

**Sappe Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month period ended
31 March 2018

and

Independent auditor's report on review
of interim financial information



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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 2018; the consolidated and separate statements of income and comprehensive income for the three-month period ended 31 March 2018 and the consolidated and separate statements of changes in equity and cash flows for the three-month period ended 31 March 2018; 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".

A handwritten signature in black ink, appearing to read 'Sureerat'.

(Sureerat Thongarunsang)
Certified Public Accountant
Registration No. 4409

KPMG Phoomchai Audit Ltd.
Bangkok
14 May 2018

Sappe Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
Assets	Note	2018	2017	2018	2017
		(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		149,600	155,684	137,485	142,519
Current investments	4	1,007,283	905,212	1,007,283	905,212
Trade accounts receivable	3, 5	231,507	203,210	226,624	199,358
Other receivables	3	51,995	43,129	63,489	56,743
Short-term loans to related parties	3	8,000	8,000	17,001	17,141
Inventories		242,340	176,188	240,168	173,033
Other current assets		7,322	6,841	6,810	6,200
Total current assets		1,698,047	1,498,264	1,698,860	1,500,206
Non-current assets					
Investment in associates	6	139,359	141,927	-	-
Investment in subsidiaries	7	-	-	197,162	197,162
Property, plant and equipment	8	1,043,529	1,048,123	1,039,145	1,043,409
Intangible assets		55,167	56,298	55,167	56,298
Deferred tax assets		9,441	9,400	9,441	9,400
Other non-current assets	3	5,339	4,398	5,339	4,398
Total non-current assets		1,252,835	1,260,146	1,306,254	1,310,667
Total assets		2,950,882	2,758,410	3,005,114	2,810,873

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

Sappe Public Company Limited and its Subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2018	2017	2018	2017
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Current liabilities					
Bank overdrafts		610	1,047	-	-
Trade accounts payable		216,950	168,598	215,209	167,382
Other payables	3, 9	252,346	276,094	253,133	276,911
Short-term loans from related parties	3	4,124	4,185	-	-
Current portion of finance lease liability		220	-	-	-
Current tax payable		74,496	43,077	74,496	43,077
Total current liabilities		548,746	493,001	542,838	487,370
Non-current liabilities					
Finance lease liability		741	-	-	-
Non-current provisions for employee benefits		9,343	8,748	9,343	8,748
Other non-current liabilities	3	4,193	4,257	-	-
Total non-current liabilities		14,277	13,005	9,343	8,748
Total liabilities		563,023	506,006	552,181	496,118

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

Sappe Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
Liabilities and equity	Note	2018	2017	2018	2017
		(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Equity					
Share capital	10				
Authorised share capital		304,620	304,620	304,620	304,620
Issued and paid-up share capital		304,368	303,080	304,368	303,080
Share premium on ordinary shares		975,343	956,749	975,343	956,749
Warrants	11	-	1,926	-	1,926
Retained earnings					
Legal reserve		30,462	30,462	30,462	30,462
Unappropriated		1,085,838	968,549	1,142,760	1,022,538
Difference arising from common control transactions		(4,365)	(4,365)	-	-
Currency translation differences		1,146	910	-	-
Equity attributable to owners of the parent		2,392,792	2,257,311	2,452,933	2,314,755
Non-controlling interests		(4,933)	(4,907)	-	-
Total equity		2,387,859	2,252,404	2,452,933	2,314,755
Total liabilities and equity		2,950,882	2,758,410	3,005,114	2,810,873

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

Sappe Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended		Three-month period ended	
		31 March		31 March	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
Revenue					
Revenue from sale of goods	3	702,351	496,541	695,755	492,806
Other income	3	13,621	7,023	13,460	7,255
Net foreign exchange gain		13,257	5,857	13,254	5,860
Total revenue		729,229	509,421	722,469	505,921
Expenses					
Cost of sales of goods		425,657	316,307	420,040	313,201
Distribution costs	3	80,069	69,445	79,024	68,969
Administrative expenses	3	72,316	59,514	71,789	53,997
Finance costs	3	36	34	-	10
Total expenses		578,078	445,300	570,853	436,177
Share of loss of associates	6	(2,568)	(1,922)	-	-
Profit before income tax expense		148,583	62,199	151,616	69,744
Tax expense		31,394	13,392	31,394	13,392
Profit for the period		117,189	48,807	120,222	56,352
Profit attributable to:					
Owners of the parent		117,289	48,777	120,222	56,352
Non-controlling interests		(100)	30	-	-
Profit for the period		117,189	48,807	120,222	56,352
Earnings per share (in Baht)					
Basic earnings per share	13	0.39	0.16	0.40	0.19
Diluted earnings per share		-	0.16	-	0.19

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

Sappe Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Profit for the period	117,189	48,807	120,222	56,352
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	310	535	-	-
Other comprehensive income for the period, net of tax	310	535	-	-
Total comprehensive income for the period	117,499	49,342	120,222	56,352
Total comprehensive income attributable to:				
Owners of the parent	117,525	49,207	120,222	56,352
Non-controlling interests	(26)	135	-	-
Total comprehensive income for the period	117,499	49,342	120,222	56,352

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

Consolidated financial statements

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

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

Consolidated financial statements											
		Retained earnings		Other components of equity							
		Share		Difference		Translating		Total			
		Issued and	premium on		arising from	foreign	components	Equity			
		paid-up	ordinary	Warrants	common control	operations	of	attributable to	Non-	controlling	Total
		share capital	shares		transactions		equity	the parent	interests	equity	
Note											
(in thousand Baht)											
Three-month period ended 31 March 2018											
Balance at 1 January 2018		303,080	956,749	1,926	30,462	968,549	(4,365)	910	(3,455)	2,257,311	(4,907) 2,252,404
Transactions with owners, recorded directly in equity											
Contributions by and distributions to owners of the parent											
10		1,288	18,594	(6,840)	-	-	-	-	-	13,042	- 13,042
11		-	-	4,914	-	-	-	-	-	4,914	- 4,914
Total contributions by and distributions to owners of the parent											
		1,288	18,594	(1,926)	-	-	-	-	-	17,956	- 17,956
Total transactions with owners, recorded directly in equity											
		1,288	18,594	(1,926)	-	-	-	-	-	17,956	- 17,956
Comprehensive income for the period											
Profit		-	-	-	-	117,289	-	-	-	117,289	(100) 117,189
Other comprehensive income		-	-	-	-	-	-	236	236	236	74 310
Total comprehensive income for the period		-	-	-	-	117,289	-	236	236	117,525	(26) 117,499
Balance at 31 March 2018		304,368	975,343	-	30,462	1,085,838	(4,365)	1,146	(3,219)	2,392,792	(4,933) 2,387,859

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 equity
				(in thousand Baht)		
	Three-month period ended 31 March 2017					
	Balance at 1 January 2017	301,788	938,368	6,931	30,462	765,670
						2,043,219
	Transactions with owners, recorded directly in equity					
	<i>Contributions by and distributions to owners of the Company</i>					
10	Shares options exercised	559	7,904	(2,806)	-	-
11	Share-based payment transactions	-	-	392	-	-
						5,657
	<i>Total contributions by and distributions to owners</i>	559	7,904	(2,414)	-	-
						6,049
	Total transactions with owners, recorded directly in equity	559	7,904	(2,414)	-	-
						6,049
	Comprehensive income for the period					
	Profit	-	-	-	-	56,352
	Total comprehensive income for the period	-	-	-	-	56,352
	Balance at 31 March 2017	302,347	946,272	4,517	30,462	822,022
						2,105,620

The accompanying notes are an integral part of these 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 equity
				(in thousand Baht)		
	Three-month period ended 31 March 2018					
	Balance at 1 January 2018	303,080	956,749	1,926	30,462	1,022,538
						2,314,755
	Transactions with owners, recorded directly in equity					
	<i>Contributions by and distributions to owners</i>					
10	Shares options exercised	1,288	18,594	(6,840)	-	-
11	Share-based payment transactions	-	-	4,914	-	-
						13,042
	<i>Total contributions by and distributions to owners</i>	1,288	18,594	(1,926)	-	-
						17,956
	Total transactions with owners, recorded directly in equity	1,288	18,594	(1,926)	-	-
						17,956
	Comprehensive income for the period					
	Profit	-	-	-	-	120,222
	Total comprehensive income for the period	-	-	-	-	120,222
	Balance at 31 March 2018	304,368	975,343	-	30,462	1,142,760
						2,452,933

The accompanying notes are an integral part of these 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	
	2018	2017	2018	2017
	(in thousand Baht)			
<i>Cash flows from operating activities</i>				
Profit for the period	117,189	48,807	120,222	56,352
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Depreciation	36,819	38,228	36,557	38,018
Amortization of intangible assets	1,771	1,301	1,771	1,301
Interest income	(66)	(181)	(152)	(268)
Finance costs	36	34	-	10
Reversal of bad and doubtful debts expenses	(36)	(153)	(16)	(133)
Reversal of losses on inventories devaluation	(545)	(1,475)	(545)	(1,475)
Unrealised gain on exchange rates	(1,353)	(4,913)	(1,183)	(4,659)
Unrealised gain from current investments revaluation	(1,774)	(1,016)	(1,774)	(1,016)
Gain on sale current investment	(297)	(413)	(297)	(413)
Loss (gain) on sale of property, plant and equipment	600	(261)	600	339
Share of loss of investments in associates	2,568	1,922	-	-
Employee benefits obligations	1,030	652	1,030	652
Share-based payment	4,914	392	4,914	392
Tax expense	31,394	13,392	31,394	13,392
	192,250	96,316	192,521	102,492
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(28,371)	(31,170)	(27,360)	(31,318)
Other receivables	(8,820)	(10,863)	(6,640)	(10,235)
Inventories	(65,607)	(45,763)	(66,590)	(45,697)
Other current assets	(481)	(2,007)	(610)	(1,740)
Other non-current assets	(941)	(151)	(941)	(151)
Trade accounts payable	48,365	20,400	47,838	18,994
Other payables	(19,325)	(28,012)	(19,345)	(17,314)
Foreign currency translation differences of subsidiaries	254	440	-	-
Net cash generated from (used in) operating activities	117,324	(810)	118,873	15,031
Employee benefits obligations paid	(435)	(255)	(435)	(255)
Tax paid	(16)	(117)	(16)	(6)
Net cash from (used in) operating activities	116,873	(1,182)	118,422	14,770

The accompanying notes are an integral part of these 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	
	2018	2017	2018	2017
	(in thousand Baht)			
Cash flows from investing activities				
Interest received	3	(1,358)	-	(724)
Acquisition of current investments	(400,000)	(595,000)	(400,000)	(595,000)
Proceeds from sale of current investments	300,000	380,000	300,000	380,000
Acquisition of property, plant and equipment	(35,471)	(21,595)	(36,432)	(19,800)
Proceeds from sale of property, plant and equipment	79	599	79	-
Acquisition of intangible assets	(147)	(2,889)	(147)	(2,889)
Short-term loans to related parties	-	(4,000)	-	(4,000)
Proceeds from repayment of loans to related parties	-	-	-	861
Net cash used in investing activities	(135,536)	(244,243)	(136,500)	(241,552)
Cash flows from financing activities				
Interest paid	(27)	(36)	-	(10)
Payment of finance lease	-	(98)	-	(98)
Proceeds from bank overdraft	(438)	-	-	-
Proceeds from issue of ordinary shares	13,042	5,657	13,042	5,657
Net cash from financing activities	12,577	5,523	13,042	5,549
Net decrease in cash and cash equivalents, before effect of exchange rates	(6,086)	(239,902)	(5,036)	(221,233)
Effect of exchange rate changes on cash and cash equivalents	2	-	2	-
Net decrease in cash and cash equivalents	(6,084)	(239,902)	(5,034)	(221,233)
Cash and cash equivalents at beginning of period	155,684	358,505	142,519	325,093
Cash and cash equivalents at ending of period	149,600	118,603	137,485	103,860
Non-cash transactions				
Outstanding payables for purchases of property, plant and equipment	8,854	6,084	8,854	6,084
Outstanding payables for purchases of intangible assets	587	308	587	308
Finance lease liability	961	-	-	-

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

Sappe Public Company Limited and its Subsidiaries
Notes to the financial statements
For the three-month period ended 31 March 2018

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Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

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 14 May 2018.

1 General information

Sappe Public Company Limited, the “Company”, is incorporated in Thailand and has its registered head office and branches as follows:

Head Office: 9/3 Serithai Road, Kannayao, Kannayao District, Bangkok.

Branch 1: 2 Soi Rama9 28, Huamark, Bangkapi District, Bangkok and on 2 October 2017, the Company changed branch 1’s address to 71 Ramkhamhaeng Road, Huamark, Bangkapi District, Bangkok

Branch 2: 8 Moo 7, Puech-udom, Lamlukka District, Pathumthani

The Company was listed on the Stock Exchange of Thailand (“SET”) in June 2014.

The principal activities of the Company are manufacturing and distributing health drinking product.

Details of subsidiaries and associates as at 31 March 2018 and 31 December 2017 were as following;

Name of company	Nature of business	Country of incorporation /Nationality	Ownership interest (%)	
			31 March 2018	31 December 2017
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
Indirect associates				
All Coco Group Co., Ltd. with subsidiaries as follows :	Producing and distributing coconut products	Thailand	40	40
- All Coco Co., Ltd.	Distributing coconut products	Thailand	40	40
- K Best Farm Co., Ltd.	Providing and distributing domestic fresh coconut	Thailand	40	40

Sappe Public Company Limited and its Subsidiaries
Notes to the financial statements
For the three-month period ended 31 March 2018

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2017) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2017. They 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 2017.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2017 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2018. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group.

In addition to the above revised TFRS, The FAP has issued TFRS 15 Revenue from Contracts with Customers which is effective for annual periods beginning on or after 1 January 2019. The Group has not early adopted this standard in preparing these interim financial statements.

TFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. Revenue should be recognised when (or as) an entity transfers control over goods or services to a customer, measured at the amount to which the entity expects to be entitled. It replaces existing revenue recognition standards as follows:

- TAS 18 (revised 2017) Revenue,
- TFRIC 13 (revised 2017) Customer Loyalty Programmes,

Management is presently considering the potential impact of adopting and initially applying TFRS 15 on the consolidated and separate financial statements.

(b) Functional and presentation currency

The interim financial statements are prepared and presented in Thai Baht, which is the Company's functional currency.

(c) Use of estimates and judgements

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2017.

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

Measurement of fair values

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including level 3 fair values, and reports directly to chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

When measuring the fair value of an asset or liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in the fair value hierarchy based on the inputs used in the valuation techniques as follows:

- *Level 1*: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- *Level 2*: inputs other than quoted prices includes in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- *Level 3*: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different level of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in note 14 financial instruments.

3 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with subsidiaries and associates are described in notes 1, 6 and 7. For relationship with key management and other related parties were as follows:

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

Name of entities	Country of incorporation/ nationality	Nature of relationships
Sappe Corporation Co., Ltd.	Thailand	Common shareholder
Toyox Trading (Thailand) Co., Ltd.	Thailand	Common shareholder
Hayashi Products Co., Ltd.	Thailand	Common shareholder
3T Engineering Co., Ltd.	Thailand	Common shareholder
On Fifth Co., Ltd.	Thailand	Common shareholder
Italmarket Slovakia, a.s.	Slovakia	Held by the shareholders in a subsidiary
Slovakia Promotion s.r.o.	Slovakia	Held by the shareholders in a subsidiary
Group of Persons Ruckariyapong	Thailand	Held by key management personnel
Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.

The pricing policies for transactions with related parties are explained further below:

Transactions	Pricing policies
Sale of goods	Market price or contractually agreed rate
Other income	At agreed rate
Purchase of machinery and equipment	Market price or contractually agreed rate
Rental and other expenses	At agreed rate
Selling and administrative expenses	At agreed rate
Key management personnel compensation	Approved by directors
Interest income	Contractually agreed rate
Interest expense	Contractually agreed rate

Significant transactions for the three-month period 31 March 2018 and 2017 with related parties were as follows:

<i>For the three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Subsidiaries				
Sales of goods	-	-	1,948	2,235
Interest income	-	-	89	87
Distribution costs and administrative expenses	-	-	-	1,639
Associates				
Other income	2,039	1,909	2,039	1,909
Interest income	63	52	63	52
Distribution costs and administrative expenses	28	30	28	30

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

<i>For the three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other related parties				
Sales of goods	1,627	1,496	-	-
Purchase of machinery and equipment	110	925	110	925
Other income	89	93	89	93
Rental and other expenses	1,847	1,816	1,847	1,816
Distribution costs and administrative expenses	56	33	48	27
Interest expense	15	15	-	-
Key management personnel				
Short-term employee benefit and others	12,306	8,411	12,306	8,411
Long-term employee benefit	497	348	497	348
Share-based payment	1,928	298	1,928	298

Balances as at 31 March 2018 and 31 December 2017 with related parties were as follows:

<i>Trade accounts receivable - related parties</i>	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Subsidiary				
Sappe Europe s.r.o.	-	-	1,925	391
Other related party				
Italmarket Slovakia, a.s.	65	422	-	-
Total	65	422	1,925	391

<i>Other receivables - related parties</i>	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Subsidiaries				
Sappe Europe s.r.o.	-	-	1,962	1,902
Sappe Trading (Shanghai) Co., Ltd.	-	-	12,546	12,510
Sappe Holding (Thailand) Co., Ltd.	-	-	22	-
Associates				
All Coco Group Co., Ltd.	5,529	4,033	5,529	4,033
All Coco Co., Ltd.	124	99	124	99
Other related parties				
Hayashi Products Co., Ltd.	36	32	36	32
Total	5,689	4,164	20,219	18,576

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Notes to the financial statements

For the three-month period ended 31 March 2018

<i>Short-term loans to related parties</i>	<i>Interest rate</i>		Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Subsidiary						
Sappe Europe s.r.o.	4	4	-	-	9,001	9,141
Associates						
All Coco Group Co., Ltd.	3.2	3.2	4,800	4,800	4,800	4,800
All Coco Co., Ltd.	3.2	3.2	3,200	3,200	3,200	3,200
Total			8,000	8,000	17,001	17,141

Movements during the three-month periods ended 31 March 2018 and 2017 of short-term loans to related party were as follows:

<i>Short-term loans to related parties</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Subsidiary				
At 1 January	-	-	9,141	9,699
Decrease	-	-	-	(861)
Foreign currency differences	-	-	(140)	(223)
At 31 March	-	-	9,001	8,615
Associates				
At 1 January	8,000	4,000	8,000	4,000
Increase	-	4,000	-	4,000
At 31 March	8,000	8,000	8,000	8,000
Total	8,000	8,000	17,001	16,615
Other non-current assets				
	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
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

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

Other payable - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Subsidiary				
Sappe Trading (Shanghai) Co., Ltd.	-	-	3,564	3,664
Associate				
All Coco Group Co., Ltd.	3	34	3	34
Other related parties				
Italmarket Slovakia, a.s.	484	476	-	-
Toyox Trading (Thailand) Co., Ltd.	-	30	-	30
3T Engineering Co., Ltd	118	-	118	-
On Fifth Co., Ltd.	5	-	5	-
Total	610	540	3,690	3,728

Short-term loans from related parties

	Interest rate		Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Other related parties						
Italmarket Slovakia, a.s.	2	2	3,075	3,122	-	-
Director	-	-	961	976	-	-
Others	-	-	88	87	-	-
Total			4,124	4,185	-	-

Movements during the three-month periods ended 31 March 2018 and 2017 of short-term loans from related parties were as follows:

Short-term loans from related parties

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other related parties				
At 1 January	4,185	4,063	-	-
Foreign currency differences	(61)	(116)	-	-
At 31 March	4,124	3,947	-	-

Other non-current liability - related party

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Other related party				
Director	4,193	4,257	-	-

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Notes to the financial statements

For the three-month period ended 31 March 2018

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 2018, the management considered to recognise a provision following the regulations of the subsidiary of Baht 4.19 million (31 December 2017: Baht 4.26 million) under “Other non-current liabilities” in the consolidated financial statements.

Significant agreements with related parties

(a) Land lease agreement

The Company has a land lease agreement with related parties under which the parties agree that the Company has the right to lease the land for 20 years ended year 2033 and the Company is committed to pay an initial deposit and the monthly land lease. Each year the parties will add 3.33% of the latest monthly land lease. The term of this agreement is continued unless either party gives written notice at least 90 days prior to the effective date of termination. On 19 May 2014, the Company entered into an amendment memorandum to revise the above rate of land lease from 3.33% per year to 2% per year. However, after three years of this agreement, the Company has the option to purchase this land from the lessor at the average of the appraised values as determined by independent appraisers.

(b) Land and building lease agreement

The Company has a land and building lease agreement with a related party under which the parties agree that the Company has the right to lease the land and building for 3 years ended year 2019. In consideration thereof, the Company is committed to pay an initial deposit and the monthly land and building lease. Each year the parties will add 3% of the latest monthly land and building lease. The term of this agreement is continued until either party gives written notice at least 30 days prior to the effective date of termination.

4 Current investments

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
<i>Current investments</i>				
Debt securities held for trading	1,007,283	905,212	1,007,283	905,212
Total	1,007,283	905,212	1,007,283	905,212

Sappe Public Company Limited and its Subsidiaries

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For the three-month period ended 31 March 2018

Movements during the three-month periods ended 31 March 2018 and 2017 of current investments were as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Current investments				
Debt securities held for trading				
At 1 January	905,212	227,278	905,212	227,278
Purchases during the period	400,000	595,000	400,000	595,000
Sales during the period	(300,000)	(380,000)	(300,000)	(380,000)
Adjustment for revaluation	2,071	1,429	2,071	1,429
At 31 March	<u>1,007,283</u>	<u>443,707</u>	<u>1,007,283</u>	<u>443,707</u>

5 Trade accounts receivable

		Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>Note</i>	<i>(in thousand Baht)</i>			
Related parties	3	65	422	1,925	391
Other parties		231,514	202,896	224,699	198,983
Total		<u>231,579</u>	<u>203,318</u>	<u>226,624</u>	<u>199,374</u>
Less allowance for doubtful accounts		(72)	(108)	-	(16)
Net		<u>231,507</u>	<u>203,210</u>	<u>226,624</u>	<u>199,358</u>
Bad debt and doubtful debts expense for three-month period ended 31 March (reversal)		<u>(36)</u>	<u>(153)</u>	<u>(16)</u>	<u>(133)</u>

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
Related parties				
Within credit terms	65	422	769	391
Overdue:				
Less than 3 months	-	-	1,156	-
	<u>65</u>	<u>422</u>	<u>1,925</u>	<u>391</u>
Other parties				
Within credit terms	169,132	143,958	164,748	143,186
Overdue:				
Less than 3 months	60,714	57,762	59,923	55,760
3-6 months	1,596	1,068	28	21
6-12 months	59	76	-	16
Over than 12 months	13	32	-	-
	<u>231,514</u>	<u>202,896</u>	<u>224,699</u>	<u>198,983</u>
Less allowance for doubtful accounts	(72)	(108)	-	(16)
	<u>231,442</u>	<u>202,788</u>	<u>224,699</u>	<u>198,967</u>
Net	<u>231,507</u>	<u>203,210</u>	<u>226,624</u>	<u>199,358</u>

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

6 Investment in associates

	Consolidated financial statements	
	2018	2017
	<i>(in thousand Baht)</i>	
Indirect associates		
At 1 January	141,927	140,797
Share of net losses of associates	(2,568)	(1,922)
At 31 March	<u>139,359</u>	<u>138,875</u>

Sappe Public Company Limited and its Subsidiaries
Notes to the financial statements
For the three-month period ended 31 March 2018

Investments in associates as at 31 March 2018 and 31 December 2017, and dividend income for the three-month period ended 31 March, were as follows:

Consolidated financial statements									
	Ownership interest		Paid-up capital		Cost		Equity		Dividend income
	31 March 2017	31 December 2017	31 March 2017	31 December 2017	31 March 2017	31 December 2017	31 March 2017	31 December 2017	31 March 2017
	<i>(in thousand Baht)</i>								
Associate									
All Coco Group Co., Ltd.	40	40	168,000	168,000	143,855	143,855	139,359	141,927	-
Total			143,855	143,855	143,855	143,855	139,359	141,927	-

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

Sappe Public Company Limited and its Subsidiaries
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For the three-month period ended 31 March 2018

7 Investments in subsidiaries

	Separate financial statements	
<i>For the three-month period ended 31 March</i>	2018	2017
	<i>(in thousand Baht)</i>	
At 1 January	197,162	197,162
At 31 March	197,162	197,162

On 23 January 2017, Sappe Trading (Shanghai) Co., Ltd., which is the indirect subsidiary increase its registered share capital from Chinese Yuan 500,000 to Chinese Yuan 2,000,000. The Company registered on 23 January 2017.

Sappe Public Company Limited and its Subsidiaries
Notes to the financial statements
For the three-month period ended 31 March 2018

Investments in subsidiaries as at 31 March 2018 and 31 December 2017, and dividend income from these investments in subsidiaries for the three-month period ended 31 March, were as follows:

	Separate financial statements										Dividend income 31 March 2018	31 March 2017	
	Ownership interest 31 March 2018		Paid-up capital 31 March 2018		Cost 31 March 2018		Impairment 31 March 2018		At cost - net 31 March 2018				
	2017	2017	2018	2018	2017	2017	2018	2018	2017	2017			
(in thousand Baht)													
<i>Direct subsidiaries</i>													
Sappe Europe s.r.o.	60	60	EUR 6,639		162	162	-	-	162	162	-	-	-
Sappe Holding (Thailand) Co., Ltd.	100	100	THB 197,000,000		197,000	197,000	-	-	197,000	197,000	-	-	-
Total					197,162	197,162	-	-	197,162	197,162	-	-	-
<i>Indirect subsidiaries</i>													
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	-	-	-
Total					24,607	24,607	-	-	24,607	24,607	-	-	-

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

8 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the three-month periods ended 31 March 2018 and 2017 were as follows:

<i>Three-month period ended 31 March</i>	Consolidated financial statements			
	2018		2017	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value (in thousand Baht)	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Land and land improvement	-	-	622	-
Buildings and building improvement	10,712	-	845	-
Machinery and equipment	2,853	(679)	4,859	(316)
Furniture, fixtures and office equipment	1,163	-	2,443	(35)
Vehicles	5	-	7,703	-
Assets under construction and installation	34,553	(16,314)	4,823	(2,298)
Total	49,286	(16,993)	21,295	(2,649)

<i>Three-month period ended 31 March</i>	Separate financial statements			
	2018		2017	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value (in thousand Baht)	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Land and land improvement	-	-	622	-
Buildings and building improvement	10,712	-	845	-
Machinery and equipment	2,853	(679)	4,859	(316)
Furniture, fixtures and office equipment	1,163	-	2,443	(35)
Vehicles	5	-	5,936	-
Assets under construction and installation	34,553	(16,314)	4,823	(2,298)
Total	49,286	(16,993)	19,528	(2,649)

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

9 Other payables

		Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
	<i>Note</i>	2018	2017	2018	2017
		<i>(in thousand Baht)</i>			
Other payables - related parties	3	610	540	3,690	3,728
Accrued promotional expense		75,307	87,723	75,307	87,723
Other payables - other parties		58,320	68,321	58,320	68,321
Accrued expense		57,991	92,776	57,667	92,361
Advance received		51,266	18,250	51,266	18,250
Others		8,852	8,484	6,883	6,528
Total		252,346	276,094	253,133	276,911

10 Share capital

<i>For the three-month period ended</i>	Par value per share (in Baht)	2018		2017	
<i>31 March</i>		Number	Amount	Number	Amount
		<i>(thousand shares / thousand Baht)</i>			
<i>Authorised</i>					
At 1 January					
- ordinary shares	1	304,620	304,620	304,620	304,620
At 31 March					
- ordinary shares	1	304,620	304,620	304,620	304,620
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	1	303,080	303,080	301,788	301,788
Shares options exercised (Note 11)	1	1,288	1,288	559	559
At 31 March					
- ordinary shares	1	304,368	304,368	302,347	302,347

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

11 Warrants

On 30 December 2016, warrants were exercised by the Company's management and employees. The Company received cash for paid-up capital in amount of Baht 5.66 million. On 16 January 2017, share capital comprising 558,623 shares at par value Baht 1 per share have been registered with the Ministry of Commerce and paid-up capital has thereby increased from Baht 301,788,286 to Baht 302,346,909.

On 30 June 2017, warrants were exercised by the Company's management and employees. The Company received cash for paid-up capital in amount of Baht 7.42 million. On 13 July 2017, share capital comprising 733,029 shares at par value Baht 1 per share have been registered with the Ministry of Commerce and paid-up capital has thereby increased from Baht 302,346,909 to Baht 303,079,938.

On 30 December 2017, warrants were exercised by the Company's management and employees. The Company received cash for paid-up capital in amount of Baht 13.04 million. On 11 January 2018, share capital comprising 1,288,142 shares at par value Baht 1 per share have been registered with the Ministry of Commerce and paid-up share capital has thereby increased from Baht 303,079,938 to Baht 304,368,080. In order that, the warrants to purchase the Company's ordinary shares No.1 (SAPPE-WA) which were issued and offered to management and employees of the Company will be expired in June 2018. However, management and employees have exercised their warrants in proportion to the number of shares they have been granted.

Expenses for share-based payment transactions in the consolidated and separate financial statements for the three-month period ended 31 March 2018 were Baht 4.91 million (2017: Baht 0.39 million).

Movements during the three-month periods ended 31 March 2018 and 2017 of warrants were as follows:

<i>For the three-month period ended 31 March</i>	Consolidated/Separate financial statements			
	2018		2017	
	Average exercise price per share	Option shares (in thousand shares)	Average exercise price per share	Option shares (in thousand shares)
	(Baht)		(Baht)	
At 1 January	1.82	1,288	3.49	2,563
Exercise	9.12	1,288	5.02	(599)
At 31 March	-	-	3.06	2,004

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

12 Segment information

The Group has 2 reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions have different locations, and are managed separately because they require different technology and marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

Segment 1	Thailand
Segment 2	Others

Revenue and operating results of segment in financial statements for the three-month period ended 31 March 2018 and 2017 are shown as follows;

	<i>For the three-month period ended 31 March 2018</i>			
	Thailand	Others	Eliminate	Net
	<i>(in thousand Baht)</i>			
Revenue				
External revenue	693,807	8,544	-	702,351
Inter-segment revenue	1,948	-	(1,948)	-
Total revenue	695,755	8,544	(1,948)	702,351
Cost of sales of goods	(420,040)	(7,541)	1,924	(425,657)
Gross profit	275,715	1,003	(24)	276,694
Other income	13,460	250	(89)	13,621
Net foreign exchange gain	13,254	3	-	13,257
Distribution costs	(79,024)	(1,045)	-	(80,069)
Administrative expenses	(71,789)	(527)	-	(72,316)
Finance costs	-	(125)	89	(36)
Share of loss from investments in associates	(2,568)	-	-	(2,568)
Profit (loss) before income tax expense	149,048	(441)	(24)	148,583
Income tax expense	(31,394)	-	-	(31,394)
Profit (loss) for the period	117,654	(441)	(24)	117,189
Segment assets as at 31 March 2018	3,005,114	171,990	(226,222)	2,950,882
Segment liabilities as at 31 March 2018	552,181	39,862	(29,020)	563,023

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Notes to the financial statements

For the three-month period ended 31 March 2018

	<i>For the three-month period ended 31 March 2017</i>			
	Thailand	Others	Eliminate	Net
	<i>(in thousand Baht)</i>			
Revenue				
External revenue	490,571	5,970	-	496,541
Inter-segment revenue	2,235	-	(2,235)	-
Total revenue	492,806	5,970	(2,235)	496,541
Cost of sales of goods	(313,201)	(5,343)	2,237	(316,307)
Gross profit	179,605	627	2	180,234
Other income	7,255	1,494	(1,726)	7,023
Net foreign exchange gain (loss)	5,860	(3)	-	5,857
Distribution costs	(68,969)	(2,115)	1,639	(69,445)
Administrative expenses	(53,997)	(5,517)	-	(59,514)
Finance costs	(10)	(111)	87	(34)
Share of loss from investments in associates	(1,922)	-	-	(1,922)
Profit (loss) before income tax expense	67,822	(5,625)	2	62,199
Income tax expense	(13,392)	-	-	(13,392)
Profit (loss) for the period	54,430	(5,625)	2	48,807
Segment assets as at 31 March 2017	2,544,441	176,801	(213,206)	2,508,036
Segment liabilities as at 31 March 2017	440,743	27,408	(16,029)	452,122

13 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the three-month period ended 31 March 2018 and 2017 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

	Consolidated financial statements		Separate financial statements	
<i>For the three-month period ended 31 March</i>	2018	2017	2018	2017
	<i>(in thousand Baht / thousand shares)</i>			
Profit for the period attributable to ordinary shareholders of the Company (basic)	117,289	48,777	120,222	56,352
Number of ordinary shares outstanding at 1 January	303,080	301,788	303,080	301,788
Effect of issuing shares options exercised	1,145	459	1,145	459
Weighted average number of ordinary shares outstanding (basic)	304,225	302,247	304,225	302,247
Earnings per share (basic) (in Baht)	0.39	0.16	0.40	0.19

Sappe Public Company Limited and its Subsidiaries

Notes to the financial statements

For the three-month period ended 31 March 2018

Diluted earnings per share

The calculations of diluted earnings per share for the three-month period ended 31 March were based on the profit for the periods attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated financial statements	Separate financial statements
	(in thousand Baht / thousand shares)	
For the three-month period ended 31 March 2017		
Profit for the period attributable to ordinary shareholders of the Company (basic)	48,777	56,352
Weighted average number of ordinary shares outstanding (basic)	302,247	302,247
Effect of issuing share options exercised	596	596
Weighted average number of ordinary shares outstanding (diluted)	302,843	302,843
Earnings per share (diluted) (in Baht)	0.16	0.19

No diluted earnings per share disclosure for the three-month period ended 31 March 2018 since warrants period to purchase the Company's ordinary shares which were issued and offered to management and employees of the Company will be expired in June 2018. However, management and employees have exercised their warrants in proportion to the number of shares they have been granted.

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		Separate financial statements	
	Carrying amount	Fair Value Level 2	Carrying amount	Fair Value Level 2
	(in thousand Baht)			
30 March 2018				
Financial assets measured at fair value				
Debt securities held for trading	1,007,283	1,007,283	1,007,283	1,007,283
Financial assets not measured at fair value				
Foreign currency forward contract	3,098	2,409	3,098	2,409
31 December 2017				
Financial assets measured at fair value				
Debt securities held for trading	905,212	905,212	905,212	905,212
Financial liabilities not measured at fair value				
Foreign currency forward contract	3,125	1,971	3,125	1,971

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Notes to the financial statements

For the three-month period ended 31 March 2018

Fair values of financial assets and liabilities

The fair values of the current portion of financial assets and liabilities are taken to approximate the carrying values due to the relatively short-term maturity of these financial instruments.

The fair values of finance lease liabilities approximate their carrying amounts as the market rate is close to the contract rate.

The Group has considered the level 2 fair value of debt securities held for trading based on net asset value as at the measurement date according to the fund's information released to the public as at 31 March 2018 and 31 December 2017.

Level 2 fair values for simple over-the-counter derivative financial instruments are based on broker quotes. Fair values reflect the credit risk of the instrument.

15 Commitments with non-related parties

	Consolidated financial statements		Separate Financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand Baht)</i>			
<i>Capital commitments</i>				
<i>Contracted but not provided for</i>				
Machinery, equipment and other constructions	33,075	50,582	33,075	50,582
Total	33,075	50,582	33,075	50,582
<i>Future minimum lease payments under non-cancellable operating leases</i>				
Within one year	18,716	16,935	16,083	16,205
After one year but within five years	20,559	15,333	19,725	14,494
Total	39,275	32,268	35,808	30,699
<i>Other commitments</i>				
Bank guarantees	7,716	7,716	7,716	7,716
	7,716	7,716	7,716	7,716

Sappe Public Company Limited and its Subsidiaries
Notes to the financial statements
For the three-month period ended 31 March 2018

16 Events after the reporting period

In the Annual General Meeting of Shareholders, held on April 26, 2018, the shareholders approved the followings;

- 1) The appropriation of dividends from annual net profit for the year 2017 of Baht 0.69 per share amounting to Baht 210.01 million. The dividend will be paid to the shareholders in May 2018.
- 2) Decrease the registered capital of the Company from 304,620,000 shares with a par value of Baht 1 per share to 304,368,080 shares with a par value of Baht 1 per share for cancelling the reserve of 251,920 shares for the exercise of warrant rights to purchase the Company's ordinary shares with a par value of Baht 1 per share. However, the decreased share is in the registration process with the Ministry of Commerce.
- 3) Issue and offer 4,070,000 units of warrants with a term of 4 years to purchase the Company's ordinary shares No.2 (SAPPE-WA2) of 4,070,000 units to qualifying management and employees of the Company. In order that the exercise price is lower than the share capital offering price of 10%. However, the Company has not yet officially announced the allocation of warrants to purchase ordinary shares to the management and employees.
- 4) Increase of the registered capital by issuing 4,070,000 new ordinary shares with a par value of Baht 1 per share, equivalent to Baht 4,070,000, from the registered capital 304,368,080 shares with a par value of Baht 1 per share to 308,438,080 shares with a par value of Baht 1 per share. However, the increased share is in the registration process with the Ministry of Commerce.