</b>		<b>288,338</b>	<b>313,327</b>	<b>288,338</b>
<b>Non-current liabilities</b>				
Liabilities under financial lease agreements - net of current portion		2,773	1,806	2,773
Provision for long-term employee benefits	11	13,263	11,096	13,263
<b>Total non-current liabilities</b>		<b>16,036</b>	<b>12,902</b>	<b>16,036</b>
<b>Total liabilities</b>		<b>304,374</b>	<b>326,229</b>	<b>304,374</b>
<b>Shareholders' equity</b>				
Share capital				
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		62,949	64,823	65,855
<b>Total shareholders' equity</b>		<b>657,138</b>	<b>659,012</b>	<b>660,044</b>
<b>Total liabilities and shareholders' equity</b>		<b>961,512</b>	<b>985,241</b>	<b>964,418</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

Mrs. Chirapan Khotcharit Choosang

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Statement of comprehensive income  
For the three-month period ended 30 September 2019

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

	Financial statements				
	Note	in which the equity method is applied		Separate financial statements	
		2019	2018	2019	2018
<b>Revenues</b>					
Sales and service income		367,641	312,526	367,641	312,526
Gain on disposal of investment in joint venture	7	76	-	63	-
Other income		3,061	733	3,061	733
<b>Total revenues</b>		<b>370,778</b>	<b>313,259</b>	<b>370,765</b>	<b>313,259</b>
<b>Expenses</b>					
Cost of sales and services		252,985	216,734	252,985	216,734
Selling and distribution expenses		46,968	50,370	46,968	50,370
Administrative expenses		17,662	17,221	17,662	17,221
<b>Total expenses</b>		<b>317,615</b>	<b>284,325</b>	<b>317,615</b>	<b>284,325</b>
<b>Profit before share of loss from investment in joint venture, finance cost and income tax expenses</b>					
Share of loss from investment in joint venture	7	-	(1,085)	-	-
<b>Profit before finance cost and income tax expenses</b>		<b>53,163</b>	<b>27,849</b>	<b>53,150</b>	<b>28,934</b>
Finance cost		(105)	(113)	(105)	(113)
<b>Profit before income tax expenses</b>		<b>53,058</b>	<b>27,736</b>	<b>53,045</b>	<b>28,821</b>
Income tax expenses	12	(11,691)	(5,745)	(11,691)	(5,745)
<b>Profit for the period</b>		<b>41,367</b>	<b>21,991</b>	<b>41,354</b>	<b>23,076</b>
<b>Other comprehensive income</b>					
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>41,367</b>	<b>21,991</b>	<b>41,354</b>	<b>23,076</b>
<b>Basic earnings per share</b>					
Profit for the period (Baht)	13	0.07	0.04	0.07	0.04
<b>Weighted average number of ordinary shares</b>					
(Thousand shares)		608,000	608,000	608,000	608,000

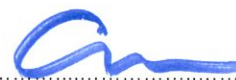
The accompanying notes are an integral part of the financial statements.

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



Director

Mr. Chatchawe Vatanasuk



Director

Mrs. Chirapan Khotcharit Choosang

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Statement of comprehensive income  
For the nine-month period ended 30 September 2019

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

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		2019	2018	2019	2018
<b>Revenues</b>					
Sales and service income		1,122,990	919,101	1,122,990	919,101
Gain on disposal of investment in joint venture	7	76	-	-	-
Other income		6,601	6,033	6,601	6,033
<b>Total revenues</b>		<b>1,129,667</b>	<b>925,134</b>	<b>1,129,591</b>	<b>925,134</b>
<b>Expenses</b>					
Cost of sales and services		778,688	655,717	778,688	655,717
Selling and distribution expenses		146,614	144,155	146,614	144,155
Administrative expenses		54,693	49,899	54,693	49,899
Loss on disposal of investment in joint venture	7	-	-	5,220	-
<b>Total expenses</b>		<b>979,995</b>	<b>849,771</b>	<b>985,215</b>	<b>849,771</b>
<b>Profit before share of loss from investment in joint venture, finance cost and income tax expenses</b>					
		149,672	75,363	144,376	75,363
Share of loss from investment in joint venture	7	(2,390)	(1,303)	-	-
<b>Profit before finance cost and income tax expenses</b>		<b>147,282</b>	<b>74,060</b>	<b>144,376</b>	<b>75,363</b>
Finance cost		(291)	(376)	(291)	(376)
<b>Profit before income tax expenses</b>		<b>146,991</b>	<b>73,684</b>	<b>144,085</b>	<b>74,987</b>
Income tax expenses	12	(29,597)	(14,739)	(29,597)	(14,739)
<b>Profit for the period</b>		<b>117,394</b>	<b>58,945</b>	<b>114,488</b>	<b>60,248</b>
<b>Other comprehensive income</b>					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial 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>		<b>-</b>	<b>2,602</b>	<b>-</b>	<b>2,602</b>
<b>Total comprehensive income for the period</b>		<b>117,394</b>	<b>61,547</b>	<b>114,488</b>	<b>62,850</b>
<b>Basic earnings per share</b>					
Profit for the period (Baht)	13	0.19	0.10	0.19	0.10
<b>Weighted average number of ordinary shares (Thousand shares)</b>					
		608,000	608,000	608,000	608,000

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

T.A.C. Consumer  
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บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)



Director

Mr. Chatchawe Vatanasuk



Director

Mrs. Chirapan Khotcharit Choosang

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited  
Statement of changes in shareholders' equity  
For the nine-month period ended 30 September 2019

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied				
	Issued and paid up share capital	Share premium	Retained earnings		Total
Appropriated - statutory reserve			Unappropriated		
Balance as at 1 January 2018	152,000	426,989	15,200	70,992	665,181
Profit for the period	-	-	-	58,945	58,945
Other comprehensive income for the period	-	-	-	2,602	2,602
Total comprehensive income for the period	-	-	-	61,547	61,547
Dividend paid (Note 15)	-	-	-	(79,040)	(79,040)
Balance as at 30 September 2018	<u>152,000</u>	<u>426,989</u>	<u>15,200</u>	<u>53,499</u>	<u>647,688</u>
Balance as at 1 January 2019	152,000	426,989	15,200	62,949	657,138
Profit for the period	-	-	-	117,394	117,394
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	117,394	117,394
Dividend paid (Note 15)	-	-	-	(115,520)	(115,520)
Balance as at 30 September 2019	<u>152,000</u>	<u>426,989</u>	<u>15,200</u>	<u>64,823</u>	<u>659,012</u>

T.A.C. Consumer  
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บริษัท ที.เอ.ซี. คอนซูเมอร์ จำกัด (มหาชน)

  
..... Director  
Mr. Chatchawe Vatanasuk

  
..... Director  
Mrs. Chirapan Khotcharit Choosang

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2019

(Unit: Thousand Baht)

	Separate financial statements				
	Issued and paid up share capital	Share premium	Retained earnings		Total
			Appropriated - statutory reserve	Unappropriated	
<b>Balance as at 1 January 2018</b>	152,000	426,989	15,200	70,992	665,181
Profit for the period	-	-	-	60,248	60,248
Other comprehensive income for the period	-	-	-	2,602	2,602
Total comprehensive income for the period	-	-	-	62,850	62,850
Dividend paid (Note 15)	-	-	-	(79,040)	(79,040)
<b>Balance as at 30 September 2018</b>	<u>152,000</u>	<u>426,989</u>	<u>15,200</u>	<u>54,802</u>	<u>648,991</u>
<b>Balance as at 1 January 2019</b>	152,000	426,989	15,200	65,855	660,044
Profit for the period	-	-	-	114,488	114,488
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	114,488	114,488
Dividend paid (Note 15)	-	-	-	(115,520)	(115,520)
<b>Balance as at 30 September 2019</b>	<u>152,000</u>	<u>426,989</u>	<u>15,200</u>	<u>64,823</u>	<u>659,012</u>

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

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..... Director  
Mr. Chatchawe Vatanasuk

  
..... Director  
Mrs. Chirapan Khotcharit Choosang



(Unaudited but reviewed)

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

## Cash flow statement

For the nine-month period ended 30 September 2019

(Unit: Thousand Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2019	2018	2019	2018
<b>Cash flows from operating activities</b>				
Profit before tax	146,991	73,684	144,085	74,987
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	13,833	14,274	13,833	14,274
Allowance for doubtful accounts	-	3,859	-	3,859
Reduction of inventories to net realisable value	6,010	363	6,010	363
Gain on sale and change in value of investments in trading securities	(2,652)	(2,301)	(2,652)	(2,301)
(Gain) loss on disposal of investment in joint venture	(76)	-	5,220	-
Share of loss from investment in joint venture	2,390	1,303	-	-
(Gain) loss on disposals of equipment	(1,369)	39	(1,369)	39
Loss on write-off of equipment	54	-	54	-
Provision for long-term employee benefits	3,857	1,933	3,857	1,933
Unrealised loss on exchange	3,413	827	3,413	827
Interest income	(1,799)	(1,756)	(1,799)	(1,756)
Interest expenses	291	376	291	376
Profit from operating activities before changes in operating assets and liabilities	170,943	92,601	170,943	92,601
Operating assets decrease (increase):				
Trade and other receivables	34,481	79,319	34,481	79,319
Inventories	(1,725)	6,387	(1,725)	6,387
Other current assets	(264)	(454)	(264)	(454)
Other non-current assets	3,403	(3,361)	3,403	(3,361)
Operating liabilities increase (decrease):				
Trade and other payables	24,263	(14,263)	24,263	(14,263)
Other current liabilities	2,861	1,888	2,861	1,888
Cash from operating activities	233,962	162,117	233,962	162,117
Cash paid for long-term employee benefits	(6,024)	-	(6,024)	-
Cash received from interest income	1,991	1,856	1,991	1,856
Cash paid for income tax	(32,317)	(27,111)	(32,317)	(27,111)
<b>Net cash from operating activities</b>	<b>197,612</b>	<b>136,862</b>	<b>197,612</b>	<b>136,862</b>

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

  
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Director

Mr. Chatchawe Vatanasuk



Director

Mrs. Chirapan Khotcharit Choosang

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited

Cash flow statement (continued)

For the nine-month period ended 30 September 2019

(Unit: Thousand Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2019	2018	2019	2018
<b>Cash flows from investing activities</b>				
Decrease in restricted bank deposits	-	27,000	-	27,000
Increase in current investments	(103,459)	(73,586)	(103,459)	(73,586)
Increase in investment in joint venture	-	(6,375)	-	(6,375)
Acquisitions of plant and equipment	(31,494)	(9,253)	(31,494)	(9,253)
Cash received from disposals of equipment	1,728	33	1,728	33
Increase in intangible assets	(31)	(183)	(31)	(183)
<b>Net cash used in investing activities</b>	<b>(133,256)</b>	<b>(62,364)</b>	<b>(133,256)</b>	<b>(62,364)</b>
<b>Cash flows from financing activities</b>				
Repayments of liabilities under finance lease agreements	(2,447)	(2,183)	(2,447)	(2,183)
Dividend paid	(114,973)	(79,040)	(114,973)	(79,040)
<b>Net cash used in financing activities</b>	<b>(117,420)</b>	<b>(81,223)</b>	<b>(117,420)</b>	<b>(81,223)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(53,064)</b>	<b>(6,725)</b>	<b>(53,064)</b>	<b>(6,725)</b>
Cash and cash equivalents at beginning of period	79,997	88,665	79,997	88,665
<b>Cash and cash equivalents at end of period (Note 3)</b>	<b>26,933</b>	<b>81,940</b>	<b>26,933</b>	<b>81,940</b>

**Supplemental cash flows information**

Non-cash transactions

Receivable from disposal of investment in joint venture	905	-	905	-
Assets acquired under financial lease agreements	503	1,255	503	1,255
Dividend payable	547	-	547	-

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

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



Director

Mr. Chatchawe Vatanasuk



Director

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

**Notes to interim financial statements**

**For the three-month and nine-month periods ended 30 September 2019**

**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, Nongmairuad, 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.

**1.3 New financial reporting standards**

**(a) Financial reporting standards that became effective in the current period**

During the period, the Company has adopted the revised (revised 2018) and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2019. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Company’s financial statements. However, the new standard involves changes to key principles, which are summarised below.

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

TFRS 15 supersedes the following accounting standards together with related interpretations.

TAS 11 (revised 2017)	Construction Contracts
TAS 18 (revised 2017)	Revenue
TSIC 31 (revised 2017)	Revenue - Barter Transactions Involving Advertising Services
TFRIC 13 (revised 2017)	Customer Loyalty Programmes
TFRIC 15 (revised 2017)	Agreements for the Construction of Real Estate
TFRIC 18 (revised 2017)	Transfers of Assets from Customers

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.

This standard does not have any significant impact on the Company's financial statements.

### **(b) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2020**

The Federation of Accounting Professions issued a number of new and revised financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards except the new standards which involve changes to key principles, which are summarised below.



  
.....Director  
Mr.Chatchawe Vatanasuk

  
.....Director  
Mrs. Chirapan Khotcharit Choosang

### Financial reporting standards related to financial instruments

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial Reporting Standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting Standard:

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations:

TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The management of the Company is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

#### TFRS 16 Leases

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under TAS 17.

The management of the Company is currently evaluating the impact of this standard on the financial statements in the year when it is adopted.

#### 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 2018.

T.A.C. Construction  
Public Company Limited  
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..... Director  
Mr. Chatchawe Vatanasuk

  
..... Director  
Mrs. Chirapan Khotcharit Choosang

**2. Related party transactions**Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2019 and 2018, the Company had employee benefit expenses payable to its directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Short-term employee benefits	12,878	10,902	34,742	29,455
Post employee benefits	919	919	2,792	2,801
Total	<u>13,797</u>	<u>11,821</u>	<u>37,534</u>	<u>32,256</u>

**3. Cash and cash equivalents**

(Unit: Thousand Baht)

	30 September	31 December
	<u>2019</u>	<u>2018</u>
Cash	20	20
Bank deposits	26,750	79,763
Cash in private fund	163	214
Total cash and cash equivalents	<u>26,933</u>	<u>79,997</u>

As at 30 September 2019, bank deposits in savings accounts carried interests between 0.13 and 0.40 percent per annum (31 December 2018: savings accounts and fixed deposits between 0.13 and 1.00 percent per annum).

**4. Current investments**

4.1 As at 30 September 2019 and 31 December 2018, current investments consisted of the following:

(Unit: Thousand Baht)

	30 September	31 December
	<u>2019</u>	<u>2018</u>
Investments in trading securities (Note 4.2)	272,894	228,400
Current investments in private fund (Note 4.3)	55,474	59,810
Fixed deposits	166,368	103,814
Total current investments	<u>494,736</u>	<u>392,024</u>

**T.A.C. Consumer**  
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..... Director  
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(Unaudited but reviewed)

As at 30 September 2019, the Company had current investments in 6-month and 12-month fixed deposits totaling Baht 166.4 million, carrying interests between 1.00 and 1.75 percent per annum and due for redemption during January to May 2020 (31 December 2018: Baht 103.8 million, carrying interests between 1.00 and 1.38 percent per annum).

- 4.2 Movements in the current investments in trading securities during the nine-month period ended 30 September 2019 are summarised below.

	(Unit: Thousand Baht)
<b>Balance as at 31 December 2018 - fair value</b>	228,400
Cash paid for investments in trading securities during the period - at cost	1,392,000
Sales during the period - at cost	
Proceeds from sales	(1,351,095)
Gain on sales	2,671
Total	(1,348,424)
Gain on change in value	918
<b>Balance as at 30 September 2019 - fair value</b>	<u>272,894</u>

- 4.3 Movements in the current investments in private fund during the nine-month period ended 30 September 2019 are summarised below.

	(Unit: Thousand Baht)
<b>Balance as at 31 December 2018 - fair value</b>	59,810
Loss on change in value	(937)
Unrealised loss on exchange	(3,399)
<b>Balance as at 30 September 2019 - fair value</b>	<u>55,474</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 September 2019, the Company assessed the fair value of such investments by referring to the value quoted by the asset management company in which the fair value decreased Baht 0.9 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**  
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Mr. Chatchawe Vatanasuk

  
.....Director  
Mrs. Chirapan Khotcharit Choosang

(Unaudited but reviewed)

5. Trade and other receivables

(Unit: Thousand Baht)

	30 September 2019	31 December 2018
<b><u>Trade accounts receivable - unrelated parties</u></b>		
Aged on the basis of due dates		
Not yet due	260,483	282,617
Past due		
Up to 3 months	8,502	9,304
3 - 6 months	-	4,214
6 - 12 months	1,210	-
Over 12 months	1	44
Total trade accounts receivable - unrelated parties	<u>270,196</u>	<u>296,179</u>
<b><u>Other receivables</u></b>		
Other receivables - unrelated parties	2,274	1,606
Less: Allowance for doubtful accounts	(219)	(219)
Other receivables - unrelated parties - net	<u>2,055</u>	<u>1,387</u>
Prepaid expenses	11,394	19,669
Interest receivable	367	559
Total other receivables - net	<u>13,816</u>	<u>21,615</u>
Total trade and other receivables - net	<u><u>284,012</u></u>	<u><u>317,794</u></u>


6. Inventories

Movements in the reduction of inventories to net realisable value account during the nine-month period ended 30 September 2019 are summarised below.

(Unit: Thousand Baht)

<b>Balance as at 31 December 2018</b>	2,815
Reduction of inventory value during the period	<u>6,010</u>
<b>Balance as at 30 September 2019</b>	<u><u>8,825</u></u>

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..... Director  
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## 7. Investment in joint venture

### 7.1 Details 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:

(Unit: Thousand Baht)


Joint venture	Nature of business	Investment					
		Shareholding percentage		Financial statements in which the equity method is applied		Separate financial statements in which cost method is applied	
		30	31	30	31	30	31
		September	December	September	December	September	December
		2019	2018	2019	2018	2019	2018
		Percent	Percent				
Siam Gateway Company Limited	Distribution and packing services through export channels	-	49	-	3,219	-	6,125
Total					3,219	-	6,125

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 investment 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. On 18 October 2018, Siam Gateway Company Limited registered with the Ministry of Commerce for the change of its shareholding structure.

As the business operation of Siam Gateway Company Limited was not as initially planned, the Company therefore considered recording an allowance for impairment loss on investment of Baht 5.3 million in the second quarter of 2019.

  
 ..... Director  
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 ..... Director  
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(Unaudited but reviewed)

On 5 August 2019, the Extraordinary General Meeting of shareholders of Siam Gateway Company Limited passed a resolution to approve the change in its shareholding structure, whereby NPPG (Thailand) Public Company Limited is to purchase all ordinary shares from other shareholders at the net book value of the shareholders' equity as at 30 June 2019 of Baht 1.8 million, or Baht 0.18 per share.

On 13 August 2019, the Meeting of the Board of Directors of the Company passed a resolution to approve the disposal of 4,899,998 ordinary shares that the Company holds in Siam Gateway Company Limited to NPPG (Thailand) Public Company Limited, at a total price of Baht 0.9 million. The transfer of shares was completed on 20 September 2019. The Company therefore reversed an allowance for impairment loss on investment of Baht 5.3 million previously recorded in the second quarter and recognised loss on disposal of investment in joint venture of Baht 5.2 million in the separate financial statements and gain on disposal of investment in joint venture of Baht 0.1 million in the financial statements in which the equity method is applied in the current period.

## 7.2 Share of loss from investment in joint venture

During the three-month and nine-month periods ended 30 September 2019 and 2018, 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 nine-month periods	
	ended 30 September		ended 30 September	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Siam Gateway Company Limited	-	(1,085)	(2,390)	(1,303)
Total	-	(1,085)	(2,390)	(1,303)

## 8. Property, plant and equipment

Movements in the property, plant and equipment account during the nine-month period ended 30 September 2019 are summarised below.

(Unit: Thousand Baht)

<b>Net book value as at 31 December 2018</b>	89,832
Acquisitions during the period - at cost	31,997
Disposals during the period - net book value on disposal date	(359)
Write-off during the period - net book value on write-off date	(54)
Depreciation for the period	(13,391)
<b>Net book value as at 30 September 2019</b>	<b>108,025</b>

  
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The Company has mortgaged its land with structures thereon with the net book value as at 30 September 2019 of approximately Baht 16.7 million (31 December 2018: Baht 17.0 million) as collateral for bank overdrafts and credit facilities granted by a commercial bank as discussed in Note 9.

#### 9. Bank overdrafts

The bank overdrafts are secured by the mortgage of land with structures thereon.

As at 30 September 2019, the Company had bank overdrafts which had not yet been drawn down amounting to Baht 119.8 million (31 December 2018: Baht 119.8 million).

#### 10. Trade and other payables

	(Unit: Thousand Baht)	
	30 September 2019	31 December 2018
Trade payables - unrelated parties	194,127	186,730
Other payables - unrelated parties	44,093	37,812
Accrued expenses	56,209	45,077
Total trade and other payables	294,429	269,619

#### 11. Provision for long-term employee benefits

Movements in the provision for long-term employee benefits during the nine-month period ended 30 September 2019 are as follows:

	(Unit: Thousand Baht)
Defined benefit obligation as at 31 December 2018	13,263
Current service cost	2,784
Interest cost	228
Past service costs	845
Benefits paid during the period	(6,024)
Defined benefit obligation as at 30 September 2019	11,096

On 5 April 2019, The Labor Protection Act (No. 7) B.E. 2562 was announced in the Royal Gazette. This stipulates additional legal severance pay rates for employees who have worked for an uninterrupted period of twenty years or more, with such employees entitled to receive not less than 400 days' compensation at the latest wage rate. The law is effective from 5 May 2019. This change is considered a post-employment benefits plan amendment and the Company has additional long-term employee benefit liabilities of Baht 0.8 million as a result. The Company reflected the effect of the change by recognising past service costs as expenses in profit or loss in the statement of comprehensive income in the second quarter of 2019.

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..... Director  
Mrs. Chirapan Khotcharit Choosang

**12. Income tax**

Interim corporate income tax is 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 nine-month periods ended 30 September 2019 and 2018 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Current income tax</b>				
Interim corporate income tax charge	12,980	6,040	30,320	15,986
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	<u>(1,289)</u>	<u>(295)</u>	<u>(723)</u>	<u>(1,247)</u>
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>11,691</u>	<u>5,745</u>	<u>29,597</u>	<u>14,739</u>

The amounts of income tax relating to each component of other comprehensive income for the three-month and nine-month periods ended 30 September 2019 and 2018 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 September		For the nine-month periods ended 30 September	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Deferred tax relating to actuarial gain	-	-	-	651
Income tax charged directly to other comprehensive income	-	-	-	<u>651</u>

**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.

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.....  
Mr.Chatchawe Vatanasuk Director

.....  
Mrs. Chirapan Khotcharit Choosang Director

**14. Segment information**

The Company is organised into business units based on its products and services. During the year 2018, 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. The Company's distribution channel includes both domestic and overseas markets. During the three-month and nine-month periods ended 30 September 2019, domestic sales represented 97 percent and 97 percent of total sales, respectively (2018: 99 percent and 99 percent of total sales, respectively).

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>2018</u>			
Dividends for 2017	Annual General Meeting on 19 April 2018	54.72	0.09
Interim dividends for 2018	Board of Directors' Meeting on 9 August 2018	24.32	0.04
Total dividend for 2018		<u>79.04</u>	
<u>2019</u>			
Dividends for 2018	Annual General Meeting on 23 April 2019	54.72	0.09
Interim dividends for 2019	Board of Directors' Meeting on 13 August 2019	60.80	0.10
Total dividend for 2019		<u>115.52</u>	

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.....  
Mr.Chatchawe Vatanasuk

..... Director

.....  
Mrs. Chirapan Khotcharit Choosang

..... 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: Million Baht)	
	30 September 2019	31 December 2018
Payable		
In up to 1 year	3.6	6.7
In over 1 year and up to 4 years	0.6	4.4

**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.

On 1 September 2019, the Company entered into a merchandise sub-license agreement with a creator and copyright holder in Thailand. 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 2 years, from 1 September 2019 to 31 August 2021.

**17. Fair value hierarchy**

As of 30 September 2019, the Company had the following assets that were measured at fair value.

	(Unit: Thousand Baht)
	Level 2
<b>Financial assets measured at fair value</b>	
Investments in trading securities - Debt instruments	272,894
Current investments in private fund	55,474

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

**18. Approval of interim financial statements**

These interim financial statements were authorised for issue by the board of directors of the Company on 7 November 2019.

  
..... Director  
Mr. Chatchawe Vatanasuk

  
..... Director  
Mrs. Chirapan Khotcharit Choosang