

Thai President Foods Public Company Limited  
and its subsidiaries  
Review report and consolidated interim financial statements  
For the three-month period ended  
31 March 2019

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

To the Shareholders of Thai President Foods Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Thai President Foods Public Company Limited and its subsidiaries as at 31 March 2019, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Thai President Foods Public Company Limited for the same period. 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.

Sarinda Hirunprasurtwutti  
Certified Public Accountant (Thailand) No. 4799

EY Office Limited  
Bangkok: 15 May 2019

**Thai President Foods Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 31 March 2019**

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)	31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	2	3,294,081	3,876,093	1,708,354	2,536,359
Current investments	3	5,228,350	4,111,481	2,875,921	1,983,526
Trade and other receivables	4, 5	3,737,869	3,693,643	2,138,141	2,227,967
Short-term loan to related parties	5	47,662	47,636	1,000	1,000
Short-term loan to unrelated party	6	250,000	250,000	250,000	250,000
Inventories		1,511,405	1,375,926	579,459	577,417
Other current assets		49,209	38,499	1,292	818
<b>Total current assets</b>		<b>14,118,576</b>	<b>13,393,278</b>	<b>7,554,167</b>	<b>7,577,087</b>
<b>Non-current assets</b>					
Restricted bank deposit	18.5	53,399	53,399	-	-
Investments in subsidiaries	7	-	-	3,423,442	3,426,593
Investments in associates	8	2,664,037	2,669,541	251,151	252,096
Investment in joint venture	9	25,438	29,357	-	-
Investments in other companies	10	192,013	194,446	76,513	78,946
Other long-term investments	11	5,939,863	5,601,377	4,443,180	4,045,394
Advance payment for investments in related parties	7	-	-	64,630	295
Investment properties	12	101,882	98,258	126,417	123,228
Property, plant and equipment	13	8,572,865	8,564,574	2,464,801	2,375,785
Downpayment for purchase of machinery		32,877	52,884	-	-
Other intangible assets		36,160	36,747	17,243	17,105
Leasehold rights		577	617	-	-
Goodwill		44,771	45,824	-	-
Deferred tax assets		52,396	63,877	27,648	33,641
Other non-current assets		38,787	37,395	12,065	10,954
<b>Total non-current assets</b>		<b>17,755,065</b>	<b>17,448,296</b>	<b>10,907,090</b>	<b>10,364,037</b>
<b>Total assets</b>		<b>31,873,641</b>	<b>30,841,574</b>	<b>18,461,257</b>	<b>17,941,124</b>

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

**Thai President Foods Public Company Limited and its subsidiaries**

**Statement of financial position (continued)**

**As at 31 March 2019**

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		31 March	31 December	31 March	31 December
		2019	2018	2019	2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade and other payables	5, 14	1,900,221	1,933,285	1,150,679	1,213,637
Current portion of liabilities under finance lease agreements	5	63,776	65,883	877	1,254
Income tax payable		448,181	306,751	250,893	170,834
Accrued bonus		121,744	312,920	62,494	169,286
Advance receipt from non-controlling interests for investments in a subsidiary		42,922	42	-	-
Other accrued expenses	5	279,822	332,579	105,646	137,422
Other current liabilities		40,690	52,012	15,024	22,750
<b>Total current liabilities</b>		<b>2,897,356</b>	<b>3,003,472</b>	<b>1,585,613</b>	<b>1,715,183</b>
<b>Non-current liabilities</b>					
Liabilities under finance lease agreements - net of current portion	5	40,034	45,826	-	-
Long-term loans from directors	5	68,055	71,392	-	-
Long-term loans from employees		43,986	39,547	-	-
Provision for long-term employee benefits		804,467	797,541	558,005	558,968
Other non-current liabilities		60,922	60,838	57,341	57,341
<b>Total non-current liabilities</b>		<b>1,017,464</b>	<b>1,015,144</b>	<b>615,346</b>	<b>616,309</b>
<b>Total liabilities</b>		<b>3,914,820</b>	<b>4,018,616</b>	<b>2,200,959</b>	<b>2,331,492</b>

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

**Thai President Foods Public Company Limited and its subsidiaries**

**Statement of financial position (continued)**

**As at 31 March 2019**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)	31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)
<b>Liabilities and shareholders' equity (continued)</b>				
<b>Shareholders' equity</b>				
Share capital				
Registered share capital				
329,704,014 ordinary shares of Baht 1 each	329,704	329,704	329,704	329,704
Issued and fully paid-up share capital				
329,704,014 ordinary shares of Baht 1 each	329,704	329,704	329,704	329,704
Share premium	712,963	712,963	712,963	712,963
Surplus of investment over book value of subsidiary	(1,377,292)	(1,377,292)	-	-
Retained earnings				
Appropriated - statutory reserve	39,000	39,000	39,000	39,000
Unappropriated	21,860,928	20,995,298	14,879,526	14,265,218
Other components of shareholders' equity	235,558	200,129	299,105	262,747
Equity attributable to owners of the Company	21,800,861	20,899,802	16,260,298	15,609,632
Non-controlling interests of the subsidiaries	6,157,960	5,923,156	-	-
<b>Total shareholders' equity</b>	<b>27,958,821</b>	<b>26,822,958</b>	<b>16,260,298</b>	<b>15,609,632</b>
<b>Total liabilities and shareholders' equity</b>	<b>31,873,641</b>	<b>30,841,574</b>	<b>18,461,257</b>	<b>17,941,124</b>

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

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Directors  
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(Unaudited but reviewed)

## Thai President Foods Public Company Limited and its subsidiaries

## Statement of comprehensive income

For the three-month period ended 31 March 2019

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

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2019	2018	2019	2018
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales	5	5,617,477	5,173,619	3,079,068	2,730,304
Other income					
Interest income		53,608	48,922	34,949	33,919
Dividend income	5	25,341	13,248	89,271	74,864
Others	5	38,885	55,644	26,948	35,293
Total other income		117,834	117,814	151,168	144,076
<b>Total revenues</b>		<b>5,735,311</b>	<b>5,291,433</b>	<b>3,230,236</b>	<b>2,874,380</b>
<b>Expenses</b>					
Cost of sales	5	3,653,533	3,376,620	2,226,762	2,011,141
Selling and distribution expenses	5	414,746	365,847	43,156	53,309
Administrative expenses	5	493,235	525,882	267,991	256,016
<b>Total expenses</b>		<b>4,561,514</b>	<b>4,268,349</b>	<b>2,537,909</b>	<b>2,320,466</b>
<b>Profit before share of profit from investments in associates and joint venture, finance cost and income tax expenses</b>					
		1,173,797	1,023,084	692,327	553,914
Share of profit from investments in associates and joint venture	8, 9	66,513	50,117	-	-
<b>Profit before finance cost and income tax expenses</b>		<b>1,240,310</b>	<b>1,073,201</b>	<b>692,327</b>	<b>553,914</b>
Finance cost		(2,923)	(3,306)	(574)	(637)
<b>Profit before income tax expenses</b>		<b>1,237,387</b>	<b>1,069,895</b>	<b>691,753</b>	<b>553,277</b>
Income tax expenses	15	(141,068)	(141,494)	(77,419)	(79,496)
<b>Profit for the period</b>		<b>1,096,319</b>	<b>928,401</b>	<b>614,334</b>	<b>473,781</b>

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

(Unaudited but reviewed)

**Thai President Foods Public Company Limited and its subsidiaries****Statement of comprehensive income (continued)****For the three-month period ended 31 March 2019**

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

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2019	2018	2019	2018
<b>Other comprehensive income:</b>					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		(16,749)	(21,492)	-	-
Gain (loss) on change in value of available-for-sale investments - net of income tax	15	56,317	(16,989)	36,358	(10,750)
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		39,568	(38,481)	36,358	(10,750)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain (loss) - net of income tax	15	(26)	709	(26)	709
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(26)	709	(26)	709
<b>Other comprehensive income for the period</b>		<b>39,542</b>	<b>(37,772)</b>	<b>36,332</b>	<b>(10,041)</b>
<b>Total comprehensive income for the period</b>		<b>1,135,861</b>	<b>890,629</b>	<b>650,666</b>	<b>463,740</b>
<b>Profit attributable to:</b>					
Equity holders of the Company		865,656	689,434	614,334	473,781
Non-controlling interests of the subsidiaries		230,663	238,967		
		1,096,319	928,401		
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		901,059	661,480	650,666	463,740
Non-controlling interests of the subsidiaries		234,802	229,149		
		1,135,861	890,629		
<b>Earnings per share (Baht)</b>					
16					
Basic earnings per share					
Profit attributable to equity holders of the Company		2.63	2.09	1.86	1.44
Weighted average number of ordinary shares (Thousand shares)		329,704	329,704	329,704	329,704

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

(Unaudited but reviewed)

**Thai President Foods Public Company Limited and its subsidiaries****Statement of cash flows****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>	<b>financial statements</b>
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Cash flows from operating activities</b>				
Profit before tax	1,237,387	1,069,895	691,753	553,277
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	295,781	302,899	101,699	101,396
Amortisation	2,434	2,230	1,356	1,349
Gain on disposals of property, plant and equipment	(4,291)	(2,776)	(1,470)	(115)
(Gain) loss on disposals of other long-term investments	3,127	(28,759)	4,229	(20,061)
Allowance for deteriorated inventories	708	328	-	-
Allowance for impairment loss on investments in subsidiary company	-	-	3,153	-
Allowance for impairment loss on investments in associated company	945	1,513	945	1,513
Allowance for impairment loss on investments in other companies	2,433	14,105	2,433	14,105
Allowance for doubtful accounts	3,265	-	3,372	-
Reversal of allowance for impairment loss on investment properties	(3,624)	-	(3,624)	-
Share of profit from investments in associates	(65,225)	(48,894)	-	-
Share of profit from investments in joint venture	(1,288)	(1,223)	-	-
Dividend received from associated companies	-	-	(68,250)	(66,300)
Dividend received from other companies and other long-term investments	(25,341)	(13,248)	(21,021)	(8,564)
Interest income	(53,608)	(48,922)	(34,949)	(33,919)
Interest expenses	1,483	1,901	14	31
Provision for long-term employee benefits	19,217	19,770	10,665	11,202
Profit from operating activities before changes in operating assets and liabilities	1,413,403	1,268,819	690,305	553,914
Operating assets (increase) decrease				
Trade and other receivables	39,246	460,234	166,358	473,495
Inventories	(136,187)	(265,063)	(2,042)	(119,566)
Other current assets	(10,129)	13,998	(474)	291
Other non-current assets	(1,392)	(1,043)	(1,111)	188
Operating liabilities increase (decrease)				
Trade and other payables	(324,933)	(106,025)	(222,217)	(48,728)
Other current liabilities	(11,322)	(7,078)	(7,726)	(30,065)
Other non-current liabilities	84	41	-	-
Provision for long-term employee benefits	(12,291)	(4,634)	(11,628)	(4,374)
Cash flows from operating activities	956,479	1,359,249	611,465	825,155
Cash paid for income tax	(2,240)	(75,907)	(483)	(74,648)
<b>Net cash flows from operating activities</b>	<b>954,239</b>	<b>1,283,342</b>	<b>610,982</b>	<b>750,507</b>

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



(Unaudited but reviewed)

**Thai President Foods Public Company Limited and its subsidiaries**

**Statement of cash flows (continued)**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Cash flows from investing activities</b>				
Increase in current investments	(2,324,553)	(1,968,069)	(2,008,957)	(998,021)
Decrease in current investments	1,207,684	670,031	1,116,562	495,728
Increase in investments in subsidiary	-	-	(2)	-
Increase in other long-term investments	(2,086,884)	(1,181,409)	(1,612,034)	(691,177)
Decrease in other long-term investments	1,815,667	1,357,781	1,255,467	809,812
Dividend received from joint venture	-	4,680	-	-
Dividend received from other companies and other long-term investments	6,092	1,567	4,571	332
Increase in short-term loans to related party	-	(49,177)	-	-
Increase in advance payment for investments in related party	-	-	(64,335)	-
Purchase of property, plant and equipment	(255,534)	(72,249)	(169,734)	(28,636)
Decrease (increase) in downpayment for purchase of machinery	20,007	(30,522)	-	-
Proceed from disposals of property, plant and equipment	4,451	2,952	1,615	116
Purchase of intangible assets	(1,811)	(1,184)	(1,494)	-
Proceed received for non-controlling interest of the subsidiary	2	-	-	-
Increase in advance receipt of non-controlling interests for investments in a subsidiary	42,881	-	-	-
Interest income	59,577	42,738	39,745	32,237
<b>Net cash flows used in investing activities</b>	<u>(1,512,421)</u>	<u>(1,222,861)</u>	<u>(1,438,596)</u>	<u>(379,609)</u>

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

(Unaudited but reviewed)

**Thai President Foods Public Company Limited and its subsidiaries**

**Statement of cash flows (continued)**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Cash flows from financing activities</b>				
Increase in long-term loans from directors	3,931	9,192	-	-
Decrease in long-term loans from directors	(7,268)	(36,998)	-	-
Increase (decrease) in long-term loans from employees	4,439	(657)	-	-
Repayment of liabilities under finance lease agreements	(16,391)	(21,122)	(377)	(443)
Cash paid for interest expense	(1,483)	(1,901)	(14)	(31)
<b>Net cash flows used in financing activities</b>	<u>(16,772)</u>	<u>(51,486)</u>	<u>(391)</u>	<u>(474)</u>
Decrease in translation adjustments	(7,058)	(6,052)	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>	(582,012)	2,943	(828,005)	370,424
Cash and cash equivalents at beginning of period	<u>3,876,093</u>	<u>2,777,379</u>	<u>2,536,359</u>	<u>1,283,164</u>
<b>Cash and cash equivalents at end of period (Note 2)</b>	<u><u>3,294,081</u></u>	<u><u>2,780,322</u></u>	<u><u>1,708,354</u></u>	<u><u>1,653,588</u></u>
<b>Supplementary disclosures of cash flows information</b>				
Non-cash related transactions				
Other payable from purchase of property, plant and equipment	47,936	43,563	20,691	30,003
Liabilities under finance lease agreements - net of deferred interest	7,759	5,131	-	-
Dividend receivable	92,706	77,980	84,700	74,532

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

(Unaudited but reviewed)

## Thai President Foods Public Company Limited and its subsidiaries

## Statement of changes in shareholders' equity

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements										
	Equity attributable to the parent's shareholders					Other components of equity					
	Issued and paid-up share capital	Share premium	Surplus of investment over book value of subsidiary	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Surplus on changes in value of available-for-sale investments	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
				Appropriated	Unappropriated						
<b>Balance as at 31 December 2017</b>	329,704	712,963	-	39,000	18,459,463	(31,966)	368,075	336,109	19,877,239	5,779,969	25,657,208
Profit for the period	-	-	-	-	689,434	-	-	-	689,434	238,967	928,401
Other comprehensive income for the period	-	-	-	-	709	(14,941)	(13,722)	(28,663)	(27,954)	(9,818)	(37,772)
Total comprehensive income for the period	-	-	-	-	690,143	(14,941)	(13,722)	(28,663)	661,480	229,149	890,629
<b>Balance as at 31 March 2018</b>	<u>329,704</u>	<u>712,963</u>	<u>-</u>	<u>39,000</u>	<u>19,149,606</u>	<u>(46,907)</u>	<u>354,353</u>	<u>307,446</u>	<u>20,538,719</u>	<u>6,009,118</u>	<u>26,547,837</u>
<b>Balance as at 31 December 2018</b>	329,704	712,963	(1,377,292)	39,000	20,995,298	(59,380)	259,509	200,129	20,899,802	5,923,156	26,822,958
Profit for the period	-	-	-	-	865,656	-	-	-	865,656	230,663	1,096,319
Other comprehensive income for the period	-	-	-	-	(26)	(11,044)	46,473	35,429	35,403	4,139	39,542
Total comprehensive income for the period	-	-	-	-	865,630	(11,044)	46,473	35,429	901,059	234,802	1,135,861
Net increase in non-controlling interests of the subsidiary from change in investments of subsidiary	-	-	-	-	-	-	-	-	-	2	2
<b>Balance as at 31 March 2019</b>	<u>329,704</u>	<u>712,963</u>	<u>(1,377,292)</u>	<u>39,000</u>	<u>21,860,928</u>	<u>(70,424)</u>	<u>305,982</u>	<u>235,558</u>	<u>21,800,861</u>	<u>6,157,960</u>	<u>27,958,821</u>

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (Continued)

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

Separate financial statements

	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity		Total shareholders' equity
			Appropriated	Unappropriated	Surplus on changes in value of available-for-sale investments	Total other components of shareholders' equity	
<b>Balance as at 31 December 2017</b>	329,704	712,963	39,000	12,849,640	347,686	347,686	14,278,993
Profit for the period	-	-	-	473,781	-	-	473,781
Other comprehensive income for the period	-	-	-	709	(10,750)	(10,750)	(10,041)
Total comprehensive income for the period	-	-	-	474,490	(10,750)	(10,750)	463,740
<b>Balance as at 31 March 2018</b>	<u>329,704</u>	<u>712,963</u>	<u>39,000</u>	<u>13,324,130</u>	<u>336,936</u>	<u>336,936</u>	<u>14,742,733</u>
<b>Balance as at 31 December 2018</b>	329,704	712,963	39,000	14,265,218	262,747	262,747	15,609,632
Profit for the period	-	-	-	614,334	-	-	614,334
Other comprehensive income for the period	-	-	-	(26)	36,358	36,358	36,332
Total comprehensive income for the period	-	-	-	614,308	36,358	36,358	650,666
<b>Balance as at 31 March 2019</b>	<u>329,704</u>	<u>712,963</u>	<u>39,000</u>	<u>14,879,526</u>	<u>299,105</u>	<u>299,105</u>	<u>16,260,298</u>

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

## **Thai President Foods Public Company Limited and its subsidiary companies**

### **Notes to interim financial statements**

#### **For the three-month period ended 31 March 2019**

#### **1. General information**

##### **1.1 Corporate information**

Thai President Foods Public Company Limited (“the Company”) is a public company incorporated from an amalgamation on 16 October 2017 and domiciled in Thailand. Its major shareholder is Sahapathana Inter-holding Public Company Limited which is a public company incorporated in Thailand. The Company is principally engaged in the manufacture and distribution of instant noodles, semi-instant foods and biscuit products. The registered office and head office of the Company is at No. 304, TF Group Building, Srinakarin Road, Huamark Sub-district, Bangkapi District, Bangkok. There are five plants, located at Chonburi Province, Lamphoon Province, Rayong Province and another 2 plants at Ratchaburi Province.

##### **1.2 Basis of 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 Basis of consolidation**

The interim consolidated financial statements included the financials statements of Thai President Foods Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2018. There have been changes in the composition of its subsidiaries during the current period from the incorporation of a new subsidiary, as discussed in Note 7 to interim financial statements.

## 1.4 New financial reporting standards

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

During the period, the Company and its subsidiaries have adopted the revised (revised 2018) and new financial reporting standards and interpretations which are effective for fiscal periods 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 and its subsidiaries' financial statements. However, the new standard involves changes to key principles, which are summarised below:

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

IFRS 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 and its subsidiaries' financial statements.

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

The Federation of Accounting Professions issued a number of new financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2020. These new standards involve changes to key principles, which are summarised below.

**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 and its subsidiaries 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 and its subsidiaries is currently evaluating the impact of this standard on the financial statements in the year when it is adopted.

**1.5 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.

**2. Cash and cash equivalents**

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
Cash in hand	9,023	6,830	1,568	2,049
Bank deposits	2,414,925	2,817,744	1,464,206	1,829,038
Promissory notes and bills of exchange	430,000	520,000	-	500,000
Cash and cash equivalents - in private fund	440,133	531,519	242,580	205,272
<b>Total</b>	<b>3,294,081</b>	<b>3,876,093</b>	<b>1,708,354</b>	<b>2,536,359</b>

As at 31 March 2019, bank deposits in savings accounts, fixed deposits, promissory notes and bills of exchange carried interests at the rates between 0.1% and 3.875% per annum (31 December 2018: 0.1% and 4.3% per annum).



(Unaudited but reviewed)

**3. Current investments**

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
Fixed deposits	2,976,111	2,424,116	2,417,968	1,850,964
Bills of exchange	1,403,000	1,170,000	248,000	-
Short-term fund	40,727	40,614	-	-
Current investments - (in private fund)	808,512	476,751	209,953	132,562
<b>Total</b>	<b>5,228,350</b>	<b>4,111,481</b>	<b>2,875,921</b>	<b>1,983,526</b>

As at 31 March 2019, bank deposits in fixed account, bill of exchange short-term fund and current investments (in private fund) carried interests at the rates between 0.375% and 4.38% per annum (31 December 2018: 0.6% and 4.8% per annum).

**4. Trade and other receivables**

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	1,194,124	1,284,789	1,275,483	1,386,004
Past due				
Not over 3 months	137,677	198,763	137,273	200,268
Total trade receivables - related parties	1,331,801	1,483,552	1,412,756	1,586,272
<u>Other receivables - related parties</u>				
Accrued dividend income	74,750	-	74,750	-
Accrued income and interest receivable	442	4,195	6,926	10,473
Total other receivables - related parties	75,192	4,195	81,676	10,473
<b>Total trade and other receivables - related parties (Note 5)</b>	<b>1,406,993</b>	<b>1,487,747</b>	<b>1,494,432</b>	<b>1,596,745</b>

(Unaudited but reviewed)

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	1,437,510	1,312,956	495,790	451,298
Past due				
Not over 3 months	573,726	685,969	64,801	99,122
3 - 6 months	83,976	20,091	-	2
6 - 12 months	27,556	10,206	38	1,442
Over 12 months	13,256	15,221	12,665	14,610
Total	2,136,024	2,044,443	573,294	566,474
Less: Allowance for doubtful accounts	(18,986)	(16,272)	(17,001)	(14,287)
Total trade receivables - unrelated parties, net	2,117,038	2,028,171	556,293	552,187
<u>Other receivables - unrelated parties</u>				
Accrued income and interest receivable				
	92,230	136,014	48,812	69,191
Prepayments	80,141	30,183	7,104	5,526
Advances	41,467	11,528	31,500	4,318
Total other receivables - unrelated parties	213,838	177,725	87,416	79,035
Total trade and other receivables - unrelated parties - net	2,330,876	2,205,896	643,709	631,222
<b>Total trade and other receivables - net</b>	<b>3,737,869</b>	<b>3,693,643</b>	<b>2,138,141</b>	<b>2,227,967</b>

## 5. Related party transactions

### 5.1 Transactions incurred during the period

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

(Unit: Thousand Baht)

	For the three-month periods ended 31 March				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	
<b>Transactions with subsidiary companies</b>					
<b>(eliminated from the consolidated financial statements)</b>					
Sales	-	-	106,228	113,646	Cost plus margin
Rental and other income	-	-	6,610	6,674	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	-	-	662,505	634,669	Approximately market price with reference to purchase volume
Other expenses (included in selling and administrative expenses)	-	-	10,162	10,675	Agreed price
<b>Transactions with associated companies</b>					
Sales	20,162	21,756	20,162	21,756	Cost plus margin
Dividend income	-	-	68,250	66,300	At the announced rate
Rental and other income	2,442	2,006	2,442	2,006	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	147,603	131,340	44,327	28,241	Approximately market price with reference to purchase volume
Purchase of machinery and equipment	97	5,152	97	5,152	Agreed price

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the three-month periods ended 31 March				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	
<b>Transactions with joint venture</b>					
Sales	762	646	-	-	Agreed price which approximates the market price
Dividend income	5,207	4,680	-	-	At the announced rate
Service income	680	738	-	-	Agreed price which approximates the market price
<b>Transactions with related companies</b>					
Sales	2,037,903	1,887,000	2,025,643	1,875,265	Cost plus margin
Dividend income	6,500	5,720	6,500	5,720	At the announced rate
Rental and other income	5,258	6,622	3,335	5,234	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	92,485	112,973	73,876	69,461	Approximately market price with reference to purchase volume
Commission and other expenses (included in selling and administrative expenses)	18,843	24,185	2,937	16,463	Contract price
Purchase of machinery and equipment	5,744	946	5,744	695	Agreed price

**5.2 Outstanding balance at end of period**

As at 31 March 2019 and 31 December 2018, the balances of the accounts between the Company and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
<b>Trade and other receivables - related parties (Note 4)</b>				
Subsidiaries	-	-	94,762	118,064
Associated companies	98,821	41,567	98,478	41,169
Related companies (related by common shareholders)	1,308,172	1,446,180	1,301,192	1,437,512
<b>Total trade and other receivables - related parties</b>	<b>1,406,993</b>	<b>1,487,747</b>	<b>1,494,432</b>	<b>1,596,745</b>
<b>Trade and other payables - related parties (Note 14)</b>				
Subsidiaries	-	-	377,097	417,523
Associated companies	133,433	164,355	23,792	23,739
Related companies (related by common shareholders)	58,981	79,681	14,609	30,649
<b>Total trade and other payables - related parties</b>	<b>192,414</b>	<b>244,036</b>	<b>415,498</b>	<b>471,911</b>
<b>Liabilities under finance lease agreements - related party</b>				
<i>Related company</i>				
Liabilities under finance lease agreements	73,285	75,764	877	1,063
Less: Current portion	(38,525)	(42,986)	(877)	(1,063)
<b>Liabilities under finance lease agreements - net of current portion</b>	<b>34,760</b>	<b>32,778</b>	<b>-</b>	<b>-</b>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
<b>Other accrued expenses - related parties</b>				
<i>Related companies</i>	18,788	19,596	18,788	19,596
<b>Total other accrued expenses - related parties</b>	18,788	19,596	18,788	19,596

#### Short-term loans to related parties

As at 31 March 2019 and 31 December 2018, the balances of short-term loans to related parties and the movements were as follows:

(Unit: Thousand Baht)

Company's name	Consolidated financial statements			
	Balance as at 31 December 2018	During the period		Balance as at 31 March 2019
		Increase	Decrease	Unrealised exchange gain
<b>Associated companies</b>				
Thai Instant Products Company Limited	1,000	-	-	-
Anbao Environmental Science & Technology Company Limited	46,636	-	-	26
<b>Total</b>	47,636	-	-	26

(Unit: Thousand Baht)

Company's name	Separate financial statements			
	Balance as at 31 December 2018	During the period		Balance as at 31 March 2019
		Increase	Increase	
<b>Associated company</b>				
Thai Instant Products Company Limited	1,000	-	-	1,000
<b>Total</b>	1,000	-	-	1,000

**Long-term loans from directors**

During the period, movements of long-term loans from directors (including interest payable) of a subsidiary are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			Balance as at 31 March 2019
	Balance as at 31 December 2018	During the period		
		Increase	Decrease	
<b>Long-term loans from directors</b>	71,392	3,931	(7,268)	68,055

**5.3 Directors and management's remuneration**

During the periods ended 31 March 2019 and 2018, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
Short-term employee benefits	38	40	13	16
Post-employment benefits and other long-term benefits	1	1	-	-
<b>Total</b>	<b>39</b>	<b>41</b>	<b>13</b>	<b>16</b>

**6. Short-term loans to unrelated party**

As at 31 March 2019 and 31 December 2018, the Company had short-term loans in the form of loan agreement of Baht 250 million to a local unrelated party. The loan carries interest of 10 percent per annum and is due for repayment within one year from the contract date but not later than 22 May 2019. The loan was secured by mortgages of the borrower's land and construction thereon and guaranteed by the borrower's directors and the parent company of the borrower.

(Unaudited but reviewed)

**7. Investments in subsidiary companies**

		(Unit: Thousand Baht)			
		Separate financial statements			
Company's name (Nature of business)	Paid up capital	Shareholding percentage		Cost	
		31 March 2019 (Percent)	31 December 2018 (Percent)	31 March 2019	31 December 2018
Tai Sun Foods Company Limited (Manufacture and distribution of fruit juice and distribution of biscuit products)	Baht 50 million	52.08	52.08	26,038	26,038
Thai Anbao Paper Products Company Limited (Manufacture and distribution of paper packaging)	Baht 20 million	51.00	51.00	10,200	10,200
Dai-Ichi Packaging Company Limited (Manufacture and distribution of packaging printing products and provide packaging service for consumable products)	Baht 150 million	50.10	50.10	75,721	75,721
Kallol Thai President Foods (BD) Limited (Manufacture and distribution of instant noodles)	Taka 630 million	55.00	55.00	142,150	142,150
President Flour Mills Company Limited (Manufacture and distribution of wheat flour)	Baht 600 million	60.00	60.00	360,000	360,000
Thai President Foods (Hungary) Company Limited (Manufacture and distribution of instant noodles)	Forint 2,350 million	65.00	65.00	209,185	209,185
President Kourakuen Company Limited (Restaurant and drink)	Baht 25 million	70.00	70.00	17,500	17,500
President Bakery Public Company Limited (Manufacture and distribution of bakery products)	Baht 450 million	51.99	51.99	1,925,221	1,925,221
President D Venture Company Limited (Investing and/or lending in real estate business)	Baht 1,010 million	70.00	70.00	707,000	707,000
Ayeyarwaddy Success Venture Foods Co., Ltd (Manufacture and distribution of instant noodles)	USD 100	51.00	-	2	-
				<u>3,473,017</u>	<u>3,473,015</u>
Less: Allowance for loss on impairment of investments				<u>(49,575)</u>	<u>(46,422)</u>
<b>Total</b>				<u><u>3,423,442</u></u>	<u><u>3,426,593</u></u>

During the three-month period 31 March 2019, the Company has invested in a new company in Myanmar, i.e. Ayeyarwaddy Success Venture Foods Co., Ltd, who has the registered share capital of USD 10 million (or equivalent to approximately Baht 350 million), with 51 percent interest of registered capital. As at 31 March 2019, that company called for share subscription of USD 100 and the Company paid USD 51 (or equivalent to Baht 2 thousand), according to the Company's interest. In addition, the Company has paid USD 2,039,949 (or equivalent to Baht 64 million) for advance payments and included in "Advance payment for investments in related parties" in the statement of financial position as at 31 March 2019



(Unaudited but reviewed)

## 8. Investments in associated companies

(Unit: Thousand Baht)

Company's name (Nature of business)	Country of incorporation	Paid up capital	Consolidated financial statements						Separate financial statements					
			Shareholding percentage		Carrying amount based on cost method		Carrying amount based on equity method		Share of profit (loss) from investments in associates during the three-month periods ended		Carrying amount based on cost method		Dividend received during the three-month periods ended	
			31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018
			(Percent)	(Percent)										
Kerry Flour Mills Company Limited (Manufacture of wheat flour)	Thailand	Baht 200 million	39.00	39.00	92,630	92,630	1,327,937	1,353,821	42,366	43,089	92,630	92,630	68,250	66,300
Anbao Environmental Science & Technology Company Limited (Manufacture of paper products)	China	RMB 50 million	35.00	35.00	87,324	87,324	176,965	173,276	3,689	5,726	87,324	87,324	-	-
Thai-Myanmar Success Venture Company Limited (Investment holding)	Thailand	Baht 100 million	35.00	35.00	35,040	35,040	41,490	41,289	201	208	35,040	35,040	-	-
Sanko Machinery (Thailand) Company Limited (Assembly of automatic packaging machines)	Thailand	Baht 15 million	35.00	35.00	5,587	5,587	62,605	62,249	356	(282)	5,587	5,587	-	-
President Foods (Cambodia) Company Limited (Manufacture of instant noodles)	Cambodia	USD 1.5 million	30.00	30.00	19,692	19,692	57,250	55,988	1,262	568	19,692	19,692	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

Company's name (Nature of business)	Country of incorporation	Paid up capital	Consolidated financial statements						Separate financial statements					
			Shareholding percentage		Carrying amount based on cost method		Carrying amount based on equity method		Share of profit (loss) from investments in associates during the three-month periods ended		Carrying amount based on cost method		Dividend received during the three-month periods ended	
			31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018
			(Percent)	(Percent)										
Thai Instant Products Co., Ltd. (Manufacturing and sales of products from rice, tapioca, corn and other agriculture crops)	Thailand	Baht 240 million	25.00	25.00	21,500	21,500	10,176	11,365	(1,189)	(415)	21,500	21,500	-	-
IDEO Mobi Rangnam (Real estate development and lending)	Thailand	Baht 718.86 million	49.00	49.00	390,035	390,035	385,525	385,710	(185)	-	-	-	-	-
IDEO Q Sukhumvit 36 Company Limited (Real estate development and lending)	Thailand	Baht 555.99 million	49.00	49.00	325,571	325,571	322,212	322,751	(539)	-	-	-	-	-
IDEO New Rama 9 (Real estate development and lending)	Thailand	Baht 599.67 million	49.00	49.00	293,838	293,838	311,705	292,441	19,264	-	-	-	-	-
					<u>1,271,217</u>	<u>1,271,217</u>	<u>2,695,865</u>	<u>2,698,890</u>	<u>65,225</u>	<u>48,894</u>	<u>261,773</u>	<u>261,773</u>	<u>68,250</u>	<u>66,300</u>
Less: Allowance for loss on impairment of investments							(10,622)	(9,678)			(10,622)	(9,677)		
Translation adjustments							(21,206)	(19,671)			-	-		
<b>Total investments in associates - net</b>							<u>2,664,037</u>	<u>2,669,541</u>			<u>251,151</u>	<u>252,096</u>		

Share of profit from investments in four associated companies accounted for under the equity method for the three-month periods ended 31 March 2019, totaling approximately Baht 4 million or 0.4% of consolidated net profit for the periods (2018: Baht 6.1 million or 0.7% ) was calculated from interim financial statements which had not been reviewed by the auditors of those associated companies.

(Unaudited but reviewed)

## 9. Investment in joint venture

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

(Unit: Thousand Baht)

Joint venture	Nature of business	Paid-up capital	Consolidated financial statements							
			Shareholding percentage		Carrying amount		Share of profit from investment in joint venture during the three-month periods ended		Dividend received during the three-month periods ended	
			31	31	31	31	31	31	31	31
			March	December	March	December	March	March	March	March
		Million Baht	2019	2018	2019	2018	2019	2018	2019	2018
			(Percent)	(Percent)						
President Green House Foods Co., Ltd.	Operating the Japanese restaurant	15	39	39	25,438	29,357	1,288	1,223	5,207	4,680
<b>Total investment in joint venture</b>					<u>25,438</u>	<u>29,357</u>	<u>1,288</u>	<u>1,223</u>	<u>5,207</u>	<u>4,680</u>

(Unaudited but reviewed)

**10. Investments in other companies**

(Unit: Thousand Baht)

Company's name (Nature of business)	Paid up capital  (Million Baht)	Consolidated financial statements						Separate financial statements					
		Shareholding percentage		Carrying amounts based on cost method		Dividend received during the three-month periods ended		Shareholding percentage		Carrying amounts based on cost method		Dividend received during the three-month periods ended	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018
		(Percent)	(Percent)					(Percent)	(Percent)				
Kewpie (Thailand) Company Limited (Manufacture of sauce and dried vegetables)	260.00	10.00	10.00	26,000	26,000	6,500	5,720	10.00	10.00	26,000	26,000	6,500	5,720
President Interfood Company Limited (Agency)	3.00	8.67	8.67	442	442	-	-	8.67	8.67	442	442	-	-
Treasure Hill Company Limited (Real estate development)	200.00	3.00	3.00	6,000	6,000	-	-	2.00	2.00	4,000	4,000	-	-
Winstore Retail Network Company Limited (Information technology management)	62.65	0.60	0.60	2,500	2,500	-	-	0.60	0.60	2,500	2,500	-	-
The Bangkok Club Company Limited (Club)	450.00	0.44	0.44	3,000	3,000	-	-	0.44	0.44	3,000	3,000	-	-
Noble Place Company Limited (Real estate development)	296.25	0.08	0.08	1,500	1,500	-	-	0.08	0.08	1,500	1,500	-	-
Saha Lawson Company Limited (Convenience store)	1,277.00	7.66	7.66	97,830	97,830	-	-	7.66	7.66	97,830	97,830	-	-
Sahachol Food Supplies Company Limited (Non-alcoholic beverage retailer)	325.00	6.62	6.62	28,775	28,775	-	-	4.42	4.42	21,875	21,875	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

Company's name (Nature of business)	Paid up capital  (Million Baht)	Consolidated financial statements						Separate financial statements					
		Shareholding percentage		Carrying amounts based on cost method		Dividend received during the three-month periods ended		Shareholding percentage		Carrying amounts based on cost method		Dividend received during the three-month periods ended	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018
		(Percent)	(Percent)					(Percent)	(Percent)				
American Food Company Limited (Manufacture of ice-cream)	140.00	18.00	18.00	25,200	25,200	-	-	9.00	9.00	12,600	12,600	-	-
Maruto (Thailand) Company Limited (Trading of packaging products)	10.00	10.00	10.00	1,000	1,000	-	-	-	-	-	-	-	-
Ashton Asoke Praram 9 Company Limited (Real estate development)	1,170.00	6.00	6.00	75,000	75,000	1,646	1,646	-	-	-	-	-	-
IDEO Q Victory Company Limited (Real estate development)	510.00	4.00	4.00	20,000	20,000	419	419	-	-	-	-	-	-
Total				287,247	287,247	8,565	5,720			169,747	169,747	6,500	5,720
Less: Allowance for loss on impairment of investments				(95,234)	(92,801)					(93,234)	(90,801)		
<b>Total investments in other company - net</b>				<u>192,013</u>	<u>194,446</u>					<u>76,513</u>	<u>78,946</u>		

(Unaudited but reviewed)

**11. Other long-term investments**

	(Unit: Thousand Baht)			
	Consolidated financial statements			
	31 March 2019		31 December 2018	
	Cost	Fair value	Cost	Fair value
<b><u>Available-for-sale investments</u></b>				
Local marketable equity securities	190,353	536,103	190,353	554,668
Local quoted bonds	125,000	125,000	105,000	105,000
Government bonds	46,000	46,000	86,000	86,000
Long-term funds	195,645	203,249	103,450	101,212
Available-for-sale investments (in private fund)	<u>4,127,900</u>	<u>4,165,511</u>	<u>4,436,006</u>	<u>4,394,497</u>
	4,684,898	<u>5,075,863</u>	4,920,809	<u>5,241,377</u>
Add: Surplus on changes in value of available-for-sale investments	<u>390,965</u>		<u>320,568</u>	
Total investment in available-for-sale securities	<u>5,075,863</u>		<u>5,241,377</u>	
<b><u>Others</u></b>				
Subordinated bond	850,000	850,000	350,000	350,000
Fixed deposit (in private fund)	<u>14,000</u>	<u>14,000</u>	<u>10,000</u>	<u>10,000</u>
Total	<u>864,000</u>	<u>864,000</u>	<u>360,000</u>	<u>360,000</u>
<b>Total other long-term investments in the consolidated financial statements</b>	<u>5,939,863</u>	<u>5,939,863</u>	<u>5,601,377</u>	<u>5,601,377</u>

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2019	31 December 2018
<b>Revaluation surplus in available-for-sale investments</b>		
Portion of the Company	373,882	328,434
Portion of the Subsidiary	<u>17,083</u>	<u>(7,866)</u>
	390,965	320,568
(Add) Less: Portion of the subsidiary attributable to non-controlling of the subsidiary	(8,487)	3,818
Deferred tax effect	<u>(76,496)</u>	<u>(64,877)</u>
<b>Total revaluation surplus in available-for-sale investments in the consolidated financial statements</b>	<u>305,982</u>	<u>259,509</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	31 March 2019		31 December 2018	
	Cost	Fair value	Cost	Fair value
<b><u>Available-for-sale investments</u></b>				
Local marketable equity securities	190,353	536,103	190,353	554,668
Government bonds	40,000	40,000	80,000	80,000
Long-term funds	99,903	102,622	99,903	97,583
Available-for-sale investments (in private fund)	<u>2,889,042</u>	<u>2,914,455</u>	<u>2,996,704</u>	<u>2,963,143</u>
	<u>3,219,298</u>	<u>3,593,180</u>	<u>3,366,960</u>	<u>3,695,394</u>
Add: Surplus on changes in value of available-for-sale investments	<u>373,882</u>		<u>328,434</u>	
Total investments in available-for-sale securities	<u>3,593,180</u>		<u>3,695,394</u>	
<b><u>Others</u></b>				
Subordinated bond	<u>850,000</u>	<u>850,000</u>	<u>350,000</u>	<u>350,000</u>
Total	<u>850,000</u>	<u>850,000</u>	<u>350,000</u>	<u>350,000</u>
<b>Total other long-term investments in the separate financial statements</b>	<u><u>4,443,180</u></u>	<u><u>4,443,180</u></u>	<u><u>4,045,394</u></u>	<u><u>4,045,394</u></u>

(Unit: Thousand Baht)

	Separate financial statements	
	31 March	31 December
	2019	2018
<b>Revaluation surplus in available-for-sale investments</b>	<u>373,882</u>	<u>328,434</u>
Less: Deferred tax effect	<u>(74,777)</u>	<u>(65,687)</u>
<b>Total surplus in available-for-sale investments in the separate financial statements</b>	<u><u>299,105</u></u>	<u><u>262,747</u></u>

(Unaudited but reviewed)

As at 31 March 2019, the Company and its subsidiaries have pledged government bonds with maturity date over 1 year of approximately Baht 43 million (31 December 2018: Baht 43 million) and the Company only of Baht 37.3 million (31 December 2018: Baht 37 million) as a guarantee for electricity and steam use of the Company and its subsidiaries and as a guarantee of retroactive tax assessment of the Company.

## 12. Investment properties

Movements in the investment property account during the three-month period ended 31 March 2019 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Net book value as at 1 January 2019</b>	98,258	123,228
Reversal of allowance for impairment loss	3,624	3,624
Depreciation for the period	-	(435)
<b>Net book value as at 31 March 2019</b>	<b>101,882</b>	<b>126,417</b>

## 13. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2019 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Net book value as at 1 January 2019</b>	8,564,574	2,375,785
Acquisitions during period at cost	311,381	190,425
Disposals during period - net book value at disposal date	(160)	(145)
Depreciation for period	(295,781)	(101,264)
Translation adjustment	(7,149)	-
<b>Net book value as at 31 March 2019</b>	<b>8,572,865</b>	<b>2,464,801</b>



(Unaudited but reviewed)

**14. Trade and other payables**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
Trade payables - related parties	190,451	220,905	407,965	444,537
Other payables - related parties	1,963	23,131	7,533	27,374
Total trade and other payables - related parties (Note 5)	192,414	244,036	415,498	471,911
Trade payables - unrelated parties	1,390,835	1,372,998	619,053	642,472
Other payables - unrelated parties	303,961	303,986	103,118	86,990
Unearned revenue	13,011	12,265	13,010	12,264
Total trade and other payables - unrelated parties	1,707,807	1,689,249	735,181	741,726
Total trade and other payables	1,900,221	1,933,285	1,150,679	1,213,637

**15. 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 periods ended 31 March 2019 and 2018 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated financial		Separate financial	
	statements	statements		
	2019	2018	2019	2018
<b>Current income tax:</b>				
Interim corporate income tax charge	143,692	129,663	80,542	66,251
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	(2,624)	11,831	(3,123)	13,245
<b>Income tax expense reported in the statements of comprehensive income</b>	141,068	141,494	77,419	79,496

(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2019 and 2018 are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Deferred tax relating to				
Gain (loss) on changes in value of				
available-for-sale investments	(14,080)	4,247	(9,090)	2,687
Actuarial gain (loss)	(26)	709	(26)	709
Total	<u>(14,106)</u>	<u>4,956</u>	<u>(9,116)</u>	<u>3,396</u>

#### 16. Earnings per share

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

## 17. Segment information

The Company and its subsidiaries are organised into business units based on its products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2019 and 2018, respectively.

(Unit: Thousand Baht)

Consolidated financial statements for the three-month periods ended 31 March																
	Instant noodles and semi-instant foods		Bakery		Packaging		Biscuits		Fruit Juice		Others		Eliminated		Total	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Sales to external customers																
Thailand	2,006,267	1,839,594	1,802,156	1,772,617	325,259	284,714	166,156	186,824	77,279	87,373	45,775	36,289	-	-	4,422,892	4,207,411
Others	980,707	781,602	-	-	872	777	13,754	13,961	199,252	169,868	-	-	-	-	1,194,585	966,208
Inter-segment	28,033	28,087	4	-	422,857	387,630	78,195	85,559	-	578	241,752	245,277	(770,841)	(747,131)	-	-
Total sales	3,015,007	2,649,283	1,802,160	1,772,617	748,988	673,121	258,105	286,344	276,531	257,819	287,527	281,566	(770,841)	(747,131)	5,617,477	5,173,619
Less: Cost of sales	(2,177,966)	(1,944,742)	(1,005,124)	(1,030,265)	(616,761)	(556,017)	(208,731)	(233,086)	(179,808)	(152,337)	(240,727)	(211,059)	775,584	750,886	(3,653,533)	(3,376,620)
Segment gross profit	837,041	704,541	797,036	742,352	132,227	117,104	49,374	53,258	96,723	105,482	46,800	70,507	4,743	3,755	1,963,944	1,796,999
Other income															117,834	117,814
Selling and distribution expenses															(414,746)	(365,847)
Administrative expenses															(493,235)	(525,882)
Share of profit from investments in associates and joint venture															66,513	50,117
Finance cost															(2,923)	(3,306)
Profit before income tax															1,237,387	1,069,895
Income tax															(141,068)	(141,494)
Profit for the period															1,096,319	928,401
Non-controlling interest of the subsidiaries															(230,663)	(238,967)
Profit for equity holders of the Company															865,656	689,434

## 18. Commitments and contingent liabilities

### 18.1 Capital commitments

As at 31 March 2019, a subsidiary company had capital commitments in respect of procurement agreements for production equipment of approximately Baht 2.2 million and USD 0.03 million, totaling approximately Baht 3.3 million.

### 18.2 Operating lease commitments

The Company, its subsidiaries and the joint venture have entered into several lease agreements in respect of the lease of warehouse, the lease of land, office building space and related services. The terms of the agreements are generally 1 year to 5 years.

Future minimum lease payments required under these operating leases contracts were as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
Payable within:				
Less than 1 year	41	44	16	3
1 to 5 years	11	25	-	-
	<u>52</u>	<u>69</u>	<u>16</u>	<u>3</u>

### 18.3 Long-term service commitments

The joint venture of a subsidiary company entered into license and technical assistance agreements with an overseas related company for the use of a trademark and the receipt of information related to operation and management of restaurants. Under the conditions of the license agreement, the joint venture is to pay an annual license fee as stipulated in the agreement. The license fees for the three-month periods ended 31 March 2019 amounted to approximately Baht 0.6 million (2018: Baht 0.6 million).

#### 18.4 Long-term purchase commitments

A subsidiary company has commitments under natural gas purchase agreement for periods of 3 - 7 years. Under the agreement, a subsidiary company is committed to purchase natural gas at a minimum quantity at the price stipulated in the agreement.

No.	Period (Years)	Expired date	Average minimum quantity purchase (Million BTU)
1	3	30 November 2020	72,007 per annum
2	5	31 December 2023	301 per day
3	7	30 November 2020	23,385 per annum

#### 18.5 Guarantees

As at 31 March 2019, there were outstanding bank guarantees of approximately Baht 145 million (31 December 2018: Baht 153 million), issued by banks on behalf of the Company and its subsidiaries and separate financial statements Baht 61 million (31 December 2018: Baht 68 million) in respect of certain performance bonds as required in the normal course of business of the Company and its subsidiaries. These included letters of guarantee as follows:

<u>Type of guarantee</u>	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
Payment due to creditors	33	31	3	-
Custom duty	1	11	1	11
Retroactive tax assessment	111	111	57	57
	<u>145</u>	<u>153</u>	<u>61</u>	<u>68</u>

Moreover, the subsidiary pledged a fixed deposit of Baht 36.3 million (31 December 2018: Baht 36.3 million) with the Revenue Department as a guarantee for a retroactive tax assessment made against the subsidiary. Currently, the case is in the process of being appealed to the Central Tax Court. In addition, during the current period, the subsidiary's fixed deposit of Baht 17.1 million (31 December 2018: Baht 17.1 million) has been pledged as a guarantee during the consideration of a lawsuit brought against the subsidiary by the Department of Empowerment of Persons with Disabilities, seeking to have the subsidiary pay contributions to the Fund for Empowerment of Persons with Disabilities.

## 18.6 Litigation

- a) In 2011, a subsidiary company was being sued for compensation totaling approximately Baht 30 million in connection with traffic accidents.

Currently, settlements have been negotiated for some of the cases, with compensation being paid by a subsidiary company and the insurance company and some cases are under the consideration of the Supreme Court. As at 31 March 2019, total claims had therefore decreased to be Baht 3.3 million.

A subsidiary's management has performed an assessment and believes that it will not suffer any material losses from the legal cases; therefore no provision for contingent liabilities is set aside.

## 19. Foreign currency risk

The Company and its subsidiaries' exposure to foreign currency risk arises mainly from sales and purchases of goods in foreign currencies. The Company seeks to reduce this risk by entering into forward exchange contracts when it considers appropriate. Generally, the forward contracts mature within one year.

The balances of financial assets and liabilities denominated in foreign currencies of the Company and its subsidiaries as at 31 March 2019 are summarised below.

Foreign currency	Consolidated financial statements		Separate financial statements		Average exchange rate as at 31 March 2019 (Baht per 1 foreign currency unit)
	Financial assets (Thousand)	Financial liabilities (Thousand)	Financial assets (Thousand)	Financial liabilities (Thousand)	
US dollar	9,974	3,492	9,882	1,130	31.7681
Euro	526	69	526	69	35.6601
Japanese Yen	230,196	79,565	230,196	32,651	0.2867
Ringgit	335	-	335	-	7.7785

(Unaudited but reviewed)

The Company's and its subsidiaries' foreign exchange contracts outstanding at 31 March 2019 are summarised below.

Consolidated financial statements					
Foreign currency	Sold amount (Thousand)	Bought amount (Thousand)	Maturity date	Forward exchange rate (Baht per 1 foreign currency unit)	
				Sold amount	Bought amount
US dollar	7,501	4,579	1 April - 22 August 2019	31.2166 - 31.8439	31.09 - 32.88

Separate financial statements			
Foreign currency	Sold amount (Thousand)	Maturity date	Forward exchange rate (Baht per 1 foreign currency unit)
			Sold amount
US dollar	7,501	1 April - 2 July 2019	31.2166 - 31.8439

## 20. Fair value of financial instruments

As of 31 March 2019, the Company and its subsidiaries had the assets and liabilities that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)		
	Consolidated Financial Statements		
	Level 1	Level 2	Total
<b>Financial assets measured at fair value</b>			
Available-for-sale investments			
Local marketable equity securities	536,103	-	536,103
Long-term funds	-	203,249	203,249
Available-for-sale investments (in private fund)	-	4,165,511	4,165,511

	(Unit: Thousand Baht)		
	Separate Financial Statements		
	Level 1	Level 2	Total
<b>Financial assets measured at fair value</b>			
Available-for-sale investments			
Local marketable equity securities	536,103	-	536,103
Long-term funds	-	102,622	102,622
Available-for-sale investments (in private fund)	-	2,914,455	2,914,455

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

## **21. Events after the reporting period**

### **21.1 Amendments to the law relating to the legal severance pay rates**

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 and its subsidiaries have additional long-term employee benefit liabilities of Baht 93 million (The Company only: Baht 71 million) as a result. The Company and its subsidiaries will reflect the effect of the change by recognising past service costs as expenses in the income statement of the period in which the law is effective, which is the second quarter of 2019.

### **21.2 Dividend payment**

#### **a) The Company**

On 24 April 2019, the Annual General Meeting of the Company's shareholders No. 2/2019 passed a resolution to approve the payment of dividend on the profit for the year 2018 to the shareholders at Baht 3.92 per share or a total dividend payment of Baht 1,292.44 million. The Company had paid interim dividend for the first-half dividend at equivalent Baht 1.91 per share, and the second-half dividend remains at Baht 2.01 per share or a total dividend payment of approximately Baht 662.70 million. The dividend will be paid to the shareholders on 23 May 2019 and will be recorded in the second quarter.

#### **b) The subsidiaries**

On 26 April 2019, the Annual General Meeting of President Bakery Public Company Limited (a subsidiary) shareholders passed a resolution to approve the payment of dividend on the profit for the year ended 31 December 2018 to the shareholders at Baht 1.60 per share. A subsidiary company had paid interim dividend for the six-month period ended 30 June 2018 at Baht 0.75 per share, and the final dividend remains at Baht 0.85 per share or equivalent to Baht 382.50 million. Such subsidiary company will pay dividend on 24 May 2019.

## **22. Approval of interim financial statements**

These interim financial statements were authorised for issue by the authorised directors of the Company on 15 May 2019.