

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders and Board of Directors of CPL Group Public Company Limited

I have reviewed the accompanying statement of financial position as at 30 September 2020, and the related statement of comprehensive income for the three months period and for the nine months period ended 30 September 2020, the statement of changes in shareholders' equity and the statement of cash flows for the nine months period then ended, as well as notes to the condensed financial statements of CPL Group Public Company Limited. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 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 Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Other Matters

The accompanying statements of financial position of CPL Group Public Company Limited as at 31 December 2019, as presented herein for comparative purposes, were audited by another auditor who expressed an unqualified opinion as report dated on 24 February 2020, and the related statements of comprehensive income for the three months period and for the nine months period ended 30 September 2019, the statements of changes in shareholders' equity and the statements of cash flows for the nine months period then ended, as presented herein for comparative purposes, were reviewed by another auditor by giving conclusion, nothing has come to my attention that caused me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No.34 "Interim Financial Reporting" in his report dated on 12 November 2019.

(Wanraya Puttasatien)

Certified Public Accountant, Registration No. 4387

CWWP Company Limited

Bangkok,

10 November 2020

CPL GROUP PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 30 September 2020

Unit : Baht

	Notes	30 September 2020	31 December 2019
		Unaudited Limited Reviewed Only	Audited
Assets			
Current Assets			
Cash and Cash Equivalents		99,677,331.19	42,353,886.80
Trade and Other Current Receivables	4	241,503,176.44	240,153,573.40
Inventories	5	1,059,453,194.50	1,098,589,628.27
Current Tax Assets		473,452.44	648,803.26
Other Current Assets		238,792.76	184,319.91
Total Current Assets		1,401,345,947.33	1,381,930,211.64
Non-Current Assets			
Investments in Associates	6	-	-
Long-Term Loans to Employees		166,643.76	327,610.00
Investment Property	7	124,988,568.42	127,452,206.14
Property, Plant and Equipment	8	565,453,251.09	637,825,133.60
Right-of-Use Assets	9.1	78,097,056.98	-
Other Intangible Assets		4,487,509.75	5,929,591.38
Deferred Tax Assets	10	57,163,942.99	68,967,602.84
Other Non-Current Assets		3,636,907.92	8,678,341.90
Total Non-Current Assets		833,993,880.91	849,180,485.86
Total Assets		2,235,339,828.24	2,231,110,697.50

CPL GROUP PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 30 September 2020

Unit : Baht

	Notes	30 September 2020	31 December 2019
		Unaudited Limited Reviewed Only	Audited
Liabilities and Shareholders' Equity			
Current Liabilities			
Defaulted Liabilities		-	21,562,032.28
Overdrafts and Short-Term Borrowings from Financial Institutions	12	867,341,091.73	779,218,169.46
Trade and Other Current Payables	13	248,334,889.61	295,992,796.95
Short-Term Borrowings		-	60,000,000.00
Current Portion of Long-Term Liabilities			
Long-Term Borrowings	14	15,405,000.00	60,451,000.00
Lease Liabilities	9.2	18,925,533.80	10,247,970.43
Total Current Liabilities		1,150,006,515.14	1,227,471,969.12
Non-Current Liabilities			
Long-Term Borrowings	14	51,230,000.00	14,654,000.00
Lease Liabilities	9.2	43,388,490.99	15,667,531.13
Deferred Tax Liabilities	10	2,943,063.43	2,822,327.43
Non-Current Provisions for Employee Benefits		58,455,242.05	55,533,693.02
Other Non-Current Liabilities		221,500.00	221,500.00
Total Non-Current Liabilities		156,238,296.47	88,899,051.58
Total Liabilities		1,306,244,811.61	1,316,371,020.70

CPL GROUP PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 30 September 2020

Unit : Baht

	Notes	30 September 2020	31 December 2019
		Unaudited Limited Reviewed Only	Audited
Shareholders' Equity			
Share Capital			
Authorized Share Capital			
439,844,340 Ordinary Shares, at Baht 1.00 per Share		439,844,340.00	439,844,340.00
Issued and Paid-Up Share Capital			
439,844,284 Ordinary Shares, at Baht 1.00 per Share		439,844,284.00	439,844,284.00
Share Premium on Ordinary Shares		574,095,791.76	574,095,791.76
Discount on Business Combination under Common Control		(242,518,625.38)	(242,518,625.38)
Retained Earnings			
Appropriated			
Legal Reserve		29,539,593.15	29,539,593.15
Unappropriated		128,223,992.70	113,868,652.87
Other Components of Shareholders' Equity		(90,019.60)	(90,019.60)
Total Shareholders' Equity		929,095,016.63	914,739,676.80
Total Liabilities and Shareholders' Equity		2,235,339,828.24	2,231,110,697.50

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
For the three months period and for the nine months period ended 30 September 2020

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	For the three months period ended		For the nine months period ended	
		30 September 2020	30 September 2019	30 September 2020	30 September 2019
Revenue from Sales and Rendering of Services		356,088,883.10	586,742,271.94	1,228,676,353.90	1,998,981,162.61
Costs of Sales and Rendering of Services		(281,133,724.67)	(513,349,973.55)	(958,490,385.12)	(1,772,977,730.83)
Gross Profit		74,955,158.43	73,392,298.39	270,185,968.78	226,003,431.78
Gain (Loss) on Exchange Rate		(5,673,575.73)	5,769,003.06	(10,657,191.03)	24,579,242.21
Other Income		5,053,745.57	6,547,012.00	25,274,952.49	16,577,866.39
Distribution Costs		(42,349,031.61)	(47,848,401.52)	(118,884,878.03)	(151,533,965.27)
Administrative Expenses		(31,812,763.64)	(42,567,124.61)	(108,339,222.79)	(148,116,684.75)
Finance Costs		(10,226,121.26)	(11,951,224.68)	(31,289,881.74)	(36,870,415.01)
Share of Profit (Loss) of Associates		-	-	-	(4,438,208.60)
Profit (Loss) before Income Tax		(10,052,588.24)	(16,658,437.36)	26,289,747.68	(73,798,733.25)
Tax (Expense) Revenue	16	(3,611,508.22)	2,596,323.54	(11,926,398.25)	10,137,376.16
Profit (Loss) for the period		(13,664,096.46)	(14,062,113.82)	14,363,349.43	(63,661,357.09)
Other Comprehensive Income					
Items that will not be reclassified subsequently to Profit or Loss					
Gain (Loss) on Remeasurement of Defined Benefit Plans - Net of Tax		-	-	(8,009.60)	-
Total Items that will not be reclassified subsequently to Profit or Loss		-	-	(8,009.60)	-
Total Other Comprehensive Income (Expense) for the period		-	-	(8,009.60)	-
Comprehensive Income (Expense) for the period		(13,664,096.46)	(14,062,113.82)	14,355,339.83	(63,661,357.09)
Basic Earnings (Loss) per Share		(0.03)	(0.03)	0.03	(0.14)

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the nine months period ended 30 September 2020

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	Issued and Paid-Up	Share Premium	Discount on	Retained Earnings		Other Components of Shareholders' Equity	Total
		Share Capital	on Ordinary Shares	Business Combination	Appropriated	Unappropriated	Other Comprehensive Income (Expense)	Shareholders'
				under	Legal Reserve		Share of Other	Equity
				the Common Control			Comprehensive Income (Expense) of Associates	
Beginning Balance as at 1 January 2020		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	113,868,652.87	(90,019.60)	914,739,676.80
Comprehensive Income (Expense) for the period								
Profit (Loss) for the period		-	-	-	-	14,363,349.43	-	14,363,349.43
Other Comprehensive Income (Expense) for the period		-	-	-	-	(8,009.60)	-	(8,009.60)
Total Comprehensive Income (Expense) for the period		-	-	-	-	14,355,339.83	-	14,355,339.83
Ending Balance as at 30 September 2020		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	128,223,992.70	(90,019.60)	929,095,016.63
Beginning Balance as at 1 January 2019		439,844,284.00	574,095,791.76	(242,518,625.38)	28,940,744.21	284,295,561.37	(90,019.60)	1,084,567,736.36
Comprehensive Income (Expense) for the period								
Profit (Loss) for the period		-	-	-	-	(63,661,357.09)	-	(63,661,357.09)
Other Comprehensive Income (Expense) for the period		-	-	-	-	-	-	-
Total Comprehensive Income (Expense) for the period		-	-	-	-	(63,661,357.09)	-	(63,661,357.09)
Transactions with Owners								
Contributions and Distributions								
Dividends	15	-	-	-	-	(8,796,885.68)	-	(8,796,885.68)
Total Contributions and Distributions		-	-	-	-	(8,796,885.68)	-	(8,796,885.68)
Total Transactions with Owners		-	-	-	-	(8,796,885.68)	-	(8,796,885.68)
Appropriation of Legal Reserve	15	-	-	-	598,848.94	(598,848.94)	-	-
Ending Balance as at 30 September 2019		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	211,238,469.66	(90,019.60)	1,012,109,493.59

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
For the nine months period ended 30 September 2020

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	30 September 2020	30 September 2019
Cash Flows from Operating Activities			
Profit (Loss) for the period		14,363,349.43	(63,661,357.09)
Adjustment to Reconcile Profit (Loss) to be Net Cash Received (Paid)			
Adjusted Tax Expense		11,926,398.25	(10,137,376.16)
Adjusted Interest Income		(54,999.00)	(73,234.94)
Adjusted Finance Costs		29,877,433.64	34,957,962.35
Adjusted Trade and Other Current Receivables (Increase) Decrease		1,444,395.64	351,993,749.91
Adjusted Inventories (Increase) Decrease		79,676,954.72	(63,763,467.08)
Adjusted Other Current Assets (Increase) Decrease		(54,472.85)	(19,629.58)
Adjusted Long-Term Loans to Employees (Increase) Decrease		160,966.24	(146,887.00)
Adjusted Other Non-Current Assets (Increase) Decrease		65,566.24	(435,810.00)
Adjusted Trade and Other Current Payables Increase (Decrease)		(40,875,390.69)	(35,886,102.23)
Depreciation		62,389,486.04	55,349,549.69
Amortization of Leasehold Rights		49,605.13	150,052.52
Amortization of Other Intangible Assets		1,704,375.35	1,467,833.85
Adjusted Amortization of Prepaid Expenses		274,642.90	545,899.55
Adjusted Amortization of Bad Debts		-	4,533.86
Adjusted Loss from Impairment of Trade Receivables (Reversal)		(1,234,526.54)	33,840.58
Adjusted Loss on Devaluation of Inventories (Reversal)		(40,564,072.35)	(779,754.88)
Adjusted Non-Current Provisions for Employee Benefits		7,146,310.03	16,941,644.02
Adjusted Unrealized (Gain) Loss on Exchange Rate		813,715.37	(802,724.20)
Adjusted (Gain) Loss on Sale of Investment Property		(2,036,356.04)	-
Adjusted (Gain) Loss on Sale of Property, Plant and Equipment		(243,153.76)	(234,806.43)
Adjusted Loss on Write-off of Property, Plant and Equipment		1,952,631.53	882,173.63
Adjusted (Gain) Loss on Write-off of Other Intangible Assets		(90,293.72)	328,630.22
Adjusted Share of (Profit) Loss of Associates		-	4,438,208.60
Cash Generated from (Used in) Operations		126,692,565.56	291,152,929.19
Cash Receipts from Interest Income		256,454.41	73,234.94
Cash Payments Income Tax		(473,452.44)	(448,051.05)
Cash Payments for Employee Benefits		(4,168,591.00)	(4,486,450.00)
Net Cash Generated from (Used in) Operating Activities		122,306,976.53	286,291,663.08

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
For the nine months period ended 30 September 2020

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	30 September 2020	30 September 2019
Cash Flows from Investing Activities			
Cash Payments for Purchase of Property, Plant and Equipment		(13,437,503.35)	(60,053,926.63)
Cash Receipts from Sale of Property, Plant and Equipment		243,157.76	234,822.43
Cash Payments for Purchase of Other Intangible Assets		(172,000.00)	(1,632,000.00)
Cash Payments for Prepayments for Assets		-	(1,443,780.00)
Net Cash Generated from (Used in) Investing Activities		(13,366,345.59)	(62,894,884.20)
Cash Flows from Financing Activities			
Increase (Decrease) in Overdrafts		(2,475,243.88)	17,081,818.74
Cash Receipts from Short-Term Borrowings from Financial Institutions		1,242,377,078.87	1,908,691,007.89
Cash Payments for Short-Term Borrowings from Financial Institutions		(1,176,577,663.48)	(2,191,821,519.90)
Cash Payments for Short-Term Borrowings from Related Persons		(60,000,000.00)	-
Cash Receipts from Long-Term Borrowings from Financial Institutions		-	40,000,000.00
Cash Payments for Long-Term Borrowings from Financial Institutions		(8,470,000.00)	(15,172,000.00)
Cash Payments for Lease Liabilities		(14,451,772.19)	(8,259,156.81)
Cash Payments for Asset Payables		(1,519,392.60)	(1,944,738.13)
Cash Payments for Interest Expense		(31,036,788.65)	(36,199,029.34)
Cash Payments for Dividends		-	(8,796,667.68)
Net Cash Generated from (Used in) Financing Activities		(52,153,781.93)	(296,420,285.23)
Net Increase (Decrease) in Cash and Cash Equivalents before Effect of Exchange Rate		56,786,849.01	(73,023,506.35)
Effect of Exchange Rate on Cash and Cash Equivalents		536,595.38	62,070.93
Net Increase (Decrease) in Cash and Cash Equivalents		57,323,444.39	(72,961,435.42)
Cash and Cash Equivalents at the Beginning of the period		42,353,886.80	145,638,243.37
Cash and Cash Equivalents at the Ending of the period		99,677,331.19	72,676,807.95

CPL GROUP PUBLIC COMPANY LIMITED**CONDENSED NOTES TO THE FINANCIAL STATEMENTS****For the three months period and for the nine months period ended 30 September 2020****(Unaudited/Limited Reviewed Only)****1. General Information**

1.1 Company Information

CPL Group Public Company Limited (“the Company”) is a juristic person incorporated in Thailand which was registered as a public company limited in accordance with Public Limited Companies Act. The address of the registered head office of the Company locates at 700 Moo 6 Sukhumvit Road, Bangpoo-Mai, Mueang Samutprakan, Samutprakan, Thailand.

The Company was listed on the Stock Exchange of Thailand on 19 December 1994.

The Company has operations and principal activities to engage in businesses of manufacturing and distribution of leather products, rendering of tanning service and manufacturing and distribution of personal protective equipment.

As at 30 September 2020 and 31 December 2019, the major shareholder of the Company is Wongcharoensin Group.

1.2 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the Company operates. The Company’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

2. Basis of Preparing the Interim Financial Report

2.1 This interim financial statement has been prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting” to publish a set of condensed financial statements that includes the additional notes as required by the Office of Securities and Exchange Commission.

2.2 This interim financial statement has been prepared to provide an update on the latest complete set of annual financial statements. Accordingly, the interim financial report focuses on new activities, events, and circumstances and does not duplicate information previously reported. The

users of interim financial report should read this interim financial statement in conjunction with the latest annual financial statements.

- 2.3 In preparing the interim financial statement which generally will requires a greater use of estimation methods than annual financial report, the management of the Company is required to make judgments in the process of applying the accounting policies and use estimates with estimation uncertainty that have the significant effect on the amounts recognized in the financial statement. The actual results may differ from the estimated amounts.
- 2.4 This interim financial statement has been prepared by following the same accounting policies and methods of computation consistent with those used in the financial statements for the year ended 31 December 2019, except for the adopted the new and revised financial reporting standard, which are effective for accounting periods beginning on or after 1 January 2020, as in Note 3.
- 2.5 The financial report in Thai language is the official statutory financial report of the Company. The financial report in English language has been translated from the financial report in Thai language.

3. Applied New and Revised Financial Reporting Standards

The Company has adopted the new and revised financial reporting standards which are effective for accounting periods beginning on or after 1 January 2020. The adoption of these financial reporting standards does not have any significant impact on the financial statements. The adoption TFRS 9 Financial Instruments and TFRS 16 Leases on the Company's financial statements and discloses the new accounting policies that have been applied from 1 January 2020 as in Note 3.1.

The Company has adopted these financial reporting standards from 1 January 2020 under the modified retrospective approach and the comparative figures have not been restated. The reclassifications and the adjustments arising from the changes in accounting policies are therefore recognised in the statement of financial position as at 1 January 2020. However, the Company did not perform the adjustment with the retained earnings as at 1 January 2020. There is no effect of the change in accounting policies due to the adoption these financial reporting standards on the adjustment of retained earnings as at 1 January 2020.

3.1 The new accounting policies that have been applied from 1 January 2020

3.1.1 Financial Instruments

- Classification and measurement:
 - Financial assets and Financial liabilities are classified and measured at amortised cost.
 - Derivatives that are foreign exchange forward contract, the Company are recognized as changes in the fair value through profit or loss.
- The impairment requirements relating to the accounting for expected credit losses on its financial assets measured at amortised cost. It is no longer necessary for a credit event to have occurred before credit losses are recognized. The Company applies general approach for credit-impaired consideration. Except for trade receivables, they are permitted to measure by simplified approach for credit-impaired consideration.

3.1.2 Leases

Where the Company is the lessee, leases are recognised as a right-of-use assets and corresponding liabilities at the commencement date. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the statement of income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

The right-of-use assets is measured at cost, less accumulated depreciation and impairment losses. The right-of-use assets is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

The lease liabilities are initially measured at the present value of the lease payments. The lease payments are discounted using the interest rate implicit in the lease, if that can be readily determined. If that rate cannot be readily determined, the Company uses the incremental borrowing rate.

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as expense in the statement of income.

3.2 Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”

The Federation of Accounting Professions announced Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

On 22 April 2020, the Accounting Treatment Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between 1 January 2020 and 31 December 2020.

The Company has elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where the Company uses a simplified approach to determine expected credit losses.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

3.3 Impacts on the Financial Statements

The impact of first-time adoption of new financial reporting standards on the financial position as at 1 January 2020 are as follows:

	The impacts of			(Unit : Baht)
	As at 31 December 2019	TFRS 9	TFRS 16	As at 1 January 2020
Statement of Financial Position				
Non-Current Assets				
Property, Plant and Equipment	637,825,133.60	-	(39,391,357.28)	598,433,776.32
Right-of-Use Assets	-	-	83,624,665.40	83,624,665.40
Current Liabilities				
Current Portion of Lease Liabilities	10,247,970.43	-	7,806,133.42	18,054,103.85
Non-Current Liabilities				
Lease Liabilities	15,667,531.13	-	36,427,174.70	52,094,705.83

3.3.1 Financial Instruments

Classification and Measurement

As at 1 January 2020 (the date of initial application), the Company's management has assessed which business models applied to the financial assets and liabilities held by the Company and has classified the financial assets and liabilities as below.

	Classification and Measurement			(Unit : Baht)
	FVPL	FVOCI	Amortised cost	Total
As at 1 January 2020				
<u>Financial Assets</u>				
Cash and Cash Equivalents	-	-	42,353,886.80	42,353,886.80
Long-Term Loans to Employees	-	-	327,610.00	327,610.00
<u>Financial Liabilities</u>				
Defaulted Liabilities	-	-	21,562,032.28	21,562,032.28
Overdrafts and Short-Term Borrowings				
from Financial Institutions	-	-	779,218,169.46	779,218,169.46
Trade and Other Current Payables	-	-	295,992,796.95	295,992,796.95
Short-Term Borrowings	-	-	60,000,000.00	60,000,000.00

(Unit : Baht)

	Classification and Measurement			Total
	FVPL	FVOCI	Amortised cost	
<u>Financial Liabilities</u>				
Current Portion of Long-Term Liabilities				
Long-Term Borrowings	-	-	60,451,000.00	60,451,000.00
Lease Liabilities	-	-	10,247,970.43	10,247,970.43
Long-Term Borrowings	-	-	14,654,000.00	14,654,000.00
Lease Liabilities	-	-	15,667,531.13	15,667,531.13

Financial assets and liabilities measured at amortised cost approximate fair value.

Impairment of financial assets

Trade receivables

The Company applies the simplified approach to measuring expected credit losses, which use a lifetime expected loss allowance for all trade receivables.

To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the historical payment profiles, the corresponding historical credit losses experienced. The Company's management has considered that the recognition of credit of Trade receivables losses does not have any significant impact on the adjustment of retained earnings as at 1 January 2020.

3.3.2 Leases

On adoption of TFRS 16, the Company recognised lease liabilities in relation to leases, which had previously been classified as operating leases under the principles of TAS 17 Leases. The right-of-use assets were measured at amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position immediately before the date of initial application. These liabilities were measured at the present value of the remaining lease payments, discounted using incremental borrowing rates. The borrowing rates applied to the lease liabilities as at 1 January 2020 was ranged between 3.58% to 4.18%.

The lease liabilities as at 1 January 2020 can be reconciled to the operating lease commitments disclosed applying TAS 17 as at 31 December 2019, as follows:

	(Unit : Baht)
Operating lease commitments disclosed	
as at 31 December 2019	26,351,738.98
<u>Less</u> Short-Term Leases Recognised on a Straight-line Basis as Expenses	(647,542.86)
<u>Add</u> Purchase or Extension Options Reasonably Certain to be Exercised	25,344,525.15
<u>Less</u> Contracts Reassessed as Service Agreements	(976,864.59)
<u>Less</u> Deferred Interest Expenses	(5,838,548.56)
Additional Lease Liabilities from TFRS 16 Adoption	44,233,308.12
Finance Lease Liabilities as at 31 December 2019	25,915,501.56
Lease Liabilities Recognised as at 1 January 2020	<u><u>70,148,809.68</u></u>
Consist of:	
Current Lease Liabilities	18,054,103.85
Non-Current Lease Liabilities	52,094,705.83
	<u><u>70,148,809.68</u></u>

4. Trade and Other Current Receivables

Consist of:

	(Unit : Baht)	
	As at	As at
	30 September 2020	31 December 2019
Trade Receivables		
Trade Receivables – Domestic	81,715,584.77	117,667,732.44
Trade Receivables – Overseas	150,370,709.57	122,319,149.19
Notes Receivable	5,596,020.87	4,516,576.00
Returned Cheques Receivable	-	58,753.70
Total	237,682,315.21	244,562,211.33
<u>Less</u> Allowance for Loss from Impairment	(15,067,329.04)	(15,005,033.78)
Net	222,614,986.17	229,557,177.55
Other Receivables	38,488,223.26	31,493,250.64
<u>Less</u> Allowance for Loss from Impairment	(19,600,032.99)	(20,896,854.79)
Net	18,888,190.27	10,596,395.85
Total	241,503,176.44	240,153,573.40

As at 30 September 2020 and 31 December 2019, trade receivables are classified by aging as follows:

	(Unit : Baht)	
	As at	As at
	30 September 2020	31 December 2019
Unbilled	-	410,325.76
Within Due	102,854,565.29	102,112,179.11
Overdue 1 – 30 days	72,017,475.29	66,957,661.32
Overdue 31 – 60 days	11,624,306.75	26,653,634.96
Overdue 61 – 90 days	15,528,672.53	14,096,486.23
Overdue 91 – 180 days	8,691,573.24	7,568,568.74
Overdue 181 – 365 days	11,898,393.07	11,758,321.43
Overdue more than 365 days	15,067,329.04	15,005,033.78
Total	237,682,315.21	244,562,211.33
<u>Less Allowance for Loss from Impairment</u>	(15,067,329.04)	(15,005,033.78)
Net	222,614,986.17	229,557,177.55

As at 30 September 2020 and 31 December 2019, other receivables consist of:

	(Unit : Baht)	
	As at	As at
	30 September 2020	31 December 2019
Prepaid Expenses	4,179,811.06	3,921,553.55
Prepayment for Goods	26,144,543.37	22,672,070.28
Revenue Department Receivable	1,148,574.34	363,814.74
Others	7,015,294.49	4,535,812.07
Total	38,488,223.26	31,493,250.64
<u>Less Allowance for Loss from Impairment</u>	(19,600,032.99)	(20,896,854.79)
Net	18,888,190.27	10,596,395.85

For the nine months period ended 30 September 2020 and 2019, allowance for loss from impairment have the movement as follows:

	(Unit : Baht)	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Beginning Balance	(35,901,888.57)	(474,973.63)
Addition	(5,427,032.64)	(463,538.08)
Reverse	6,661,559.18	429,697.50
Ending Balance	<u>(34,667,362.03)</u>	<u>(508,814.21)</u>

5. Inventories

Consist of:

	(Unit : Baht)	
	As at 30 September 2020	As at 31 December 2019
Finished Goods	356,389,567.45	386,566,409.75
Semi-Finished Goods – Cow Nappa	419,549,503.20	372,594,108.01
Semi-Finished Goods – Cow Split	17,682,386.59	28,658,589.23
Semi-Finished Goods – Personal Protective Equipment	33,684,844.01	41,710,760.35
Work-in-Process	126,939,115.58	166,424,126.00
Raw Materials	58,978,478.45	61,022,755.22
Chemicals	28,051,123.31	31,810,618.86
Supplies	17,532,579.19	20,545,808.83
Goods-in-Transit	5,854,179.14	36,307,349.14
Right to Recover Returned Products	5,550,217.55	4,271,975.20
Total	<u>1,070,211,994.47</u>	<u>1,149,912,500.59</u>
Less Allowance for Devaluation of Inventories	<u>(10,758,799.97)</u>	<u>(51,322,872.32)</u>
Net	<u><u>1,059,453,194.50</u></u>	<u><u>1,098,589,628.27</u></u>

For the nine months period ended 30 September 2020 and 2019, allowance for devaluation of inventories have the movement as follows:

	(Unit : Baht)	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Beginning Balance	(51,322,872.32)	(22,563,412.93)
Addition	(20,585,272.06)	(25,806,973.40)
Reverse	61,149,344.41	26,586,728.28
Ending Balance	<u>(10,758,799.97)</u>	<u>(21,783,658.05)</u>

As at 30 September 2020 and 31 December 2019, the beneficiary from insurance for inventories in the insurance contract in amount of Baht 1,014.10 million and of Baht 1,046.50 million respectively, are the collateral pledged as security against all liabilities with the financial institutions as in Note 11.

6. Investments in Associates

Consist of:

Entity's Name	Type of Business	Country of Incorporation	Paid-Up Capital	Investment and Voting Right Ratio %	Equity Method	
					As at 30 September 2020	As at 31 December 2019
Integrated Leather Network Distribution Center Company Limited	of Leather	Thailand	100,000,000.00	40.00	-	-
Total					<u>-</u>	<u>-</u>

For the nine months period ended 30 September 2020 and 2019, investments in associates have the movement as follows:

	(Unit : Baht)	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Beginning Carrying Amount	-	4,438,208.60
Increased Investment	-	-
Recognized Share of Profit (Loss)		
Recognized in Profit (Loss) for the period	-	(4,438,208.60)
Ending Carrying Amount	<u>-</u>	<u>-</u>

For the nine months period ended 30 September 2020 and 2019, unrecognized share of gain (loss) of associates have the movement as follows:

	(Unit : Baht)	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Beginning Balance	-	-
Unrecognized Share of Profit (Loss)	(7,520,527.31)	(8,731,310.26)
Ending Balance	<u>(7,520,527.31)</u>	<u>(8,731,310.26)</u>

7. Investment Property

For the nine months period ended 30 September 2020, investment property have the movement as follows:

	(Unit : Baht)
Beginning Carrying Amount	127,452,206.14
Purchase of Assets	-
Sale of Assets	(2,463,637.72)
Ending Carrying Amount	<u>124,988,568.42</u>

As at 30 September 2020 and 31 December 2019, a part of investment property in the amount of Baht 124.99 million and of Baht 127.43 million respectively, is land and land improvements which the Company has held while presently has not yet identified the purpose of future use, has the fair value in the amount of Baht 141.17 million equally for both periods. The Company has measured the fair value from the appraisal results by the independence appraiser with the market approach and the cost approach as report dated 4 July 2016 which are Level 3 inputs of the fair value hierarchy.

8. Property, Plant and Equipment

For the nine months period ended 30 September 2020, property, plant and equipment have the movement as follows:

	(Unit : Baht)
The Carrying Amount As at 1 January 2020	598,433,776.32
Purchase of Assets	13,618,383.35
Transfer In	5,547,598.74
Sale of Assets	(1,178,784.93)
Write-off of Assets/Transfer Out	(16,222,784.61)
Accumulated Depreciation for Sale/Write-off	15,448,842.01
Depreciation recognized in Profit (Loss) for the period	(50,193,779.79)
Ending Carrying Amount As at 30 September 2020	<u>565,453,251.09</u>

As at 30 September 2020 and 31 December 2019, a part of property, plant and equipment in the carrying amount of Baht 159.48 million and of Baht 168.02 million respectively, together with the beneficiary from insurance in the insurance contract amount of Baht 696.70 million and of Baht 672.70 million respectively, are the collateral pledged as security against all liabilities with the financial institutions as in Note 11.

9. Lease

9.1 Right-of-Use Assets

For the nine months period ended 30 September 2020, Right-of-Use Assets have the movement were as follows:

	(Unit : Baht)
The Carrying Amount As at 1 January 2020	83,624,665.40
Increase	6,616,987.30
Depreciation Charged in the Profit or Loss for the period	(12,144,595.72)
Ending Carrying Amount As at 30 September 2020	<u>78,097,056.98</u>

Right-of-Use Assets classified by asset type as follows:

	(Unit : Baht)
	As at
	30 September 2020
Buildings	42,948,125.58
Machines	29,447,479.11
Vehicles	5,701,452.32
Total	<u>78,097,057.01</u>

9.2 Lease Liabilities

Consist of:

	(Unit : Baht)
Lease Liabilities As at 1 January 2020	70,148,809.68
Increase	6,616,987.30
Payment	(14,451,772.19)
Lease Liabilities As at 30 September 2020	<u>62,314,024.79</u>
<u>Less</u> Current Portion	<u>(18,925,533.80)</u>
Lease Liabilities of Current Portion	<u>43,388,490.99</u>

10. Deferred Taxes

Deferred taxes calculated at tax rate of 20%. The deferred taxation related to the temporary differences between the carrying amount and the tax bases of assets and liabilities of the Company are summarized below:

	As at 31 December 2019	Recognized in the Income (Loss)	Recognized in the Other Comprehensive Income (Expense)	(Unit : Baht) As at 30 September 2020
Deferred Tax Assets				
Trade Receivables	7,180,377.71	(490,105.30)	-	6,690,272.41
Inventories	10,264,574.46	(8,112,814.47)	-	2,151,759.99
Sales with Right to Return				
Refund Liabilities	2,266,485.16	(2,688,513.50)	-	(422,028.34)
Right to Recover Returned Products	(854,395.04)	(255,648.47)	-	(1,110,043.51)
Non-Current Provisions for				
Employee Benefit	11,106,738.61	582,307.40	2,002.40	11,691,048.41
Unused Tax Losses	39,003,821.94	(840,887.91)	-	38,162,934.03
Total	<u>68,967,602.84</u>	<u>(11,805,662.25)</u>	<u>2,002.40</u>	<u>57,163,942.99</u>
Deferred Tax Liabilities				
Lease Liabilities	<u>(2,822,327.43)</u>	<u>(120,736.00)</u>	-	<u>(2,943,063.43)</u>
Total	<u>(2,822,327.43)</u>	<u>(120,736.00)</u>	-	<u>(2,943,063.43)</u>

11. Credits and Guarantees

As at 30 September 2020 and 31 December 2019, the Company has obtained the credit facilities from several financial institutions in form of overdrafts, promissory notes, letters of credit, trust receipts, letters of guarantee and currency forward contracts totaling in the amount of Baht 2,732.00 million and of Baht 2,835.00 million respectively, letters of credit in the amount of USD 3.00 million and corporate credit card in the amount of Baht 1.60 million, equally for both periods. Such credit facilities are secured by the collateral as the transferring of beneficiary from insurance for inventories of the Company as in Note 5, property, plant and equipment of the Company together with the transferring of beneficiary from insurance as in Note 8 and the guarantee of the directors of the Company.

12. Overdrafts and Short-Term Borrowings from Financial Institutions

Consist of:

	(Unit : Baht)	
	As at	As at
	30 September 2020	31 December 2019
Overdrafts	18,100,960.98	20,576,204.86
Promissory Notes	310,000,000.00	310,000,000.00
Trust Receipts	539,240,130.75	448,641,964.60
Total	<u>867,341,091.73</u>	<u>779,218,169.46</u>

As at 30 September 2020 and 31 December 2019, the whole amount of overdrafts is bank overdrafts, the interest rate of 6.50 – 7.12% per annum and of 6.25 – 6.70% per annum respectively.

As at 30 September 2020 and 31 December 2019, the whole amount of promissory notes is promissory notes for 3 – 6 months equally for both periods, the interest rate of 2.75 – 4.10% per annum and of 3.00 – 4.25% per annum respectively.

As at 30 September 2020 and 31 December 2019, the whole amount of trust receipts is trust receipts for ordering the overseas goods, the interest rate of 1.50 – 4.60% per annum and of 1.50 – 3.95% per annum respectively. Under the terms of trust receipt contracts, the Company has received the ordered goods by using the credit of the financial institutions, thence the Company constitutes obligation to the financial institutions for such goods both that kept or disposed.

As at 30 September 2020 and 31 December 2019, overdrafts and short-term borrowings from financial institutions are secured by the collateral as in Note 11.

13. Trade and Other Current Payables

Consist of:

	(Unit : Baht)	
	As at	As at
	30 September 2020	31 December 2019
Trade Payables		
Trade Payables – Domestic	106,399,213.36	123,011,775.93
Trade Payables – Overseas	14,717,898.98	39,884,968.96
Notes Payable	-	5,664,264.58
Total	<u>121,117,112.34</u>	<u>168,561,009.47</u>
Other Payables	<u>127,217,777.27</u>	<u>127,431,787.48</u>
Total	<u><u>248,334,889.61</u></u>	<u><u>295,992,796.95</u></u>

As at 30 September 2020 and 31 December 2019, other payables consist of:

	(Unit : Baht)	
	As at	As at
	30 September 2020	31 December 2019
Refund Liabilities	2,110,141.71	11,332,425.78
Accrued Expenses	40,222,844.45	44,786,425.80
Pre-received for Goods	48,249,035.18	27,457,665.97
Pre-received for Assets	-	4,499,993.76
Assets Payable	702,754.40	2,028,605.40
Accrued Interest Expenses	1,390,357.25	2,549,712.26
Dividends Payable	1,014,050.65	1,014,050.65
Accrued Special Severance Pay for Retirement	3,494,000.00	3,494,000.00
Post-Employment Benefits Payable	8,490,862.00	10,062,218.50
Others	21,543,731.63	20,206,689.36
Total	<u><u>127,217,777.27</u></u>	<u><u>127,431,787.48</u></u>

14. Long-Term Borrowings

Consist of:

	(Unit : Baht)	
	As at 30 September 2020	As at 31 December 2019
Current		
Breach of the ongoing Financial Covenants	-	52,447,000.00
Not later than 1 year	15,405,000.00	8,004,000.00
Total Current	15,405,000.00	60,451,000.00
Non-Current		
Later than 1 year but not later than 5 years	51,230,000.00	14,654,000.00
Total Non-Current	51,230,000.00	14,654,000.00
Total	66,635,000.00	75,105,000.00

As at 30 September 2020 and 31 December 2019, long-term borrowings have terms and conditions as follows:

No.	Total Limit		Outstanding Balance		Terms and Conditions
	As at 30 September 2020 Baht	As at 31 December 2019 Baht	As at 30 September 2020 Baht	As at 31 December 2019 Baht	
1	40,000,000.00	40,000,000.00	18,656,000.00	22,658,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 667,000.00 per month for a period of 5 years, the interest rate of MLR-1.00% per annum.
2	27,000,000.00	27,000,000.00	16,650,000.00	18,450,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 450,000.00 per month for a period of 5 years, the interest rate of MLR-1.00% per annum.
3	40,000,000.00	40,000,000.00	31,329,000.00	33,997,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 667,000.00 per month for a period of 5 years, the interest rate of MLR-2.15% per annum.
Total	107,000,000.00	107,000,000.00	66,635,000.00	75,105,000.00	

As at 30 September 2020 and 31 December 2019, long-term borrowings have the significant terms and conditions that the Company has to comply the ongoing financial covenants as follows:

- Debt service coverage ratio in the rate not lower than 1.25 times.
- Interest-bearing debt to equity in the rate not exceeding 1.50 times.
- Debt to equity ratio in the rate not exceeding 2.00 times.

For the year ended 31 December 2019, the Company has breached the ongoing financial covenant of debt service coverage ratio, thence the balance as at 31 December 2019 of the related long-term borrowings is reclassified as current portion.

As at 30 September 2020 and 31 December 2019, long-term borrowings are secured by the collateral as in Note 11.

15. Appropriation of Legal Reserve and Dividends

On 26 April 2019, the Annual General Meeting of the Shareholders of the Company for 2019 has passed the resolution to approve the appropriation of profit for 2018 as legal reserve in the amount of Baht 598,848.94 and dividend payment to the ordinary shareholders of the Company at the rate of Baht 0.02 per share, totaling in the amount of Baht 8,796,885.68.

16. Tax (Expense) Income

Income tax which is recognized in the profit for the period consist of:

	(Unit : Baht)			
	For the three months period ended 30 September 2020	For the three months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Current Income Tax				
Tax (Expense) Income for Current period	-	-	-	-
Deferred Income Tax				
Deferred Income Tax (Expense)	(3,611,508.22)	2,596,323.54	(11,926,398.25)	10,137,376.16
Tax (Expense) Income Recognized in the the Profit or Loss	(3,611,508.22)	2,596,323.54	(11,926,398.25)	10,137,376.16

17. Segment Information

17.1 General Information about Segment

The Company has identified the reportable segments from the structure of internal managerial and financial information system of the Company according to the types of goods and services which are the operating segments that the management of the Company has use the segment profit (loss) before income tax in the financial performance review regularly as follows:

- Tannery industry segment which has revenue from sales of finished leather products and rendering service of tanning.
- Personal protective equipment segment which has revenue from sales of personal protective equipment products.

17.2 Information about Segment Profit or Loss

Inter-reportable segment transactions are carried out at arm's length and are eliminated from the interim financial report of the Company.

Segment revenue and profit or loss include items directly attribute to a segment as well as these that can be allocated on a reasonable basis with revenue and profit or loss in the interim financial report of the Company.

For the three months period ended 30 September 2020 and 2019, the segment information is presented as follows:

(Unit : Thousand Baht)

	For the three months period ended 30 September 2020					Total
	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	220,680	5,055	225,735	130,354	-	356,089
Inter-Segment	5,300	30,371	35,671	-	(35,671)	-
Total	225,980	35,426	261,406	130,354	(35,671)	356,089
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	27,344	30,371	57,715	126,418	(35,671)	148,462
Overseas	198,636	5,055	203,691	3,936	-	207,627
Total	225,980	35,426	261,406	130,354	(35,671)	356,089
Gross Profit (Loss)	17,599	7,170	24,769	50,186	-	74,955
Gain (Loss) on Exchange Rate			(4,127)	(1,546)	-	(5,673)
Other Income			634	4,420	-	5,054
Distribution Costs			(14,987)	(27,362)	-	(42,349)
Administrative Expenses			(16,198)	(15,764)	149	(31,813)
Finance Costs			(7,278)	(2,949)	-	(10,227)
Profit (Loss) before Income Tax			(17,187)	6,985	149	(10,053)
Tax (Expense) Income						(3,611)
Profit (Loss) for the period						(13,664)
Depreciation and Amortization			13,458	7,790	-	21,248

(Unit : Thousand Baht)

For the three months period ended 30 September 2019

	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	351,737	73,250	424,987	161,755	-	586,742
Inter-Segment	15,880	23,243	39,123	-	(39,123)	-
Total	367,617	96,493	464,110	161,755	(39,123)	586,742
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	65,161	23,243	88,404	153,555	(39,123)	202,836
Overseas	302,456	73,250	375,706	8,200	-	383,906
Total	367,617	96,493	464,110	161,755	(39,123)	586,742
Gross Profit (Loss)	1,174	6,031	7,205	66,184	3	73,392
Gain (Loss) on Exchange Rate			4,949	820	-	5,769
Other Income			3,252	3,298	(3)	6,547
Distribution Costs			(18,478)	(29,370)	-	(47,848)
Administrative Expenses			(27,196)	(15,371)	-	(42,567)
Finance Costs			(10,116)	(1,835)	-	(11,951)
Profit (Loss) before Income Tax			(40,384)	23,726	-	(16,658)
Tax (Expense) Income						2,596
Profit (Loss) for the period						(14,062)
Depreciation and Amortization			14,030	5,495	-	19,525

(Unit : Thousand Baht)

For the nine months period 30 September 2020

	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	722,271	36,275	758,546	470,130	-	1,228,676
Inter-Segment	29,493	93,711	123,204	-	(123,204)	-
Total	751,764	129,986	881,750	470,130	(123,204)	1,228,676
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	111,892	93,711	205,603	452,911	(123,204)	535,310
Overseas	639,872	36,275	676,147	17,219	-	693,366
Total	751,764	129,986	881,750	470,130	(123,204)	1,228,676
Gross Profit (Loss)	53,426	25,340	78,766	191,420	-	270,186
Gain (Loss) on Exchange Rate			(8,770)	(1,887)	-	(10,657)
Other Income			16,046	9,229	-	25,275
Distribution Costs			(35,192)	(83,693)	-	(118,885)
Administrative Expenses			(59,217)	(49,271)	149	(108,339)
Finance Costs			(22,452)	(8,838)	-	(31,290)
Profit (Loss) before Income Tax			(30,819)	56,960	149	26,290
Tax (Expense) Income						(11,926)
Profit (Loss) for the period						14,364
Depreciation and Amortization			40,793	23,350	-	64,143

(Unit : Thousand Baht)

For the nine months period 30 September 2019

	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	1,344,216	122,000	1,466,216	532,765	-	1,998,981
Inter-Segment	42,154	85,625	127,779	-	(127,779)	-
Total	1,386,370	207,625	1,593,995	532,765	(127,779)	1,998,981
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	205,649	85,625	291,274	513,562	(127,779)	677,057
Overseas	1,180,721	122,000	1,302,721	19,203	-	1,321,924
Total	1,386,370	207,625	1,593,995	532,765	(127,779)	1,998,981
Gross Profit (Loss)	9,856	(1,066)	8,790	217,210	3	226,003
Gain (Loss) on Exchange Rate			21,658	2,921	-	24,579
Other Income			8,500	8,081	(3)	16,578
Distribution Costs			(61,556)	(89,978)	-	(151,534)
Administrative Expenses			(99,823)	(48,293)	-	(148,116)
Finance Costs			(28,703)	(8,167)	-	(36,870)
Share of Profit (Loss) of Associates			(4,438)	-	-	(4,438)
Profit (Loss) before Income Tax			(155,572)	81,774	-	(73,798)
Tax (Expense) Income						10,137
Profit (Loss) for the period						(63,661)
Depreciation and Amortization			40,014	16,953	-	56,967

18. Related Party Transactions

The Company has significant business transactions with the related parties. Such transactions are concluded on commercial terms and bases agreed upon between the Company and those related parties which are in ordinary course of business, are summarized as follows:

18.1 Nature of Relationship of the Company

Names of Related Parties	Nature of Relationship
Integrated Leather Network Company Limited	Associate by Direct Shareholding
Eagle Chemical Industry Company Limited	Related Entity by Common Group of Shareholders and Executives
Applied DB Public Company Limited	Related Entity by Common Group of Shareholders and Executives
Mimi Industrial Company Limited	Related Entity by Common Group of Shareholders and Executives
Manwood Intertrade Company Limited	Related Entity by Common Group of Shareholders and Executives
Thai Wiring System Company Limited	Related Entity by Common Group of Shareholders and Executives
Thai Technical Nonwoven Company Limited	Related Entity by Common Group of Shareholders and Executives
CS Rubber Industry Company Limited	Related Entity by Common Group of Shareholders and Executives
Jingdong CS Rubber Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Asset Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Holding Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Thanee Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Condotown Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Tanning Industry Company Limited	Related Entity by Common Group of Shareholders and Executives
V T Brother Company Limited	Related Entity by Common Group of Shareholders and Executives
Furano Air Company Limited	Related Entity by Common Group of Shareholders and Executives
Smart Sense Industrial Design Company Limited	Related Entity by Common Group of Shareholders and Executives
Khun Puvasith Wongcharoensin	Related Person by being the Director and Shareholder of the Company
Khun Natthajak Wongcharoensin	Related Person by being the Shareholder of the Company and Director and Shareholder of the Related Entity
Khun Thavatchai Wongcharoensin	Related Person by being the Shareholder and Ex-Director of the Company
Khun Lai Chi-Hsiang	Related Person by being the Shareholder and Ex-Director of the Company
Khun Artid Chenpreecha	Related Person by being the Shareholder and Ex-Director of the Company

18.2 Inter-Transactions

(Unit : Baht)

	Pricing Policies	For the three months	For the three months	For the nine months	For the nine months
		period ended 30 September 2020	period ended 30 September 2019	period ended 30 September 2020	period ended 30 September 2019
Associates					
Revenue from Sales	Comparable prices with other entities	-	4,272.00	-	25,802.50
Consultancy Income	Cost plus margin prices	627,750.00	742,047.85	1,149,229.08	2,599,914.14
Purchase of Raw Material	Mutual agreed prices	-	-	-	14,202,664.00
Purchase of Assets	Mutual agreed prices	252,400.00	-	252,400.00	-
Service Fee	Mutual agreed prices	12,000.00	-	12,000.00	-
Related Entities					
Revenue from Sales	Comparable prices with other entities	142,824.00	340,591.50	329,862.75	803,983.15
Other Income	Mutual agreed prices	151,913.58	105,185.58	581,754.04	315,556.74
Value of Sale of Assets	Mutual agreed prices	-	-	12,000.00	481,246.72
Purchase of Raw Materials	Mutual agreed prices	43,926,914.00	95,502,878.00	154,872,840.85	285,741,114.28
Purchase of Supplies	Mutual agreed prices	301,750.00	654,450.00	827,000.00	2,176,805.54
Value of Purchase of Assets	Mutual agreed prices	-	-	-	977,383.25
Rental Expense/Service Fee	Mutual agreed prices	288,767.49	1,666,800.00	1,658,840.79	5,003,252.00
Other Expenses	Mutual agreed prices	1,501.50	500,044.58	6,891.96	1,522,956.43
Related Persons					
Rental Expense	Mutual agreed prices	-	45,000.00	-	135,000.00
Other Expenses	Mutual agreed prices	-	104,968.62	-	303,136.91
Interest Express	At the rate 2.50% per annum	-	-	148,954.08	-

18.3 Inter-Outstanding Balances

(Unit : Baht)

	As at	As at
	30 September 2020	31 December 2019
Trade Receivables		
Related Entities	65,761.14	196,113.35
Total	65,761.14	196,113.35
Prepayment for Goods		
Associates	5,335,637.02	7,848,458.82
Total	5,335,637.02	7,848,458.82
<u>Less</u> Allowance for Loss from Impairment	(5,335,637.02)	(7,848,458.82)
Net	-	-

	(Unit : Baht)	
	As at 30 September 2020	As at 31 December 2019
Advance Payment		
Associates	1,216,000.00	-
Total	1,216,000.00	-
<u>Less</u> Allowance for Loss from Impairment	(1,216,000.00)	-
Net	-	-
Other Receivables		
Associates	857,235.24	180,285.00
Related Entities	17,978.11	2,206.19
Total	875,213.35	182,491.19
Trade Payables		
Associates	-	2,512,821.80
Related Entities	66,379,241.18	83,470,125.09
Total	66,379,241.18	85,982,946.89
Accrued Expenses		
Related Entities	6,465.00	5,070.00
Total	6,465.00	5,070.00
Accrued Interest Expenses		
Related Persons	-	52,054.79
Total	-	52,054.79
Post-Employment Benefits Payable		
Related Persons	8,424,680.00	8,424,680.00
Total	8,424,680.00	8,424,680.00
Other Payables		
Related Entities	37,674.40	122,918.81
Related Persons	-	28,922.73
Total	37,674.40	151,841.54

	(Unit : Baht)	
	As at 30 September 2020	As at 31 December 2019
Short-Term Borrowings		
Related Persons		
Beginning Balance	60,000,000.00	-
Additional Borrowings	-	60,000,000.00
Repayment	(60,000,000.00)	-
Ending Balance	<u>-</u>	<u>60,000,000.00</u>
Lease Liabilities		
Related Entities	27,610,000.00	-
Related Persons	765,000.00	-
Total	<u>28,375,000.00</u>	<u>-</u>

As at 31 December 2019, the whole amount of short-term borrowings from related persons is borrowings from the directors of the Company in form of loan agreement for 2 months, the interest rate of 2.50% per annum. Presently, the Company already has completed the repayment.

18.4 Inter-Obligations

As at 30 September 2020 and 31 December 2019, the Company has obligations in accordance with the professional or consultant hire contracts with related persons as in Note 20.2

18.5 Key Management Personnel Compensation

	(Unit : Baht)			
	For the three months period ended 30 September 2020	For the three months period ended 30 September 2019	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Short-Term Employee Benefits	4,462,030.00	4,739,750.00	17,875,160.00	23,889,950.00
Post-Employment Benefits				
Defined Contribution Plans	99,867.00	104,385.00	322,119.00	396,207.00
Defined Benefit Plans	5,047,115.00	167,881.00	5,427,996.00	2,922,035.00
Special Severance Pay for Retirement	-	-	-	2,535,000.00
Total	<u>9,609,012.00</u>	<u>5,012,016.00</u>	<u>23,625,275.00</u>	<u>29,743,192.00</u>

19. Non-Cash Transactions

Consist of:

	(Unit : Baht)	
	For the nine months period ended 30 September 2020	For the nine months period ended 30 September 2019
Acquisition of Property, Plant and Equipment		
By assuming Assets Payable		
Value of Assets in Property, Plant and Equipment	180,880.00	817,977.37
Value Added Tax in Trade and Other Current Receivables	12,661.40	22,800.38
Transfer Inventories to Property, Plant and Equipment	23,551.40	7,347,374.00
Transfer Intangible Assets to Trade and Other Current Receivables	-	240,0000.00
Transfer Prepayments for Assets		
to Trade and Other Current Receivables	-	461,932.30
Transfer Prepayments for Assets		
to Property, Plant and Equipment	5,524,047.34	3,522,840.00
Right-of-use Assets increase from Lease Agreement	50,850,295.42	-
Transfer Property, Plant and Equipment to Non-Current Assets	92.00	-
Pre-received for Asset decrease from		
sale of Investment Property	4,499,993.76	-
Gain (Loss) on Premeasurement of Defined Benefit Plans		
which is recognized in Other Comprehensive Income	10,012.00	-

20. Obligations and Contingent Liabilities

In addition to liabilities in the statement of financial position as at 30 September 2020 and 31 December 2019, the Company has obligations and contingent liabilities as follows:

20.1 As at 30 September 2020 and 31 December 2019, the Company has obligations and contingent liabilities with financial institutions as follows:

	As at 30 September 2020			As at 31 December 2019		
	Total Limit	Utilized Limit	Remaining Limit	Total Limit	Utilized Limit	Remaining Limit
Overdrafts						
Million Baht	100.00	(18.38)	81.62	100.00	(20.58)	79.42
Promissory Notes, Letters of Credit and Trust Receipts						
Million Baht	1,527.00	(824.34)	702.66	1,630.00	(780.09)	849.91
Million USD	3.00	(1.37)	1.63	3.00	(1.25)	1.75
Letters of Guarantee						
Million Baht	15.00	(7.73)	7.27	15.00	(7.59)	7.41
Currency Forward Contracts						
Million Baht	1,090.00	-	1,090.00	1,090.00	(122.18)	967.82
Corporate Credit Card						
Million Baht	1.60	(0.22)	1.38	1.60	(0.22)	1.38

20.2 As at 30 September 2020 and 31 December 2019, the Company has obligations in accordance with the professional or consultant hire contracts with related persons. The contracts are for a period of 12 months ended 31 December 2020, the consultancy rate is in the amount of Baht 0.30 million and of Baht 0.60 million per month respectively.

20.3 As at 30 September 2020 and 31 December 2019, the Company has obligations in accordance with the service contracts with other entities in the amount of Baht 10.53 million and of Baht 6.44 million respectively.

20.4 As at 30 September 2020 and 31 December 2019, the Company has obligations to future lease payments in accordance with the office equipment lease contracts with other entities as follows:

	(Unit : Million Baht)	
	As at 30 September 2020	As at 31 December 2019
Not later than 1 year	0.22	0.22
Later than 1 year but not later than 5 years	0.26	0.43
Total	<u>0.48</u>	<u>0.65</u>

20.5 As at 30 September 2020 and 31 December 2019, the Company has obligations to future payments for capital expenditure with other entities to acquire significant property, plant and equipment which are not yet recognized as follows:

	As at 30 September 2020	As at 31 December 2019
Million Baht	1.36	1.36
Million USD	-	0.02
Million EUR	-	0.11

21. Approval of the Interim Financial Statements

This interim financial statements has been approved for issue by the Board of Directors of CPL Group Public Company Limited on 10 November 2020.
