Sappe Public Company Limited
and its Subsidiaries

Condensed interim financial statements
for the three-month period ended
31 March 2020
and
Independent auditor's review report

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Independent auditor's report on review of interim financial information

To the Board of Directors of Sappe Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Sappe Public Company Limited and its subsidiaries, and of Sappe Public Company Limited, respectively, as at 31 March 2020; the consolidated and separate statements of income and comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2020; and condensed notes ("interim financial information"). 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 statements 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 Information".

(Sureerat Thongarunsang)
Certified Public Accountant
Registration No. 4409

KPMG Phoomchai Audit Ltd.
Bangkok
15 May 2020

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Sappe Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated financial statements		Separate financial statements	
		31 March	31 December	31 March	31 December
Assets	*Note*	2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Current assets					
Cash and cash equivalents		1,075,585	181,695	1,038,216	124,387
Trade accounts receivable	*5*	383,561	352,869	343,800	334,595
Other current receivables	*5*	48,828	40,949	47,826	42,868
Short-term loans to related parties	*5*	-	-	7,650	7,650
Inventories		233,957	216,897	202,370	188,977
Other current financial assets	*14*	312,164	1,132,132	312,164	1,132,132
Other current assets		19,209	19,335	18,027	18,666
Total current assets		**2,073,304**	**1,943,877**	**1,970,053**	**1,849,275**
Non-current assets					
Investment in associates	*6*	26,639	29,744	-	-
Investment in subsidiaries	*7*	-	-	290,162	290,162
Other non-current financial assets	*14*	100,000	100,000	100,000	100,000
Property, plant and equipment	*8*	1,107,308	1,133,840	950,238	973,006
Right-of-use assets	*8*	82,360	-	72,159	-
Goodwill	*4*	90,899	90,899	-	-
Intangible assets other than goodwill		55,376	56,063	45,670	46,518
Deferred tax assets		16,335	14,957	16,251	14,921
Other non-current assets	*5*	21,060	20,587	5,350	5,369
Total non-current assets		**1,499,977**	**1,446,090**	**1,479,830**	**1,429,976**
Total assets		**3,573,281**	**3,389,967**	**3,449,883**	**3,279,251**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2020 (Unaudited)	31 December 2019	31 March 2020 (Unaudited)	31 December 2019
		(in thousand Baht)			
Current liabilities					
Bank overdrafts		1,951	-	-	-
Trade accounts payable	*5*	217,015	182,075	215,968	179,784
Other current payables	*5, 9*	332,233	366,348	309,112	345,159
Dividend payables	*13*	252,567	-	252,567	-
Current portion of long-term loans from financial institution		105	103	-	-
Short-term loans from related parties	*5*	11,208	10,975	-	-
Current portion of finance lease liability		18,039	6,504	11,221	-
Current income tax payable		54,681	36,700	54,576	36,596
Total current liabilities		**887,799**	**602,705**	**843,444**	**561,539**
Non-current liabilities					
Long-term loans from financial institution		3	29	-	-
Finance lease liability		87,434	12,448	65,713	-
Deferred tax liabilities		2,174	2,571	-	-
Non-current provisions for employee benefits		21,800	20,303	21,392	19,955
Other non-current liability	*5*	8,394	8,141	-	-
Total non-current liabilities		**119,805**	**43,492**	**87,105**	**19,955**
Total liabilities		**1,007,604**	**646,197**	**930,549**	**581,494**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated financial statements		Separate financial statements	
		31 March	31 December	31 March	31 December
Liabilities and equity	*Note*	2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Equity					
Share capital					
Authorised share capital					
(308,438 ordinary shares, par value at Baht 1 per share)		308,438	308,438	308,438	308,438
Issued and paid-up share capital					
(304,378 ordinary shares, par value at Baht 1 per share)		304,378	304,378	304,378	304,378
Share premium on ordinary shares		975,608	975,608	975,608	975,608
Warrants	*10*	22,639	20,931	22,639	20,931
Retained earnings					
Legal reserve		30,844	30,844	30,844	30,844
Unappropriated		1,135,144	1,312,462	1,185,865	1,365,996
Difference arising from common control transactions		(4,365)	(4,365)	-	-
Currency translation differences		4,584	7,337	-	-
Equity attributable to owners of the parent		**2,468,832**	**2,647,195**	**2,519,334**	**2,697,757**
Non-controlling interests		96,845	96,575	-	-
Total equity		**2,565,677**	**2,743,770**	**2,519,334**	**2,697,757**
Total liabilities and equity		**3,573,281**	**3,389,967**	**3,449,883**	**3,279,251**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

		Consolidated financial statements		Separate financial statements	
		Three-month period ended 31 March		Three-month period ended 31 March	
	Note	2020	2019	2020	2019
		(in thousand Baht)			
Revenue					
Revenue from sale of goods	*5, 11*	830,046	775,088	741,108	708,874
Other income	*5*	14,305	11,535	13,513	13,301
Gain from changes in interest in associate	*4*	-	10,082	-	-
Total revenue		**844,351**	**796,705**	**754,621**	**722,175**
Expenses					
Cost of sales of goods		533,436	486,338	461,028	438,715
Distribution costs	*5*	106,005	98,557	98,172	91,698
Administrative expenses	*5*	75,057	65,495	67,322	60,858
Net foreign exchange losses		25,600	694	29,519	538
Total expenses		**740,098**	**651,084**	**656,041**	**591,809**
Profit (loss) from operating activities		**104,253**	**145,621**	**98,580**	**130,366**
Finance costs	*5*	(863)	(228)	(548)	-
Reversal of impairment loss determined in accordance with TFRS 9	*14*	1,161	-	397	-
Share of loss of associates accounted for using equity method	*6, 11*	(3,105)	(255)	-	-
Profit before income tax expense		**101,446**	**145,138**	**98,429**	**130,366**
Tax expense		18,445	27,360	18,674	26,128
Profit for the period		**83,001**	**117,778**	**79,755**	**104,238**
Profit (loss) attributable to:					
Owners of the parent		82,011	115,251	79,755	104,238
Non-controlling interests		990	2,527	-	-
		83,001	**117,778**	**79,755**	**104,238**
Earnings per share *(in Baht)*					
Basic earnings per share		**0.27**	**0.38**	**0.26**	**0.34**
Diluted earnings per share		**0.27**	**0.38**	**0.26**	**0.34**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2020	2019	2020	2019
	(in thousand Baht)			
Profit for the period	**83,001**	**117,778**	**79,755**	**104,238**
Other comprehensive income				
Items that will be reclassified subsequently to profit or loss				
Exchange differences on translating financial statements	(3,051)	415	-	-
Other comprehensive income (expense) for the period, net of tax	**(3,051)**	**415**	**-**	**-**
Total comprehensive income for the period	**79,950**	**118,193**	**79,755**	**104,238**
Total comprehensive income attributable to:				
Owners of the parent	79,258	115,483	79,755	104,238
Non-controlling interests	692	2,710	-	-
	79,950	**118,193**	**79,755**	**104,238**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Consolidated financial statements										
					Retained earnings		Other components of equity					
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Warrants	Legal reserve	Unappropriated	Difference arising from common control transactions	Exchange differences on translating financial statements	Total other components of equity	Equity attributable to owners of the parent	Non-controlling interests	Total equity
							(in thousand Baht)					
Three-month period ended 31 March 2019												
Balance at 1 January 2019		**304,368**	**975,343**	**9,069**	**30,844**	**1,109,704**	**(4,365)**	**3,424**	**(941)**	**2,428,387**	**(4,846)**	**2,423,541**
Transactions with owners, recorded directly in equity												
Contributions by and distributions to owners of the parent												
Share-based payment transactions	*10*	-	-	2,942	-	-	-	-	-	2,942	-	2,942
Total contributions by and distributions to owners of the parent		**-**	**-**	**2,942**	**-**	**-**	**-**	**-**	**-**	**2,942**	**-**	**2,942**
Changes in ownership interests in subsidiaries												
Acquisition of non-controlling interests with a change in control	*4*	-	-	-	-	-	-	-	-	-	97,122	97,122
Total changes in ownership interests in subsidiaries		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**97,122**	**97,122**
Total transactions with owners, recorded directly in equity		**-**	**-**	**2,942**	**-**	**-**	**-**	**-**	**-**	**2,942**	**97,122**	**100,064**
Comprehensive income for the period												
Profit		-	-	-	-	115,251	-	-	-	115,251	2,527	117,778
Other comprehensive income		-	-	-	-	-	-	232	232	232	183	415
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**115,251**	**-**	**232**	**232**	**115,483**	**2,710**	**118,193**
Balance at 31 March 2019		**304,368**	**975,343**	**12,011**	**30,844**	**1,224,955**	**(4,365)**	**3,656**	**(709)**	**2,546,812**	**94,986**	**2,641,798**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Consolidated financial statements										
					Retained earnings		Other components of equity					
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Warrants	Legal reserve	Unappropriated	Difference arising from common control transactions	Exchange differences on translating financial statements	Total other components of equity	Equity attributable to owners of the parent	Non-controlling interests	Total equity
						(in thousand Baht)						
Three-month period ended 31 March 2020												
Balance at 31 December 2019 - as reported		**304,378**	**975,608**	**20,931**	**30,844**	**1,312,462**	**(4,365)**	**7,337**	**2,972**	**2,647,195**	**96,575**	**2,743,770**
Impact of changes in accounting policies	*3*	-	-	-	-	(6,762)	-	-	-	(6,762)	(422)	(7,184)
Balance at 1 January 2020		**304,378**	**975,608**	**20,931**	**30,844**	**1,305,700**	**(4,365)**	**7,337**	**2,972**	**2,640,433**	**96,153**	**2,736,586**
Transactions with owners, recorded directly in equity												
Contributions by and distributions to owners of the parent												
Share-based payment transactions	*10*	-	-	1,708	-	-	-	-	-	1,708	-	1,708
Dividends	*13*	-	-	-	-	(252,567)	-	-	-	(252,567)	-	(252,567)
Total contributions by and distributions to owners of the parent		**-**	**-**	**1,708**	**-**	**(252,567)**	**-**	**-**	**-**	**(250,859)**	**-**	**(250,859)**
Total transactions with owners, recorded directly in equity		**-**	**-**	**1,708**	**-**	**(252,567)**	**-**	**-**	**-**	**(250,859)**	**-**	**(250,859)**
Comprehensive income for the period												
Profit		-	-	-	-	82,011	-	-	-	82,011	990	83,001
Other comprehensive income		-	-	-	-	-	-	(2,753)	(2,753)	(2,753)	(298)	(3,051)
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**82,011**	**-**	**(2,753)**	**(2,753)**	**79,258**	**692**	**79,950**
Balance at 31 March 2020		**304,378**	**975,608**	**22,639**	**30,844**	**1,135,144**	**(4,365)**	**4,584**	**219**	**2,468,832**	**96,845**	**2,565,677**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Separate financial statements					
					Retained earnings		
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Warrants	Legal reserve	Unappropriated	Total equity
				(in thousand Baht)			
Three-month period ended 31 March 2019							
Balance at 1 January 2019		**304,368**	**975,343**	**9,069**	**30,844**	**1,147,406**	**2,467,030**
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Share-based payment transactions	*10*	-	-	2,942	-	-	2,942
Total contributions by and distributions to owners		**-**	**-**	**2,942**	**-**	**-**	**2,942**
Comprehensive income for the period							
Profit		-	-	-	-	104,238	104,238
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**104,238**	**104,238**
Balance at 31 March 2019		**304,368**	**975,343**	**12,011**	**30,844**	**1,251,644**	**2,574,210**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

		Separate financial statements					
					Retained earnings		
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Warrants	Legal reserve	Unappropriated	Total equity
				(in thousand Baht)			
Three-month period ended 31 March 2020							
Balance at 31 December 2019 - as reported		**304,378**	**975,608**	**20,931**	**30,844**	**1,365,996**	**2,697,757**
Impact of changes in accounting policies	*3*	-	-	-	-	(7,319)	(7,319)
Balance at 1 January 2020		**304,378**	**975,608**	**20,931**	**30,844**	**1,358,677**	**2,690,438**
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Share-based payment transactions	*10*	-	-	1,708	-	-	1,708
Dividends	*13*	-	-	-	-	(252,567)	(252,567)
Total contributions by and distributions to owners		**-**	**-**	**1,708**	**-**	**(252,567)**	**(250,859)**
Comprehensive income for the period							
Profit		-	-	-	-	79,755	79,755
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**79,755**	**79,755**
Balance at 31 March 2020		**304,378**	**975,608**	**22,639**	**30,844**	**1,185,865**	**2,519,334**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Note	Consolidated financial statements Three-month period ended 31 March 2020	2019	Separate financial statements Three-month period ended 31 March 2020	2019
		(in thousand Baht)			
Cash flows from operating activities					
Profit for the period		83,001	117,778	79,755	104,238
Adjustments to reconcile profit to cash receipts (payments)					
Tax expense		18,445	27,360	18,674	26,128
Finance costs		863	228	548	-
Depreciation		49,730	43,317	43,411	39,638
Amortization of intangible assets other than goodwill		1,427	1,864	1,390	1,836
Reversal of impairment loss recognised in profit or loss	*14*	(1,161)	-	(397)	-
Bad and doubtfule debts expenses (reversal)		-	78	-	(253)
Losses on inventories devaluation		3,103	633	1,790	603
Unrealised loss on exchange rates		24,984	2,089	24,304	2,687
Unrealised gain from current investments revaluation		(4,601)	(2,108)	(4,601)	(2,108)
Loss (gain) on sale current investment		2,922	(1,531)	2,922	(1,531)
Gain from changes in interest in associate	*4*	-	(10,082)	-	-
Loss (gain) on sale of property, plant and equipment		497	506	(495)	-
Share of loss of investments in associates accounted for using equity method, net of tax		3,105	255	-	-
Non-current provisions for employee benefits		1,938	1,291	1,876	1,265
Share-based payment		1,708	2,942	1,708	2,942
Interest income		(466)	(296)	(611)	(379)
Dividend income		(457)	-	(457)	-
		185,038	184,324	169,817	175,066
Changes in operating assets and liabilities					
Trade accounts receivable		(30,584)	(78,275)	(8,738)	(95,182)
Other receivables		(11,468)	(201)	(9,668)	(8,071)
Inventories		(20,163)	10,402	(15,183)	11,648
Other current assets		125	1,978	640	1,735
Other non-current assets		(473)	(125)	19	(70)
Trade accounts payable		34,935	780	36,179	3,703
Other current payables		(57,520)	(37,994)	(57,622)	(28,510)
Other non-current liabilities		10	-	-	-
Foreign currency translation differences of subsidiaries		(2,717)	239	-	-
Net cash generated from operating activities		97,183	81,128	115,444	60,319
Provisions for employee benefits paid		(440)	(565)	(440)	(565)
Taxes paid		(193)	(117)	(195)	(117)
Net cash from operating activities		**96,550**	**80,446**	**114,809**	**59,637**

The accompanying notes form an integral part of the interim financial statements.

Sappe Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

		Consolidated financial statements		Separate financial statements	
		Three-month period ended 31 March		Three-month period ended 31 March	
	Note	2020	2019	2020	2019
		(in thousand Baht)			
Cash flows from investing activities					
Payment on investments in subsidiaries	*7*	-	-	-	(68,000)
Acquisition of subsidiary, net of cash acquired	*4*	-	6,571	-	-
Acquisition of associate	*6*	-	(25,000)	-	-
Acquisition of current investments		(662,152)	(250,000)	(662,152)	(250,000)
Proceeds from sale of current investments		1,483,799	300,000	1,483,799	300,000
Acquisition of other long-term investments		-	(50,000)	-	(50,000)
Acquisition of plant and equipment		(21,283)	(32,587)	(20,122)	(32,005)
Proceeds from sale of plant and equipment		666	186	495	-
Acquisition of intangible assets		(1,178)	(654)	(638)	(402)
Dividends received		457	-	457	-
Interest received		466	233	466	233
Net cash from (used in) investing activities		**800,775**	**(51,251)**	**802,305**	**(100,174)**
Cash flows from financing activities					
Proceeds from bank overdraft		1,951	301	-	-
Repayment of long-term loans		(25)	(16)	-	-
Payment of lease liabilities		(4,610)	(1,032)	(2,740)	-
Interest paid		(755)	(688)	(549)	-
Net cash used in financing activities		**(3,439)**	**(1,435)**	**(3,289)**	-
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates		893,886	27,760	913,825	(40,537)
Effect of exchange rate changes on cash and cash equivalents		4	-	4	-
Net increase (decrease) in cash and cash equivalents		**893,890**	**27,760**	**913,829**	**(40,537)**
Cash and cash equivalents at 1 January		181,695	172,637	124,387	159,559
Cash and cash equivalents at 31 March		**1,075,585**	**200,397**	**1,038,216**	**119,022**
Non-cash transactions					
Outstanding payables for purchases of plant and equipment		4,537	5,668	1,799	5,051
Outstanding payables for purchases of intangible assets		1,322	33	-	33

The accompanying notes form an integral part of the interim financial statements.

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These notes form an integral part of the financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements and were approved and authorised for issue by the Board of Directors on 15 May 2020.

1 General information

The principal activities of the Company are manufacturing and distributing health drinking and food products. The principal activities of the Group are manufacturing and distributing health drinking, food and coconut products.

Details of subsidiaries and associates as at 31 March 2020 and 31 December 2019 were as following;

Name of company	Nature of business	Country of incorporation /Nationality	Ownership interest (%)	
			31 March 2020	31 December 2019
Direct subsidiaries				
Sappe Europe s.r.o.	Distributing health drinking product	Slovakia	60	60
Sappe Holding (Thailand) Co., Ltd.	Group management service	Thailand	100	100
Indirect subsidiaries				
Sappe Trading (HongKong) Company Limited	Import, export and distribution of goods	Hong Kong	100	100
Sappe Hong Kong Company Limited	Group management service	Hong Kong	100	100
Sappe Trading (Shanghai) Co., Ltd.	Distributing health drinking product	People's Republic of China	100	100
All Coco Group Co., Ltd. with subsidiaries as follows :	Producing and distributing coconut products	Thailand	51	51
- All Coco Co., Ltd.	Distributing coconut products	Thailand	51	51
- K Best Farm Co., Ltd.	Providing and distributing domestic fresh coconut	Thailand	51	51
Indirect associates				
Danone Sappe Beverages Co., Ltd.	Distributing health drinking product	Thailand	25	25

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The condensed interim financial statements are presented in the same format as the annual financial statements and prepared its notes to the interim financial statements on a condensed basis ("interim financial statements") in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting;* guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2019.

The Group has initially applied TFRS - Financial instruments standards and TFRS 16 Leases and disclosed impact from changes to significant accounting policies in note 3.

In addition, the Group has not early adopted a number of new and revised TFRS which are not yet effective for the current period in preparing these financial statements.

(b) Use of judgements, estimates and accounting policies

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2019, except for the new significant judgements and key sources of estimation uncertainty related to the application of new TFRS as described in note 3.

3 Changes in accounting policies

From 1 January 2020, the Group has initially applied TFRS - Financial instruments standards and TFRS 16. Impact of changes in accounting policies on shareholders' equity are as follows:

		Consolidated financial statements		**Separate financial statements**	
		Retained earnings	Other components of equity	Retained earnings	Other components of equity
	Note	*(in thousand Baht)*			
At 31 December 2019 - as reported		1,312,462	2,972	1,365,996	-
Increase (decrease) due to:					
Adoption of TFRS – Financial instruments standards					
Classification of financial instruments	*A(1)*	(1,264)	-	(1,264)	-
Impairment losses on financial assets	*A(2)*	(2,502)	-	(3,380)	-
Related tax		976	-	928	-
Adoption of TFRS 16 – net of tax	*B*	(3,972)	-	(3,603)	-
At 1 January 2020 - restated		**1,305,700**	**2,972**	**1,358,677**	**-**

A. TFRS - Financial instruments standards

The Group has adopted TFRS - Financial instruments standards by adjusting the cumulative effects to retained earnings and other components of equity on 1 January 2020. Therefore, the Group did not adjust the information presented for 2019.

These TFRS - Financial instruments standards establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. The impact from adoption of TFRS – Financial instruments standards are as follows:

(1) Classification and measurement of financial assets and financial liabilities

TFRS 9 contains three principal classification categories for financial assets: measured at amortised cost, fair value to other comprehensive income (FVOCI) and fair value to profit or loss (FVTPL). The class.ification under TFRS 9 is based on the cash flow characteristics of the financial asset and the business model in which they are managed. TFRS 9 eliminates the previous classification of held-to-maturity debt securities, available-for-sale securities, trading securities and general investment as specified by TAS 105.

Under TFRS 9, interest income and interest expenses recognised from all financial assets and financial liabilities measured at amortised cost shall be calculated using effective interest rate method. Previously, the Group recognised interest income and interest expenses at the rate specified in the contract.

Under TFRS 9, derivatives are measured at FVTPL. Previously, the Group recognised the derivatives when they were exercised.

The following table shows measurement categories under previous standards and TFRS 9, including reconciliation of the carrying amounts of each class of the Group's financial assets and financial liabilities as at 1 January 2020.

Consolidated financial statements

Classification under previous standards at 31 December 2019		Classification under TFRS 9 at 1 January 2020	
	Carrying amounts	Fair value through profit or loss	Amortised cost - net
		(in thousand Baht)	
Cash and cash equivalents	181,695	-	181,695
Trade and other receivables	393,818	-	391,261
Other financial assets			
- Deposits at financial institutions	100,000	-	100,000
- Debt instruments available for sale	1,132,132	1,132,132	-
- Derivative assets	2,514	1,250	-
Total other financial assets	**1,234,646**	**1,133,382**	**100,000**
Total	**1,810,159**	**1,133,382**	**672,956**

Consolidated financial statements

Classification under previous standards at 31 December 2019		Classification under TFRS 9 at 1 January 2020	
	Carrying amounts	Fair value through profit or loss	Amortised cost - net
		(in thousand Baht)	
Trade and other payables	548,423	-	548,423
Long-term borrowings from financial institutions	132	-	132
Loan from related parties	10,975	-	10,975
Total	**559,530**	**-**	**559,530**

Separate financial statements

Classification under previous standards at 31 December 2019		Classification under TFRS 9 at 1 January 2020	
	Carrying amounts	Fair value through profit or loss	Amortised cost - net
		(in thousand Baht)	
Cash and cash equivalents	124,387	-	124,387
Trade and other receivables	377,463	-	374,083
Loan to related parties	7,650	-	7,650
Other financial assets			
- Deposits at financial institutions	100,000	-	100,000
- Debt instruments available for sale	1,132,132	1,132,132	-
- Derivative assets	2,514	1,250	-
Total other financial assets	**1,234,646**	**1,133,382**	**100,000**
Total	**1,744,146**	**1,133,382**	**606,120**
Trade and other payables	524,943	-	524,943
Total	**524,943**	**-**	**524,943**

(2) Impairment - Financial assets and contract assets

TFRS 9 introduces forward-looking 'expected credit loss' (ECL) model whereas previously the Group estimates allowance for doubtful account by analysing payment histories and future expectation of customer payment. TFRS 9 requires considerable judgement about how changes in economic factors affect ECLs, which will be determined on a probability-weighted basis. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments measured at FVOCI, lease receivables, except for investments in equity instruments.

The Group has determined that the application of TFRS 9's impairment requirements at 1 January 2020 results in an additional allowance for impairment loss as follows:

	Consolidated financial statements	Separate financial statements
	(in thousand Baht)	
Allowance for impairment losses at 31 December 2019		
Allowance for doubtful debts – trade accounts receivable	1,356	227
Allowance for doubtful debts – other receivables	1,535	13,682
Allowance for doubtful debts – short-term loans from related parties	-	7,892
	2,891	**21,801**
Additional impairment loss recognised at 1 January 2020 on:		
- Trade accounts receivables	204	30
- Other receivables	2,353	3,350
Allowance for impairment losses at 1 January 2020	**5,448**	**25,181**

The Group has opted to recognise the increase of impairment loss as an adjustment to retained earnings as at 1 January 2020.

B. TFRS 16 Leases

From 1 January 2020, the Group has initially adopted TFRS 16 on contracts previously identified as leases according to TAS 17 *Leases* and TFRIC 4 *Determining whether an arrangement contains a lease* using the modified retrospective approach.

Previously, the Group, as a lessee, recognised payments made under operating leases and relevant lease incentives in profit or loss on a straight-line basis over the term of the lease. Under TFRS 16, the Group assesses whether a contract is, or contains, a lease. If a contract contains lease and non-lease components, the Group allocates the consideration in the contract based on stand-alone selling price (transaction price). As at 1 January 2020, the Group and the Company recognised right-of-use assets and lease liabilities, as a result, the nature of expenses related to those leases was changed because the Group recognised depreciation of right-of-use assets and interest expense on lease liabilities.

On transition, the Group also elected to use the following practical expedients:
- do not recognise right-of-use assets and lease liabilities for leases with less than 12 months of lease term;
- use hindsight when determining the lease term;
- apply a single discount rate to a portfolio of leases with similar characteristics;
- rely on previous assessments whether leases are onerous as an alternative to performing an impairment review; and
- exclude initial direct costs from measuring the right-of-use asset.

Impact from the adoption of TFRS 16	Consolidated financial statements	Separate financial statements
	(in thousand Baht)	
At 1 January 2020		
Increase in property, plant and equipment	85,723	75,170
Increase in deferred tax assets	1,082	901
Increase in lease liabilities	(91,131)	(79,674)
Decrease in retained earnings	3,972	3,603

Measurement of lease liability	Consolidated financial statements	Separate financial statements
	(in thousand Baht)	
Operating lease commitment as disclosed at 31 December 2019	17,798	10,786
Operating lease commitment - related parties at 31 December 2019	61,014	48,352
Recognition exemption for short-term leases	(10,635)	(5,755)
Extension and termination options reasonably certain to be exercised	41,055	38,626
	109,232	**92,009**
Present value of remaining lease payments, discounted using the incremental borrowing rate at 1 January 2020	91,131	79,674
Finance lease liabilities recognised as at 31 December 2019	18,952	-
Lease liabilities recognised at 1 January 2020	**110,083**	**79,674**
Weighted-average incremental borrowing rate *(% per annum)*	**0.14 - 0.37**	**0.14 - 0.29**

Right-of-use assets and lease liabilities shown above were presented as part of health drinking products and coconut products segments, respectively.

4 Acquisition of subsidiary

In 2016, the Group invested in 40% of the issued and paid-up capital of All Coco Group Co., Ltd. which producing and distributing coconut products. All Coco Group Co., Ltd. thereby became an associate of the Group. Later, on 1 February 2019, the Group had control over All Coco Group Co., Ltd., by acquiring 11% of the shares and voting interest, which the consideration consisted of a cash payment of Baht 42.35 million, affecting to the percentage of holding interest of the Group increased from 40% to 51% and managements of Sappe Public Company Limited had been appointed as All Coco Group's board of directors.

Taking control of All Coco Group Co., Ltd. will enable the Group presence in the coconut drink business since All Coco Group Co., Ltd. has a strong foothold in the aromatic coconut market, especially a strong network of fresh coconut suppliers, which could guarantee a supply of high quality fresh coconuts. The acquisition is expected to provide the Group with an increase in growth opportunities in the soft-drink business in Thailand and worldwide.

The following summarises the recognised amounts of assets acquired and liabilities assumed at the acquisition date:

Identifiable assets acquired and liabilities assumed	**Fair value** *(in thousand Baht)*
Cash and cash equivalents	48,921
Trade accounts receivable	32,746
Other receivables	6,321
Inventories	15,059
Other current assets	257
Property, plant and equipment	171,659
Intangible assets	5,416
Other non-current assets	15,355
Trade accounts payable	(6,690)
Other payables	(29,652)
Short-term loans	(21,000)
Tax payable	(1,212)
Long-term loans from financial institutions	(220)
Finance lease liabilities	(23,865)
Deferred tax liabilities	(2,140)
Non-current provisions for employee benefit	(188)
Other non-current liabilities	(4,000)
Total identifiable net assets	**206,767**
Less: Non-controlling interests (49%)	101,316
Total identifiable net assets received	**105,451**
Less: Fair value of previously-held interests before business combination	154,000
Less: Purchase consideration transferred	42,350
Goodwill arising from the acquisition	**90,899**
Net cash acquired with the subsidiary	48,921
Cash paid	42,350
Net cash inflows	6,571

Goodwill

The remeasurement to fair value of the Group's existing 40 percent interest in the acquiree resulted in a gain of Baht 10.08 million (Baht 154.00 million less Baht 143.92 million carrying value of equity-accounted investee at acquisition date), which has been recognised in gain from changes in interest in associate in the statement of comprehensive income.

Goodwill is attributable mainly to the skills and technical talent of All Coco Group Co., Ltd.'s work force and cooperation for business of coconut products, which is health drinks as Group's products. None of the goodwill recognised is expected to be deductible for income tax purposes.

5 Related parties

Relationships with subsidiaries, associates and joint ventures are described in notes 1, 6 and 7. Other Related parties which have material changes in relationships and that the Group had significant transactions during the period with were as follows:

Name of entities	**Country of incorporation**	**Nature of relationships**
Hose Center Company Limited	Thailand	Common major shareholder

Significant transactions for the three-month periods ended 31 March with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
Three-month period ended 31 March	2020	2019	2020	2019
	(in thousand Baht)			
Subsidiaries				
Sales of goods	-	-	-	709
Purchase of goods	-	-	6,109	216
Other income	-	-	-	2,705
Interest income	-	-	145	146
Distribution costs and administrative expenses	-	-	45	71
Associates				
Sales of goods	15,496	27,528	15,496	27,528
Purchase of goods	45,123	26,708	45,123	26,708
Other income	3,009	250	3,009	250
Other related parties				
Sales of goods	756	1,149	3	-
Purchase of machinery and equipment	45	35	45	35
Other income	335	93	335	93
Rental and other expenses	16	1,901	16	1,901
Consultant fee	300	300	300	300
Distribution costs and administrative expenses	8	38	-	32
Interest expense	72	61	-	-
Key management personnel compensation				
Short-term employee benefit and others	14,164	15,053	14,164	15,053
Long-term employee benefits	552	545	552	545
Share-based payments	438	752	438	752

Intercompany sales to and purchase from associates described above excluded co-packing and distribution with an indirect associate of Baht 31.02 million for the three-month period ended 31 March 2020 *(2019: Baht 22.39 million)*.

Balances as at 31 March 2020 and 31 December 2019 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
Trade accounts receivable	2020	2019	2020	2019
	(in thousand Baht)			
Subsidiary				
Sappe Europe s.r.o.	-	-	-	1,392
Associate				
Danone Sappe Beverages Co., Ltd.	20,711	14,385	20,711	14,385
Other related party				
Hayashi Products Co., Ltd.	1	-	1	-
On Fifth Co., Ltd.	-	1	-	1
Italmarket Slovakia, a.s.	307	499	-	-
	21,019	**14,885**	**20,712**	**15,778**
Less allowance for impairment *(2019: allowance for doubtful accounts)*	(22)	-	(22)	-
Net	**20,997**	**14,885**	**20,690**	**15,778**

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	(in thousand Baht)			
Impairment losses *(2019: Bad and doubtful debts)* for the:				
Three-month period ended 31 March	22	-	22	-

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Other receivables	*(in thousand Baht)*			
Subsidiaries				
Sappe Europe s.r.o.	-	-	2,510	2,274
Sappe Trading (Shanghai) Co., Ltd.	-	-	10,005	9,874
Sappe Holding (Thailand) Co., Ltd.	-	-	833	833
Sappe Trading (Hong kong) Company Limited	-	-	204	204
All Coco Group Co., Ltd.	-	-	1,754	1,938
All Coco Co., Ltd.	-	-	314	290
Associates				
Danone Sappe Beverages Co., Ltd.	2,102	10,323	2,102	10,323
Other related parties				
Toyox Trading (Thailand) Co., Ltd.	260	-	260	-
Hayashi Products Co., Ltd.	33	34	33	34
	2,395	10,357	18,015	25,770
Less allowance for impairment *(2019: allowance for* doubtful *accounts)*	(881)	-	(14,447)	(12,148)
Net	**1,514**	**10,357**	**3,568**	**13,622**

	2020	2019	2020	2019
	(in thousand Baht)			
(Reversal of) impairment losses *(2019: Bad and doubtful debts)* for the:				
Three-month period ended 31 March	(422)	-	(1)	76

	Interest rate		Separate financial statements				
Loans to	At 31 December 2019	At 31 March 2020	At 31 December 2019	Increase	Decrease	Foreign currency difference	At 31 March 2020
	(% per annum)		*(in thousand Baht)*				
Subsidiaries							
Sappe Europe s.r.o.	4	4	7,892	-	-	528	8,420
All Coco Group Co., Ltd.	3.2	3.2	4,590	-	-	-	4,590
All Coco Co., Ltd.	3.2	3.2	3,060	-	-	-	3,060
Total			**15,542**				**16,070**
Less allowance for impairment *(2019: allowance for doubtful accounts)*			(7,892)				(8,420)
Net			**7,650**				**7,650**

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	(in thousand Baht)			
Impairment losses *(2019: Bad and doubtful debts)* of loans to for the: Three-month period ended 31 March	-	-	528	(330)

	Consolidated financial statements		Separate financial statements	
Other non-current assets	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	(in thousand Baht)			
Other related parties				
Directors	1,167	1,167	1,167	1,167
Group of Persons Ruckariyapong	1,063	1,063	1,063	1,063
Total	**2,230**	**2,230**	**2,230**	**2,230**

	Consolidated financial statements		Separate financial statements	
Trade accounts payable	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	(in thousand Baht)			
Subsidiary				
All Coco Group Co., Ltd.	-	-	2,720	2,509
Associate				
Danone Sappe Beverages Co., Ltd.	36,623	42,806	36,623	42,806
Other related parties				
Italmarket Slovakia, a.s.	9	-	-	-
Total	**36,632**	**42,806**	**39,343**	**45,315**

Other payable	Consolidated financial statements 31 March 2020	Consolidated financial statements 31 December 2019	Separate financial statements 31 March 2020	Separate financial statements 31 December 2019
	(in thousand Baht)			
Subsidiary				
All Coco Group Co., Ltd.	-	-	183	314
Other related parties				
Italmarket Slovakia, a.s.	568	520	-	-
Toyox Trading (Thailand) Co., Ltd.	-	3	-	3
3T Engineering Co., Ltd	-	281	-	281
Hose Center Company Limited	1	-	1	-
Director	378	349	-	-
Key management personnel	379	349	-	-
Total	**1,326**	**1,502**	**184**	**598**

	Interest rate		Consolidated financial statements				
Loans from	31 December 2019	31 March 2020	31 December 2019	Increase	Decrease	Foreign currency differences	31 March 2020
	(% per annum)		*(in thousand Baht)*				
Other related parties							
Italmarket Slovakia, a.s.	2	2	2,699	-	-	178	2,877
Director	0 - 3.2	0 - 3.2	4,518	-	-	56	4,574
Key management personnel	3.2	3.2	3,675	-	-	-	3,675
Other related parties	-	-	83	-	-	(1)	82
Total			**10,975**				**11,208**

Other non-current liability	Consolidated financial statements 31 March 2020	Consolidated financial statements 31 December 2019	Separate financial statements 31 March 2020	Separate financial statements 31 December 2019
	(in thousand Baht)			
Other related party				
Director	**3,922**	**3,679**	-	-

The memorandum of association of a subsidiary states that the subsidiary has to pay dividends from net profit of Euro 109,076.03 to a shareholder. The first gainer is a shareholder and then the rest of the profit will be allocated according to the proportion of the investment held. As of 31 March 2020, the management considered to recognise a provision following the regulations of the subsidiary of Baht 3.92 million *(31 December 2019: Baht 3.68 million)* under "Other non-current liabilities" in the consolidated financial statements.

Significant agreements with related parties

The Group has land and building lease agreements with related parties, and from 1 January 2020, the Group has initially applied TFRS 16 that affect the related parties transaction balance as at 31 March 2020 and for the three-month period ended 31 March 2020 as follows:

At 31 March 2020	**Consolidated financial statements**	**Separate financial statements**
	(in thousand Baht)	
Other related parties		
Right-of-use assets	42,148	35,790
Finance lease liability	(46,511)	(39,429)

Three-month period ended 31 March 2020	**Consolidated financial statements**	**Separate financial statements**
	(in thousand Baht)	
Other related parties		
Depreciation	1,864	1,803
Finance costs	360	282

6 Investment in associates

						Consolidated financial statements					
	Type of business	Ownership interest		Paid-up capital		Cost		Equity		Dividend Income for the three-month period ended	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 March 2019
		(%)				(in thousand Baht)					
Indirect associates											
Danone Sappe Beverages Co., Ltd.	Distributing health drinking product	25	25	200,000	200,000	50,000	50,000	26,639	29,744	-	-
Total						**50,000**	**50,000**	**26,639**	**29,744**	**-**	**-**

None of the Group's associates are publicly listed and consequently do not have published price quotations.

Acquisitions

In July 2019, Danone Sappe Beverages Co., Ltd. registered its share capital from Baht 100 million to Baht 200 million by issuing share capital to Baht 100 million (1,000,000 shares at Baht 100 per share). Sappe Holding (Thailand) Co., Ltd., a subsidiary has paid-up share capital amounting to Baht 25 million. The percentage of holding interest of the Group remains unchanged. Danone Sappe Beverages Co., Ltd. registered the increase of share capital with the Ministry of Commerce on 31 July 2019.

Reclassification to subsidiary

In February 2019, the Company made an additional investment in 11 percent of the issued and paid up capital of All Coco Group Co., Ltd., increasing the Group's interest to 51 percent. All Coco Group Co., Ltd. thereby ceased to be an associated company and became a subsidiary. Details of the acquisition are given in note 4.

The Group has an option to purchase additional shares in the maximum portion of 9% of All Coco Group Co., Ltd.'s registered shares within 4 years after the effective date of the first sales and purchase of shares agreement, at the fair value

In this connection, the Company recognised gain on remeasurement of previously held-equity investment in All Coco Group Co., Ltd. of Baht 10.08 million in the statement of comprehensive income for the period ended 31 March 2019.

7 Investments in subsidiaries

	Ownership interest		Paid-up capital		Separate financial statements: Cost		Impairment		At cost - net		Dividend income for the three-month period ended	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 March 2019
	(%)				(in thousand Baht)							
Direct subsidiaries												
Sappe Europe s.r.o.	60	60	EUR 6,639		162	162	-	-	162	162	-	-
Sappe Holding (Thailand) Co., Ltd.	100	100	Baht 290 million		290,000	290,000	-	-	290,000	290,000	-	-
Total					**290,162**	**290,162**	-	-	**290,162**	**290,162**	-	-
Indirect subsidiaries												
Sappe Trading (Hong Kong) Company Limited	100	100	HKD 100,000		454	454	(454)	(454)	-	-	-	-
Sappe Hong Kong Company Limited	100	100	HKD 3,000,000		13,980	13,980	(13,980)	(13,980)	-	-	-	-
Sappe Trading (Shanghai) Co., Ltd.	100	100	CNY 2,000,000		10,173	10,173	(10,173)	(10,173)	-	-	-	-
All Coco Group Co., Ltd.	51	51	Baht 168 million		196,350	196,350	-	-	196,350	196,350	-	-
Total					**220,957**	**220,957**	**(24,607)**	**(24,607)**	**196,350**	**196,350**	-	-

Details of the increase of investment in subsidiaries from business acquisition during the year ended 31 December 2019 are disclosed in note 4.

In 2016, the Group sold its entire interest in PT. Sappe Indonesia, a subsidiary, of 2,550 shares or 51% equity ownership in PT. Sappe Indonesia. The Group has an option to repurchase 51% of PT. Sappe Indonesia issued and paid-up share capital. The option can be exercised within 3 years but no later than 5 years after the disposal date. The repurchase price will be Baht 82.03 million. In the case that PT. Sappe Indonesia increase its share capital, the repurchase price will be determined by financial due diligence performed by an independence financial advisor. However, The management does not plan to exercise this option at 31 March 2020.

8 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment exclude right-of-use assets during the three-month period ended 31 March 2020 were as follows:

	Consolidated financial statements		**Separate financial statements**	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	(in thousand Baht)			
Buildings and building improvement	139	-	123	-
Machinery and equipment	3,362	(23)	3,253	-
Furniture, fixtures and office equipment	910	(1,138)	497	-
Vehicles	1,699	(2)	1,699	-
Assets under construction and installation	15,315	(755)	12,514	(454)
Total	**21,425**	**(1,918)**	**18,086**	**(454)**

Movement of right-of-use assets recognised as property, plant and equipment is as follows:

		Consolidated financial statements	**Separate financial statements**
Right-of-use assets		Land and buildings	Land and buildings
	Note	*(in thousand Baht)*	
At 1 January 2020	*3*	85,723	75,170
Less depreciation		(3,363)	(3,011)
At 31 March 2020		**82,360**	**72,159**

9 Other current payables

		Consolidated financial statements		Separate financial statements	
	Note	31 March 2020	31 December 2019	31 March 2020	31 December 2019
		(in thousand Baht)			
Other payables - related parties	*5*	569	804	184	598
Accrued interest expense - related parties	*5*	757	698	-	-
Accrued promotional expense		133,408	144,738	133,408	144,738
Accrued expenses		67,114	111,732	54,943	102,301
Other payables - other parties		72,308	79,781	68,065	73,950
Advance received		26,974	17,802	24,833	15,150
Other financial liabilities - derivative liabilities		24,023	-	24,023	-
Others		7,080	10,793	3,656	8,422
Total		**332,233**	**366,348**	**309,112**	**345,159**

10 Warrants

Expenses for share-based payment transactions in the consolidated and separate financial statements for the three-month period ended 31 March 2020 were Baht 1.71 million (*2019: Baht 2.94 million*).

Movements during the three-month periods ended 31 March 2020 and 2019 of warrants were as follows:

Three-month period ended 31 March	**Consolidated / Separate financial statements**			
	2020		2019	
	Average exercise price per share *(Baht)*	Option shares *(in thousand shares)*	Average exercise price per share *(Baht)*	Option shares *(in thousand shares)*
At 1 January	7.72	4,060	7.72	4,070
At 31 March	**7.72**	**4,060**	**7.72**	**4,070**

11 Segment information and disaggregation of revenue

	Consolidated financial statements											
	Health drinking products		Coconut products		Other segments		Total		Eliminate		Net	
Three-month period ended 31 March	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	(in thousand Baht)											
Information about reportable segments												
External revenues	741,108	708,165	85,518	62,085	3,420	4,838	830,046	775,088	-	-	830,046	775,088
Inter-segment revenue	-	709	6,154	287	-	-	6,154	996	(6,154)	(996)	-	-
Total revenue	**741,108**	**708,874**	**91,672**	**62,372**	**3,420**	**4,838**	**836,200**	**776,084**	**(6,154)**	**(996)**	**830,046**	**775,088**
Disaggregation of revenue												
Primary geographical markets												
Thailand	286,480	306,232	91,672	60,614	-	-	378,152	366,846	(6,154)	(287)	371,998	366,559
Indonesia and Philippines	248,868	192,219	-	-	-	-	248,868	192,219	-	-	248,868	192,219
Korea	39,714	48,128	-	562	-	-	39,714	48,690	-	-	39,714	48,690
Others	166,046	162,295	-	1,196	3,420	4,838	169,466	168,329	-	(709)	169,466	167,620
Total revenue	**741,108**	**708,874**	**91,672**	**62,372**	**3,420**	**4,838**	**836,200**	**776,084**	**(6,154)**	**(996)**	**830,046**	**775,088**
Major products												
Drinks	631,264	585,115	82,163	52,848	3,420	4,838	716,847	642,801	(2,188)	(996)	714,659	641,805
Others	109,844	123,759	9,509	9,524	-	-	119,353	133,283	(3,966)	-	115,387	133,283
Total revenue	**741,108**	**708,874**	**91,672**	**62,372**	**3,420**	**4,838**	**836,200**	**776,084**	**(6,154)**	**(996)**	**830,046**	**775,088**
Timing of revenue recognition												
At a point in time	**741,108**	**708,874**	**91,672**	**62,372**	**3,420**	**4,838**	**836,200**	**776,084**	**(6,154)**	**(996)**	**830,046**	**775,088**

	Consolidated financial statements											
	Health drinking products		Coconut products		Other segments		Total		Eliminate		Net	
Three-month period ended 31 March	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	(in thousand Baht)											
Share of profit (loss) of investments in associates	(3,105)	(255)	-	-	-	-	(3,105)	(255)	-	-	(3,105)	(255)
Segment profit (loss) before income tax	98,429	130,110	2,309	6,299	(89)	8,984	100,649	145,393	797	(255)	101,446	145,138
Segment assets as at 31 March / 31 December	3,449,883	3,279,251	272,002	272,823	157,851	146,718	3,879,736	3,698,792	(306,455)	(308,825)	3,573,281	3,389,967
Segment liabilities as at 31 March / 31 December	930,549	581,494	72,921	66,860	42,279	36,565	1,045,749	684,919	(38,145)	(38,722)	1,007,604	646,197

Three-month period ended 31 March	Separate financial statements Reportable segments 2020	2019
	(in thousand Baht)	
Disaggregation of revenue		
Primary geographical markets		
Thailand	286,480	306,232
Indonesia and Philippines	248,868	192,219
Korea	39,714	48,128
Others	166,046	162,295
Total revenue	**741,108**	**708,874**
Major products		
Drinks	631,264	585,115
Others	109,844	123,759
Total revenue	**741,108**	**708,874**
Timing of revenue recognition		
At a point in time	**741,108**	**708,874**

12 Leases

Three-month period ended 31 March 2020	Consolidated financial statements	Separate financial statements
	(in thousand Baht)	
Recognised in profit or loss		
Interest on lease liabilities	653	548
Expenses relating to short-term leases	3,985	2,687

Total cash outflow for leases presented in the consolidated and separate statement of cash flows for the three-month period ended 31 March 2020 were Baht 3.70 million and Baht 3.29 million, respectively.

13 Dividends

The dividends paid by the Group to the shareholders are as follows:

	Approval date	Payment schedule	Dividend rate per share *(Baht)*	Amount *(in thousand Baht)*
2020				
Interim dividend	26 March 2020	April 2020	**0.83**	**252,567**
2019				
Annual dividend	18 April 2019	May 2019	**0.66**	**200,830**

14 Financial instruments

Carrying amount and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Consolidated financial statements						
	Carrying amount			Fair value			
At 31 March 2020	Fair value through profit or loss	Amortised cost - net	Total	Level 1	Level 2	Level 3	Total
			(in thousand Baht)				
Financial assets							
Other financial assets							
Deposits at financial institutions	-	100,000	100,000	100,000	-	-	100,000
Debt instruments held for trading	312,164	-	312,164	-	312,164	-	312,164
Total other financial assets	**312,164**	**100,000**	**412,164**				
Financial liabilities							
Loans from financial institutions	-	(108)	(108)	-	(108)	-	(108)
Loans from related parties	-	(11,208)	(11,208)	-	(11,208)	-	(11,208)
Derivatives liabilities	(24,023)	-	(24,023)	-	(24,023)	-	(24,023)

	Separate financial statements						
	Carrying amount			Fair value			
At 31 March 2020	Fair value through profit or loss	Amortised cost - net	Total	Level 1	Level 2	Level 3	Total
			(in thousand Baht)				
Financial assets							
Loans to related parties	-	7,650	7,650	-	7,650	-	7,650
Other financial assets							
Deposits at financial institutions	-	100,000	100,000	100,000	-	-	100,000
Debt instruments held for trading	312,164	-	312,164	-	312,164	-	312,164
Total other financial assets	**312,164**	**100,000**	**412,164**				
Financial liabilities							
Derivative liabilities	(24,023)	-	(24,023)	-	(24,023)	-	(24,023)

	Consolidated financial statements		Separate financial statements	
	Carrying amount	Fair Value Level 2	Carrying amount	Fair Value Level 2
	(in thousand Baht)			
31 December 2019				
Financial assets measured at fair value				
Debt securities held for trading	1,132,132	1,132,132	1,132,132	1,132,132
Financial assets not measured at fair value				
Foreign currency forward contract	2,514	1,250	2,514	1,250

Financial instruments measured at fair value

Type	**Valuation technique**
Forward exchange contracts	*Forward pricing:* The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currencies.
Derivatives	*In cases where there is an active market*, the Group uses the market value as the fair value of derivatives. *In cases where there is no active market*, simple over-the-counter derivative are derived by using a valuation technique incorporating observable market data which is adjusted with counterparty credit risk (excluding own credit risk) and other risks to reflect true economic value.
Debt securities held for trading	The net asset value as of the reporting date.

Impairment loss

Impairment on cash and cash equivalents was measured on a 12-month ECLs. The Group considers that cash and cash equivalents have low credit risk based on the external credit ratings of the counterparties.

Allowance for impairment loss for trade receivables and contract assets are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the historical credit loss experience, adjusted for factors that are specific to the debtors and assessment of both the current and forecast general economic conditions.

	Consolidated financial statements			Separate financial statements		
At 31 March 2020	Trade accounts receivables *(in thousand Baht)*	Weighted average loss rate *(%)*	Allowance for impairment losses *(in thousand Baht)*	Trade accounts receivables *(in thousand Baht)*	Weighted average loss rate *(%)*	Allowance for impairment losses *(in thousand Baht)*
Within credit terms	248,028	0.11 - 0.20	266	240,853	0.11	257
Overdue:						
Less than 3 months	130,564	0 - 0.41	116	98,301	-	-
3 - 6 months	4,901	0 - 48.51	138	4,430	-	-
6 - 12 months	635	29.78 - 87.01	316	415	29.78	124
Over than 12 months	1,301	0 - 92.28	1,032	182	-	-
Total	**385,429**		**1,868**	**344,181**		**381**
Less allowance for impairment	(1,868)			(381)		
Net	**383,561**			**343,800**		

Trade accounts receivables	Consolidated financial statements	Separate financial statements
	(in thousand Baht)	
At 31 December 2019		
Within credit terms	204,705	194,295
Overdue:		
Less than 3 months	138,823	131,225
3-6 months	9,341	9,075
6-12 months	233	227
Over than 12 months	1,123	-
	354,225	**334,822**
Less allowance for doubtful accounts	(1,356)	(227)
Net	**352,869**	**334,595**

The normal credit term granted by the Group ranges from 30 days to 60 days.

Allowance for impairment – simplified approach	*Note*	Consolidated financial statements	Separate financial statements
		(in thousand Baht)	
At 1 January 2020 – restated	*3*	5,448	25,181
Reversals		(1,161)	(397)
At 31 March 2020		**4,287**	**24,784**

Impairment loss of financial assets for the three-month periods ended 31 March 2020	Consolidated financial statements	Separate financial statements
	(in thousand Baht)	
Recognised in profit or loss		
Impairment loss of trade accounts receivables and contract assets	308	124
Reversal of impairment loss of financial assets measured at amortised costs	(1,469)	(1,049)
Impairment loss of loans to related parties	-	528
Total	**(1,161)**	**(397)**

Exposure to liquidity risk

The following table are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and include contractual interest payments and exclude the impact of netting agreements.

		Consolidated financial statements				
			Contractual cash flows			
At 31 March 2020	Carrying amount	At Call	Within 1 year	1 – 5 years	More than 5 years	Total
			(in thousand Baht)			
Non-derivative financial liabilities						
Trade payables	217,015	(217,015)	-	-	-	(217,015)
Loans from financial institutions	108	-	(105)	(3)	-	(108)
Lease liabilities	105,473	-	(18,039)	(47,058)	(40,376)	(105,473)
	322,596	**(217,015)**	**(18,144)**	**(47,061)**	**(40,376)**	**(322,596)**
Derivative financial liabilities						
Forward exchange contracts						
- Cash outflow	24,024	-	(378,695)	-	-	(378,695)
- Cash inflow	-	-	354,671	-	-	354,671
	24,024	**-**	**(24,024)**	**-**	**-**	**(24,024)**

		Separate financial statements				
			Contractual cash flows			
At 31 March 2020	Carrying amount	At Call	Within 1 year	1 – 5 years	More than 5 years	Total
			(in thousand Baht)			
Non-derivative financial liabilities						
Trade payables	215,968	(215,968)	-	-	-	(215,968)
Lease liabilities	76,934	-	(11,221)	(32,012)	(33,701)	(76,934)
	292,902	**(215,968)**	**(11,221)**	**(32,012)**	**(33,701)**	**(292,902)**
Derivative financial liabilities						
Forward exchange contracts						
- Cash outflow	24,024	-	(378,695)	-	-	(378,695)
- Cash inflow	-	-	354,671	-	-	354,671
	24,024	**-**	**(24,024)**	**-**	**-**	**(24,024)**

Exposure to foreign currency risk

	Consolidated financial statements				
At 31 March 2020	USD	EUR	HKD	CNY	Total
			(in thousand Baht)		
Cash and Cash equivalents	88	4	11,952	614	12,658
Trade accounts receivables	22,834	12,143	-	-	34,977
Other receivables	63	43	-	2,314	2,420
Interest-bearing liabilities	-	(4,190)	-	-	(4,190)
Trade payables	-	(612)	-	-	(612)
Other payables	(4,708)	(11,696)	(58)	(119)	(16,581)
Net forecast transaction exposure	**18,277**	**(4,308)**	**11,894**	**2,809**	**28,672**
Forward exchange selling contracts	(24,024)	-	-	-	(24,024)
Net exposure	**(5,747)**	**(4,308)**	**11,894**	**2,809**	**4,648**

	Separate financial statements		
At 31 March 2020	USD	EUR	Total
		(in thousand Baht)	
Cash and Cash equivalents	67	1	68
Trade accounts receivables	22,834	6,403	29,237
Other receivables	63	-	63
Other payables	(4,442)	(7,352)	(11,794)
Net forecast transaction exposure	**18,522**	**(948)**	**17,574**
Forward exchange selling contracts	(24,024)	-	(24,024)
Net exposure	**(5,502)**	**(948)**	**(6,450)**

15 Commitments with non-related parties

At 31 March 2020	**Consolidated financial statements**	**Separate financial statements**
	(in thousand Baht)	
Capital commitments		
Machinery, equipment and other constructions	13,959	11,619
Software	11	-
Total	**13,970**	**11,619**
Other commitments		
Bank guarantees	10,616	10,616
Total	**10,616**	**10,616**

16 Contingent liabilities

As at 31 March 2020, the Company has been sued by a former oversea distributor in the amount of CNY 3.15 million (Baht 14.52 million). The Company have won in the federal court. Presently, the case is under the appeal of the distributor. However, the Company has set aside provision of Baht 0.94 million *(31 December 2019: Baht 0.86 million)* for liability that may arise as a result of this case, based on the opinion of their management and legal department.

17 Non-adjusting events after the reporting date

Subsequent to the financial reporting date, many countries have enacted several protection measures against COVID-19, with a significant impact on the daily life, production and supply chain of goods in these countries and beyond. The evolution of COVID-19 as well as its impact on the global economy, and more specifically, on the Group's operation, is hard to predict at this stage. The management is monitoring the situation to ensure the safety of its staff as well as to adapt its services and operations in response to the situation.