

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Board of Directors of C.I.GROUP PUBLIC COMPANY LIMITED

I have reviewed the accompanying consolidated and separate statements of financial positions as at March 31, 2020 and the related consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and condensed notes to financial statements of C.I.GROUP PUBLIC COMPANY LIMITED and its subsidiary companies and also of C.I.GROUP PUBLIC COMPANY LIMITED. The management of the entity 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

Except as mentioned in the next paragraph, I conducted my review in accordance with Thai Standard on Review Engagements Code No. 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 auditing standards 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.

Basis of qualified conclusion

As mentioned to the note 15 to financial statements, I can not to reviewd enough evidences in the value of investment in associate as presented in the consolidated financial statements as at March 31, 2020 and December 31, 2019 amount of Baht - million for the both periods (Net of allowance for impairment loss of investment in associated amount of Baht 9.26 million and 15.93 million respectively), because of the associate company out of rehabilitation plan on July 31, 2018 and the Company perform beginning equity method from originally recorded cost method. The associate company assessed the fair value of property and building in progress, the fair value is in accordance to the valuation report amount of Baht 51.18 million with a lower cost than the fair value amount of Baht 19.57 million, the Company is recorded investment in associate by equity method in the consolidated financial statements recognized such loss amount of Baht 5.81 million in beginning retained earnings. And machinery during

installation is in the process of evaluating fair value, the Company recorded investment in associate by equity method in the consolidated financial statements recognized share of loss on investment in associate for the three-month period ended March 31, 2020 amount of Baht 6.66 million by book value of net assets as at March 31, 2020 of the associate company. However, the financial statement of the associate is the Company recognize. I have reviewed and presentation a qualified opinion on those financial reports of cannot reviewed cost of machinery during installation amount of Baht 283.02 million. The management of the entity has clarified that the plant has been started after the machine has been installed before 2014, so there is no evidence of payment. Such matter may result change in the value of investments associate and share of profit on investment in associate, if fair value measurement of asset complete. Its incapacitate other review to be satisfied to investments associate and share of profit on investment in associate.

Qualified conclusion

Except as mentioned in the basis of qualified conclusion paragraph, 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 Accounting Standard No. 34 "Interim Financial Reporting".

SAM NAK-NGAN A.M.C. Co., Ltd.

(Mr. Ampol Chamnongwat)

Certified Public Accountant Registration No. 4663

Bangkok

June 11, 2020

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

(Unit : Thousand Baht)

		Consolidated financial statements		Separate financial statements	
		As at		As at	
	Notes	March 31, 2020	December 31, 2019	March 31, 2020	December 31, 2019
		Unaudited	Audited	Unaudited	Audited
		Limited review only		Limited review only	
<u>Assets</u>					
Current assets					
Cash and cash equivalents	7	21,246	9,915	14,887	9,102
Temporary investments	8	-	-	-	-
Trade and other receivable	5.1 and 9	204,432	196,705	202,410	195,723
Unbilled receivable	10	69,557	107,957	60,730	107,957
Short-term loans to related parties	5.1	-	-	-	-
Default payment of loan to other person	11	-	-	-	-
Short-term loans to other parties	12	-	-	-	-
Inventories	13	134,101	124,166	133,912	123,952
Other current assets		16,823	20,322	15,687	19,575
Total current assets		446,159	459,065	427,626	456,309
Non-current assets					
Investments in subsidiary	14	-	-	34,465	28,895
Investments in associate	15	-	-	-	-
Bank deposit pleded as collateral	16	20,563	20,561	20,460	20,460
Long-term loan to related parties	5.1	-	-	-	-
Investment property	17	53,504	54,528	53,504	54,528
Property, plant and equipment	18	389,760	399,502	252,785	260,209
Right-of-use assets	19	16,953	-	4,030	-
Deferred leasehold land	20	-	10,111	-	-
Intangible assets	21	2,951	3,329	2,683	3,037
Deferred tax assets	22	36,027	34,027	96,272	93,405
Retentions		23,529	22,738	23,529	22,738
Other non-current assets		17,101	17,885	16,796	17,580
Total non-current assets		560,388	562,681	504,524	500,852
Total assets		1,006,547	1,021,746	932,150	957,161

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

(Unit : Thousand Baht)

		Consolidated financial statements As at		Separate financial statements	
		As at		As at	
	Notes	March 31, 2020	December 31, 2019	March 31, 2020	December 31, 2019
		Unaudited	Audited	Unaudited	Audited
		Limited review only		Limited review only	
<u>Liabilities and shareholders' equity</u>					
Current liabilities					
Short-term loans from financial institutions	23	99,356	117,321	99,356	117,321
Short-term loans from related persons and parties	5.1	-	2,150	7,320	-
Short-term loans from other persons and parties	24	80,266	88,230	67,266	86,180
Trade and other payable	25	287,510	226,916	280,127	219,344
Advance received from construction	10	7,980	7,749	7,980	7,749
Unbilled work costs		8,269	7,877	2,788	7,877
Current portion of finance lease liabilities	19	2,278	250	385	250
Current portion of liabilities under land lease agreement		-	889	-	-
Other current liabilities		3,768	2,085	2,277	1,073
Total current liabilities		489,427	453,467	467,499	439,794
Non-current liabilities					
Liabilities under finance lease agreement	19	9,427	801	3,770	801
Liabilities under land lease agreement		-	3,555	-	-
Employee benefit obligations	26	65,406	69,630	65,199	69,447
Other non-current liabilities		1,158	1,158	3	3
Total non-current liabilities		75,991	75,144	68,972	70,251
Total liabilities		565,418	528,611	536,471	510,045
Shareholders' equity					
Share capital	27				
Authorized share capital					
864,786,782 ordinary shares @ Baht 0.50		432,393	432,393	432,393	432,393
Issued and paid-up share capital					
864,786,782 ordinary shares @ Baht 0.50		432,393	432,393	432,393	432,393
Premium on ordinary shares		565,027	565,027	565,027	565,027
Premium on sale treasury stock		15,535	15,535	15,535	15,535
Retained earnings (deficit)					
Appropriated					
Legal reserve		12,707	12,707	12,707	12,707
Unappropriated		(584,554)	(532,527)	(629,983)	(578,546)
Total shareholders' equity of company		441,108	493,135	395,679	447,116
Non-controlling interests		21	-	-	-
Total shareholders' equity		441,129	493,135	395,679	447,116
Total liabilities and shareholder's equity		1,006,547	1,021,746	932,150	957,161

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

(Unit : Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Revenue from operation					
Revenue from sales		203,440	198,741	202,714	192,421
Revenue from services		39,022	66,252	23,230	63,731
Total revenues from operation		242,462	264,993	225,944	256,152
Cost from operation					
Cost of sales		(178,862)	(160,329)	(178,810)	(160,152)
Cost of services		(62,956)	(62,022)	(50,813)	(57,796)
Total cost from operation		(241,818)	(222,351)	(229,623)	(217,948)
Gross profit(loss)		644	42,642	(3,679)	38,204
Other income		1,671	3,844	1,670	3,784
Selling expenses		(15,112)	(14,017)	(14,787)	(13,915)
Administrative expenses		(26,517)	(25,654)	(21,003)	(14,145)
Doubtful accounts		(1,026)	(556)	(1,942)	(556)
Loss on impairment of investment in subsidiaries	14	-	-	(3,420)	-
Reversal loss on impairment of investment in subsidiaries	15	6,664	-	-	-
Directors and management's benefits	5.3	(6,814)	(8,359)	(6,814)	(7,759)
Profit (loss) from operating activities		(40,490)	(2,100)	(49,975)	5,613
Finance cost		(5,933)	(4,378)	(3,380)	(4,378)
Profit (loss) before share of loss on investment in associate and income tax		(46,423)	(6,478)	(53,355)	1,235
Share of loss on investment in associate		(6,664)	(3,571)	-	-
Profit (loss) before income tax		(53,087)	(10,049)	(53,355)	1,235
Income tax revenue	28	1,810	797	2,677	797
Profit (loss) for the period		(51,277)	(9,252)	(50,678)	2,032

Unaudited

Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

(Unit : Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2020	2019	2020	2019
Profit (loss) for the period attributable to :					
Equity holders of the Company		(51,268)	(9,252)	(50,678)	2,032
Non-controlling interests		(9)	-	-	-
Profit (loss) for the period		(51,277)	(9,252)	(50,678)	2,032
Total comprehensive income attributable to :					
Equity holders of the Company		(51,268)	(9,252)	(50,678)	2,032
Non-controlling interests		(9)	-	-	-
Total comprehensive income for the period		(51,277)	(9,252)	(50,678)	2,032
Basic earnings (loss) per share					
Equity holders of the Company (Unit : Baht)	29	(0.0593)	(0.0107)	(0.0586)	0.0023

Unaudited

Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

Consolidated financial statements

(Unit : Thousand Baht)

		Retained earnings (deficit)						Total	
		Issued and paid-up	Premiums on share capital	Premiums on share treasury Stock	Appropriated legal reserve	Unappropriated	Total shareholders' equity of the Company		Non - controlling interests
Balance as at January 1, 2019		432,393	565,027	15,535	12,707	(313,365)	712,297	-	712,297
Loss for the period		-	-	-	-	(9,252)	(9,252)	-	(9,252)
Other comprehensive income for the period		-	-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	(9,252)	(9,252)	-	(9,252)
Balance as at March 31, 2019		432,393	565,027	15,535	12,707	(322,617)	703,045	-	703,045
Balance as at January 1, 2020		432,393	565,027	15,535	12,707	(532,527)	493,135	-	493,135
Impact of first-time adoption of new accounting standards	3	-	-	-	-	(759)	(759)	-	(759)
Balance as at January 1, 2020 (restated)		432,393	565,027	15,535	12,707	(533,286)	492,376	-	492,376
Increasing in non-controlling interests		-	-	-	-	-	-	30	30
Loss for the period		-	-	-	-	(51,268)	(51,268)	(9)	(51,277)
Other comprehensive income for the period		-	-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	(51,268)	(51,268)	21	(51,247)
Balance as at March 31, 2020		432,393	565,027	15,535	12,707	(584,554)	441,108	21	441,129

Unaudited

Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

Separate financial statements

(Unit : Thousand Baht)

	Note	Issued and paid-up		Premiums on share treasury	Stock	Retained earnings (Deficit)		Total
		share capital	share capital			Appropriated	Unappropriated	
						legal reserve		
Balance as at January 1, 2019		432,393	565,027		15,535	12,707	(260,312)	765,350
Loss for the period		-	-		-	-	2,032	2,032
Other comprehensive income for the period		-	-		-	-	-	-
Total comprehensive income for the period		-	-		-	-	2,032	2,032
Balance as at March 31, 2019		432,393	565,027		15,535	12,707	(258,280)	767,382
Balance as at January 1, 2020		432,393	565,027		15,535	12,707	(578,546)	447,116
Impact of first-time adoption of new accounting standards	3	-	-		-	-	(759)	(759)
Balance as at January 1, 2020 (restated)		432,393	565,027		15,535	12,707	(579,305)	446,357
Loss for the period		-	-		-	-	(50,678)	(50,678)
Other comprehensive income for the period		-	-		-	-	-	-
Total comprehensive income for the period		-	-		-	-	(50,678)	(50,678)
Balance as at March 31, 2020		432,393	565,027		15,535	12,707	(629,983)	395,679

Unaudited

Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOW
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from operating activities				
Profit (loss) for the period	(51,277)	(9,252)	(50,678)	2,032
Adjustment to profit (loss) for the period for cash received (payment) from operation				
Depreciation	11,534	14,811	8,643	12,138
Depreciation of right-of-use assets	617	-	141	-
Amortization of right to use land	-	367	-	-
Amortization of intangible assets	378	462	354	440
Loss from disposal/written-off assets	51	421	51	411
Doubtful accounts trade receivables	1,052	556	1,026	556
Doubtful accounts long-term loans to related parties (reversal)	-	-	915	(7,385)
Loss from declining in value of inventories (reversal)	7,495	(3,243)	7,495	(3,243)
Loss from unrealized on exchange rate	636	1,040	636	1,040
Impairment loss on investment in subsidiaries	-	-	3,420	-
Reversal impairment loss on investment in associate	(6,664)	-	-	-
Share of loss on investment in associate	6,664	3,571	-	-
Employee benefit expenses	1,506	883	1,482	862
Interest income	(152)	(1,926)	(152)	(1,926)
Interest expenses from lease liabilities	117	-	73	-
Interest expenses	3,552	3,853	3,307	3,853
Income tax revenues	(1,810)	(797)	(2,677)	(797)
Profit (loss) from operating activities before changes in operating assets and liabilities	(26,301)	10,746	(25,964)	7,981

Unaudited
Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOW
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from operating activities (continue)				
Operating assets (increase) decrease				
Trade and other receivable	(8,408)	(73,002)	(7,340)	(72,189)
Unbilled receivables	38,400	(34,894)	47,227	(34,894)
Inventories	(17,512)	(117,622)	(17,537)	(117,729)
Other current assets	2,772	(11,056)	3,161	(11,086)
Retention	(791)	-	(791)	-
Other non-current assets	1,770	(71)	1,803	(72)
Operating liabilities increase (decrease)				
Trade and other payables	54,037	174,228	54,304	179,157
Advances received from construction	231	(8,869)	231	(8,869)
Unbilled work costs	392	-	(5,089)	-
Other current liabilities	1,683	2,272	1,204	3,433
Employee benefit obligations	(1,076)	(1)	(1,076)	-
Other non-current liabilities	-	1,105	-	-
Cash received (paid) from operation activities	45,197	(57,164)	50,133	(54,268)
Income tax paid	(292)	(2,344)	(292)	(2,344)
Net cash received from (used in) operating activities	44,905	(59,508)	49,841	(56,612)
Cash flows from investing activities				
Decrease in fixed deposit used as collateral	(2)	-	-	-
Cash received from short-term loans from related parties	-	-	-	23,000
Cash payment for short-term loans from related parties	-	(5,000)	(915)	(38,500)
Cash received from long-term loans from other parties	-	23,000	-	-
Cash payment for short-term loans from other parties	-	(37,000)	-	(4,000)
Cash received from interest	30	1,248	28	126
Cash payment in investments in subsidiary	-	-	(8,990)	-
Cash payment in purchase of investment property	-	(964)	-	(964)
Cash payment in purchase of property, plant and equipment	(1,371)	(328)	(818)	(163)
Cash received from sales of property, plant and equipment	8	-	8	-
Cash payment for deposit property, plant and equipment	-	(3,187)	-	(3,187)
Net cash used in investing activities	(1,335)	(22,231)	(10,687)	(23,688)

Unaudited
Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I.GROUP PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOW

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from financing activities				
Increase (decrease) in short-term loans from financial institutions	(17,965)	(14,968)	(17,965)	(14,968)
Cash received from short-term loans from other person	20,090	-	6,000	-
Cash payment for short-term loans from other person	(10,140)	-	(7,000)	-
Cash received from short-term loans from other parties	-	89,810	-	89,810
Cash payment for short-term loans from other parties	(17,914)	-	(17,914)	-
Cash received from short-term loans from related parties	-	-	7,320	-
Cash payment for short-term loans from related persons	(2,150)	-	-	-
Cash payment for liabilities under finance lease agreement	(411)	(406)	(218)	(406)
Cash payment in interest expenses	(3,756)	(3,850)	(3,569)	(3,849)
Cash received from capital increase from non-controlling interests of subsidiary	30	-	-	-
Net cash received from(used in) financing activities	(32,216)	70,586	(33,346)	70,587
Effects of exchange rates in cash and cash equivalents	(23)	(17)	(23)	(17)
Net increase in cash and cash equivalents	11,331	(11,170)	5,785	(9,730)
Cash and cash equivalents at the beginning of the period	9,915	20,658	9,102	15,245
Cash and cash equivalents at the ending of the period	21,246	9,488	14,887	5,515

Supplemental cash flow information

Non-cash transactions

- Purchases of assets which had not yet been paid	296	950	276	950
- Purchases of assets under finance lease liabilities	-	1,188	-	1,188
- Transferred inventories to property plant and equipment	82	-	82	-
- Transferred other current assets to property, plant and equipment	-	42	-	-
- Transferred intangible assets to property, plant and equipment	-	2,050	-	2,050
- Transferred other payables to short-term loans from other persons	-	1,140	-	99
- Transferred right-of-use to property, plant and equipment	661	-	661	-
- Transferred employee benefit obligations to trade and other payable	4,654	-	4,654	-

Unaudited

Limited Review Only

Notes to the financial statements are an integral part of these statements.

C.I. GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES**NOTES TO FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2020****(UNAUDITED/LIMITED REVIEW ONLY)**

1. General information

The Company was registered as a corporate entity under the Civil and Commercial Code on August 20, 1991 and later registered as a public company on March 1, 2004, registration number 0107547000133 with its registered head office located at 1/1, Moo 7, Bangkoowad Road, Tambol Bangkoowad, Amphor Muang, Pathumthani Province, Thailand.

The Company main business activity is producing and distributing air conditioning products and parts and construction service.

Its subsidiary companies which operate business according in the note to financial statements No. 4.1.

2. Basis of interim financial statements preparation and accounting policies

2.1 These interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

2.2 These interim financial statements are prepared in the condensed format and in accordance with the Accounting Standard No. 34 (Revised 2019) on “Interim Financial Reporting” including interpretations and guidance promulgated by the Federation of Accounting Professions (“TFAC”), related regulations and announcements of the Securities and Exchanges Commission. However, the Group has presented items in the statements of financial position, statements of comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

- 2.3 The interim financial statements are prepared to provide an update on the financial statements for the year ended December 31, 2019. They do not include all of the financial information requires 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 for the year ended December 31, 2019.
- 2.4 The interim financial statements are presented in Thai Baht, rounded to the nearest thousand Baht unless otherwise stated.
- 2.5 The accounting policies used in the preparation of the interim financial information for the three-month period ended March 31, 2020 are consistent with those used in the annual financial statements for the year ended December 31, 2019. However the Group has new accounting policies that have been applied from January 1, 2020 from the first-time adoption of new TFRSs as following:-

2.5.1 Trade and other receivables

Trade and other receivables are stated at the net realizable value and recognized initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognized at its present value.

The Group applies the TFRS 9 simplified approach to measuring expected credit losses which uses a simplified approach, which requires expected lifetime losses to be recognized from initial recognition of the receivables. To measure the expected credit losses, trade receivables have been grouped based on the days past due. The expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the current and forward- looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The impairment losses are recognized in profit or loss within administrative expenses.

The Group does not take forward-looking information to measure the expected credit loss of account receivable for the period since January 1, 2020 to December 31, 2020 in accordance to the accounting guidelines subject “Temporary relief measurements for accounting alternatives to support the impact of the coronavirus disease 2019 (COVID-19)” announced by the Federation of Accounting Professions under the Royal Patronage of His Majesty the King.

2.5.2 Financial assets and financial liabilities

Classification and measurement of financial assets

The classification of financial assets depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

The Group classifies its debt instruments in the following categories:-

- Those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss) and
- Those to be measured at amortised cost.

The Group reclassifies debt instruments when and only when its business model for managing those assets changes.

The equity instruments held must be irrevocably classified to two measurement categories at fair value through profit or loss (FVPL), or at fair value through other comprehensive income (FVOCI) without recycling to profit or loss.

At initial recognition, the Group measures a financial asset at its fair value plus or minus, in the case of a financial asset not at FVPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the financial assets. There are three measurement categories into which the Group classifies its debt instruments:-

- Amortized cost - A financial asset will be measured at amortized cost when the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows. In addition, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in financial income using the effective interest rate method. Any gain or loss arising on derecognition is recognized directly in profit or loss. Impairment losses are presented in profit or loss.

- FVOCI - A financial assets will be measured at FVOCI when it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. In addition, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest income which are recognized in profit or loss. Interest income from these financial assets is included in finance income using the effective interest rate method. Impairment expenses are presented in profit or loss.
- FVPL - Assets that do not meet the criteria for amortized cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss in the period in which it arises.

Dividends from such investments continue to be recognized in profit or loss when the Group's right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognized in other gains (losses) in the statement of income as applicable. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Classification and measurement of financial liabilities and equity

Financial instruments issued by the Group must be classified as financial liabilities or equity securities by considering contractual obligations.

- Where the Group has an unconditional contractual obligation to deliver cash or another financial asset to another entity, it is considered a financial liability unless there is a predetermined or possible settlement for a fixed amount of cash in exchange of a fixed number of the Group's own equity instruments.
- Where the Group has no contractual obligation or has an unconditional right to avoid delivering cash or another financial asset in settlement of the obligation, it is considered an equity instrument.

At initial recognition, the Group measures financial liabilities at fair value. The Group reclassifies all financial liabilities as subsequently measured at amortized cost, except for derivatives.

Recognition and derecognition

The Group shall recognize a financial asset or a financial liability in its statement of financial position when, and only when, the Group becomes party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognized on trade-date, the date on which the Group commits to purchase or sell the asset. Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership of the financial assets. An entity shall remove a financial liability from its statement of financial position when, and only when, it is extinguished.

Impairment

The Group assesses on a forward-looking basis the expected credit loss associated with its debt instruments carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The Group applies general approach for credit-impaired consideration.

2.5.3 Lease

Leases - where the Group is the lessee

At inception of a contract, the Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group recognizes a right-of-use (ROU) asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, initial direct costs and estimated costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any incentive received.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, if the rate can be readily determined. If that rate cannot be readily determined, the Group uses the Group's incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:-

- Fixed payments including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amount expected to be payable under residual value guarantee
- The exercise price, under a purchase option that the lessee is reasonably certain to exercise an option to extend the lease or to purchase the underlying assets, lease payments in an optional renewal period; and
- Payments of penalties for early termination of a lease if the Group is reasonably certain to terminate early.

The Group measures the ROU asset at cost, less accumulated depreciation and accumulated impairment loss and adjusted for any remeasurement of the lease liability. The ROU asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. However, if the lease transfers ownership of the underlying asset to the Group by the end of the lease term or if the cost of the ROU asset reflects that the Group will exercise a purchase option, the Group depreciates the ROU asset from the commencement date to the end of the useful life of the underlying asset. The useful life of the ROU asset is determined on the same basis as those of property, plant and equipment.

Right-of-use assets are calculated by reference to their costs on a straight-line basis over the shorter of the lease term and the estimated useful lives for each of right-of-use assets, as follows:-

Land	3-26 years ; plus renewal option reasonably certain to be exercised
Vehicles	5 years

The lease liability is re-measured when there is a change in future lease payments arising from the following items:

- A change in an index or a rate used to determine those payments
- A change in the Group's estimate of the amount expected to be payable under a residual value guarantee
- The Group changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is re-measured to reflect changes to the lease payments, the Group recognises the amount of the remeasurement of the lease liability as an adjustment to the ROU asset. However, if the carrying amount of the ROU asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Group recognizes any remaining amount of the remeasurement in profit or loss.

Short-term leases and leases of low-value assets

The Group has elected not to recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Leases - where the Group is the lessor

The Group determines at lease inception whether each lease is a finance lease or an operating lease. To classify each lease, the Group makes an overall assessment of whether the lease transfer substantially all of the risks and rewards incidental to ownership of the underlying asset. If this is the case, then the lease is a finance lease; if not, then it is an operating lease.

When assets are leased out under a finance lease, the present value of the lease payments is recognized as a receivable. The difference between the gross receivable and the present value of the receivable is recognized as unearned finance income. Lease income is recognized over the term of the lease using the net investment method, which reflects a constant periodic rate of return. Initial direct costs are included in initial measurement of the finance lease receivable and reduce the amount of income recognized over the lease term.

Assets leased out under operating leases are included in investment property and property, plant and equipment in the statement of financial position. They are depreciated over their expected useful lives on a basis consistent with other similar investment property and property, plant and equipment owned by the Group. Rental income (net of any incentives given to lessees) is recognized on a straight-line basis over the lease term.

2.6 New financial reporting standards

During the period, the Group has adopted the revised and new financial reporting standards and interpretations (revised 2019) and new accounting treatment guidance which are effective for fiscal years beginning on or after January 1, 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards mostly does not have any significant impact on the Group's financial statements except the set of TFRSs related to financial instruments and leased which involves changes to key principles which mention in Note to financial statement No. 3.

3. The impact of first-time adoption of new accounting standards

This note explains the impact of the adoption of TAS 32 Financial Instruments: Presentation, TFRS 7 Financial Instruments: Disclosure, TFRS 9 Financial Instruments and TFRS 16 Leases on the Group's financial statements and discloses the new accounting policies that have been applied 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 January 1, 2020.

The impact of first-time adoption of new accounting standards on the consolidated and separate statement of financial position are as follows: -

(Unit : Thousand Baht)

Consolidated financial statements

	<u>As at</u>			<u>As at</u>
	<u>December 31, 2019</u>	<u>TFRS 9</u>	<u>TFRS 16</u>	<u>January 1, 2020</u>
<u>Statement of financial position</u>				
Current assets				
Trade and other receivables	196,705	(949)	-	195,756
Non-current assets				
Property, plant and equipment	399,502	-	(1,583)	397,919
Right-of-use asset	-	-	18,231	18,231
Deferred leasehold land	10,111	-	(10,111)	-
Deferred tax assets	34,027	190	-	34,217
Other non-current assets	17,885	-	(33)	17,852
Total assets	<u>658,230</u>	<u>(759)</u>	<u>6,504</u>	<u>663,975</u>
Current liabilities				
Current portion of lease liabilities	250	-	2,148	2,398
Current portion of liabilities under land lease agreement	889	-	(889)	-
Non-current liabilities				
Lease liabilities	801	-	8,800	9,601
Liabilities under land lease agreement	3,555	-	(3,555)	-
Total liabilities	<u>5,495</u>	<u>-</u>	<u>6,504</u>	<u>11,999</u>
Shareholders' equity				
Unappropriated deficit	(532,527)	(759)	-	(533,286)
Total shareholders' equity	<u>(532,527)</u>	<u>(759)</u>	<u>-</u>	<u>(533,286)</u>
Total liabilities and shareholder's equity	<u>(527,032)</u>	<u>(759)</u>	<u>6,504</u>	<u>521,287</u>

(Unit : Thousand Baht)

	<u>Separate financial statements</u>			
	<u>As at</u>			<u>As at</u>
	<u>December 31, 2019</u>	<u>TFRS 9</u>	<u>TFRS 16</u>	<u>January 1, 2020</u>
<u>Statement of financial position</u>				
Current assets				
Trade and other receivables	195,723	(949)	-	194,774
Non-current assets				
Property, plant and equipment	260,209	-	(1,583)	258,626
Right-of-use asset	-	-	4,832	4,832
Deferred tax assets	93,405	190	-	93,595
Total assets	<u>549,337</u>	<u>(759)</u>	<u>3,249</u>	<u>551,827</u>
Current liabilities				
Current portion of lease liabilities	250	-	182	432
Non-current liabilities				
Lease liabilities	801	-	3,067	3,868
Total liabilities	<u>1,051</u>	<u>-</u>	<u>3,249</u>	<u>4,300</u>
Shareholders' equity				
Unappropriated deficit	(578,546)	(759)	-	(579,305)
Total shareholders' equity	<u>(578,546)</u>	<u>(759)</u>	<u>-</u>	<u>(579,305)</u>
Total liabilities and shareholder's equity	<u>(577,495)</u>	<u>(759)</u>	<u>3,249</u>	<u>(575,005)</u>

3.1 Addition disclosed from first time adoption of the set of TFRSs related to financial instruments.

The impact of deficit as at January 1, 2020 are as follows : -

	<u>(Unit : Thousand Baht)</u>	
	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
Unappropriated deficit as at December 31, 2019	(532,527)	(578,546)
Adjustment to unappropriated retained earnings from adoption of TFRS 9 on January 1, 2020		
Increase in loss allowance for trade and other receivable-net from deferred tax	(759)	(759)
Unappropriated deficit as at January 1, 2020	<u>(533,286)</u>	<u>(579,305)</u>

Classification and measurement

On January 1, 2020 (the date of initial application), the Group's management has assessed which business models applied to the financial assets and liabilities held by the Group and has classified the financial assets and liabilities are as follows :-

	(Unit : Thousand Baht)	
	<u>Consolidated financial</u>	<u>Separate financial</u>
	<u>statement</u>	<u>statement</u>
	<u>Amortized cost</u>	
<u>Financial assets</u>		
Cash and cash equivalents	9,915	9,102
Trade and other receivable	195,756	194,774
Unbilled receivables	107,957	107,957
Other current assets	20,322	19,575
Bank deposit pledged as collateral	20,561	20,460
Retention	22,738	22,738
Other non-current assets	17,852	17,580
Total	395,101	392,186
<u>Financial liabilities</u>		
Short-term loans from financial institutions	117,321	117,321
Short-term loans from related persons and parites	2,150	-
Short-term loans from other persons and parties	88,230	86,180
Trade and other payable	226,916	219,344
Advances received from construction	7,749	7,749
Unbilled work costs	7,877	7,877
Other current liabilities	2,085	1,073
Lease liabilities	11,999	4,300
Non-current liabilities	1,158	3
Total	465,485	443,847

Impairment of financial assets

The Group have trade receivable basis the expected credit loss associated The Group applies the simplified approach to measuring expected credit losses which uses a simplified approach, which requires expected lifetime losses to be recognised from initial recognition of the receivables for all trade receivables. the expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the current and forward-looking as mentioned methods allowance for doubtful debts-trade receivable have detail as follows: -

	(Unit : Thousand Baht)	
	<u>Consolidated financial</u>	<u>Separate financial</u>
	<u>statement</u>	<u>statement</u>
Allowance for doubtful debts as at December 31, 2019	(26,558)	(21,558)
The impact from adjustment beginning balance to		
unappropriated deficit	(949)	(949)
Allowance for doubtful debts as at January 1, 2020	<u>(27,507)</u>	<u>(22,507)</u>

3.2 Addition disclosed from first time adoption of the TFRSs related to lease

On adoption of TFRS 16, the Group recognized 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 was measured at amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized 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 the Group's incremental borrowing rates. The Group's incremental borrowing rates applied to the lease liabilities as at January 1, 2020 was 1.50%-15.00%

For leases previously classified as finance leases applying TAS 17, the Group reclassified the carrying amount of the lease assets and lease liabilities immediately before adoption of TFRS 16 as the carrying amount of the right-of-use assets and the lease liabilities at the date of initial application.

(Unit : Thousand Baht)

	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
Operating lease commitments as at December 31, 2019	7,193	308
<u>Add</u> Purchase or extension options reasonably certain to be exercised	7,586	5,500
	14,779	5,808
<u>Less</u> Deferred interest expenses	(3,831)	(2,559)
Additional lease liabilities from TFRS 16 adoption	10,948	3,249
Lease liabilities as at December 31, 2019	1,051	1,051
Lease liabilities as at January 1, 2020	11,999	4,300
Consist of: -		
Current lease liabilities	2,398	432
Non-current lease liabilities	9,601	3,868
Total	11,999	4,300

The right-of-use assets as at January 1, 2020 related to the follows types of assets: -

(Unit : Thousand Baht)

	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
Land	15,839	3,249
Vehicles	2,392	1,583
Total right-of-use assets	18,231	4,832

4. Basis of preparation of the interim consolidated financial statements

4.1 The interim consolidated financial statements for the three-month period ended March 31, 2020 have been prepared by consolidating the financial statements of the Company and of four subsidiary companies (collectively called the “the Group”) The detail of structure and shareholding ratio of the Group is as follows:-

<u>Name of subsidiaries</u>	<u>Country of incorporation</u>	<u>Nature of business</u>	<u>Percentage of Shareholdings</u>	
			<u>As at</u>	
			<u>March 31, 2020</u>	<u>December 31, 2019</u>
C.I.G. (Thailand) Co., Ltd.	Thailand	Air conditioning and refrigeration parts manufacturing and distribution; including maintenance and inspection services and distribution system	99.98	99.98
CIG Development Co., Ltd.	Thailand	Hotel	99.97	99.97
Siam Railway Development Co., Ltd.	Thailand	Locomotive Maintenance and construction	99.99	99.99
Ilustro Co., Ltd.	Thailand	Construction of electricity production and distribution system	97.00	-

4.2 Subsidiaries are entities controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

4.3 The consolidated financial statements have been prepared using the same accounting policy for the same accounting items and other events in the similar situation.

4.4 The accounting periods of subsidiary companies ended the same date as that of C.I. GROUP PUBLIC COMPANY LIMITED.

4.5 The consolidated financial statements combine the accounts of the Company and subsidiary companies after eliminating inter-company transaction items. The balances between the Company and subsidiary companies, significant intra-group transactions, investments in subsidiary companies and share capital of subsidiary companies have already been eliminated from the consolidated financial statements.

4.6 Investments in subsidiaries which the Company holds 99.95% onwards are prepare the consolidated financial statements. The Company calculated the investment in the subsidiary as 100%.

5. Inter-transaction with related companies

The Company has business transactions with related entities, which have the same group of shareholders or mutual directors. Such transaction which have been concluded on commercial terms and based agreed up on between the company and related parties and are in ordinary course of business which can be summarized as follow:-

5.1 Inter-assets and liabilities

(Unit : Thousand Baht)				
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
<u>Trade receivable</u>				
CIG Development Co., Ltd.	-	-	474	-
<u>Other receivable</u>				
CIG Development Co., Ltd.	-	-	3	-
<u>Accrued income</u>				
CIG Development Co., Ltd.	-	-	1	1
Siam Railway Development Co., Ltd.	-	-	1	1
Total	-	-	2	2
<u>Accrued interest receivable</u>				
C.I.G. (Thailand) Co., Ltd.	-	-	759	759
CIG Development Co., Ltd.	-	-	7,919	7,919
Fakwantip Co., Ltd.	2,847	2,847	2,847	2,847
Total	2,847	2,847	11,525	11,525
<u>Less</u> Allowance for doubtful debt	(2,847)	(2,847)	(11,525)	(11,525)
Accrued interest receivable-net	-	-	-	-

For the three-month period ended March 31, 2020 and 2019, no movement of allowance for doubtful accounts accrued interest receivable.

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>			
	<u>As at</u>	<u>Addition</u>	<u>Repayment</u>	<u>As at</u>
	<u>January 1, 2020</u>			<u>March 31, 2020</u>
<u>Short-term loan</u>			-	
Fakwantip Co., Ltd.	19,000	-	-	19,000
<u>Less</u> Allowance for doubtful debt	(19,000)	-	-	(19,000)
Net	-	-	-	-

(Unit : Thousand Baht)

	<u>Separate financial statements</u>			
	<u>As at</u>	<u>Addition</u>	<u>Repayment</u>	<u>As at</u>
	<u>January 1, 2020</u>			<u>March 31, 2020</u>
<u>Short-term loan</u>				
C.I.G. (Thailand) Co., Ltd.	32,000	-	-	32,000
CIG Development Co., Ltd.	38,037	915	-	38,952
Fakwantip Co., Ltd.	19,000	-	-	19,000
Total	89,037	915	-	89,952
<u>Less</u> Allowance for doubtful debt	(89,037)	(915)	-	(89,952)
Net	-	-	-	-

Long-term loans

CIG Development Co., Ltd.	182,500	-	-	182,500
<u>Less</u> Allowance for doubtful debt	(182,500)	-	-	(182,500)
Net	-	-	-	-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>			
	<u>As at</u>	<u>Addition</u>	<u>Repayment</u>	<u>As at</u>
	<u>January 1, 2019</u>			<u>December 31, 2019</u>
<u>Short-term loan</u>				
Fakwantip Co., Ltd.	14,000	5,000	-	19,000
<u>Less</u> Allowance for doubtful debt	-	(19,000)	-	(19,000)
Net	14,000	(14,000)	-	-

(Unit : Thousand Baht)

<u>Separate financial statements</u>				
	<u>As at</u>			<u>As at</u>
	<u>January 1, 2019</u>	<u>Addition</u>	<u>Repayment</u>	<u>December 31, 2019</u>
<u>Short-term loan</u>				
C.I.G. (Thailand) Co., Ltd.	21,000	11,000	-	32,000
CIG Development Co., Ltd.	22,261	38,776	(23,000)	38,037
Siam Railway Development Co., Ltd.	38,000	500	(38,500)	-
Fakwantip Co., Ltd	14,000	5,000	-	19,000
Total	95,261	55,276	(61,500)	89,037
<u>Less</u> Allowance for doubtful debt	-	(89,037)	-	(89,037)
Net	95,261	(33,761)	(61,500)	-
<u>Long-term loans</u>				
CIG Development Co., Ltd.	182,500	-	-	182,500
<u>Less</u> Allowance for doubtful debt	(80,441)	(102,059)	-	(182,500)
Net	102,059	(102,059)	-	-

As at March 31, 2020 and December 31, 2019, the short-term loans to related parties which have an allowance for doubtful debts is in promissory notes form, 12 months and at call and interest is carried by the rate of 1.50-15.00% per annum for the both periods. Therefore, the Company ceased revenue recognition for interest income since April 1, 2019 record the allowance for doubtful accounts for the whole amount onward due to there is uncertainty to collectable. However, the subsidiary company still has commitment to pay interest as stipulated in the loan agreement. The Company will recognize interest income when interest is paid.

On July 15, 2016, the subsidiary has signed new loan agreements amount of Baht 184.00 million because it was unable to made repayment under the original loan agreement with amount of Baht 183.06 million, consisting of a principal amount of Baht 175.90 million, accrued interest receivable amount of Baht 7.16 million as part of the principal (calculated until June 30, 2016) and an additional loan amount of Baht 0.94 million for working capital. The repayments under the terms of the contract by period of three months from August 31, 2016 to June 30, 2031, bearing interest rate at 1.50% per annum.

As at March 31, 2020 and December 31, 2019 the subsidiary was unable to made repayment above conditions. The management considerations allowance for doubtful loan amont of Baht 182.50 million for the both periods. Therefore, the Company ceased revenue recognition for interest income since April 1, 2019 onward due to there is uncertainty to collectable. However, the subsidiary company still has commitment to pay interest as stipulated in the loan agreement. The Company will recognize interest income when interest is paid.

(Unit : Thousand Baht)

<u>Consolidated financial statements</u>				
	<u>As at</u>			<u>As at</u>
	<u>January 1, 2020</u>	<u>Addition</u>	<u>Repayment</u>	<u>March 31, 2020</u>
<u>Short-term loans from related persons</u>				
Related person	2,150	-	(2,150)	-

(Unit : Thousand Baht)

<u>Consolidated financial statements</u>				
	<u>As at</u>			<u>As at</u>
	<u>January 1, 2019</u>	<u>Addition</u>	<u>Repayment</u>	<u>December 31, 2019</u>
<u>Short-term loans from related persons</u>				
Related person	-	4,675	(2,525)	2,150

As at March 31, 2020 and December 31, 2019 the short-term loans from related person for the whole amount, maturity within 3 month which due within 2020, interest rate of 15.00% per annum.

(Unit : Thousand Baht)

<u>Separate financial statements</u>				
	<u>As at</u>			<u>As at</u>
	<u>January 1, 2020</u>	<u>Addition</u>	<u>Repayment</u>	<u>March 31, 2020</u>
<u>Short-term loans</u>				
Siam Railway Development Co. , Ltd.	-	7,320	-	7,320

As at March 31, 2020, the short-term loans from related parties for the whole amount, maturity within 12 month which due within 2021, interest rate of 1.50% per annum.

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
<u>Trade payables</u>				
CIG Development Co., Ltd.	-	-	856	-
<u>Accrued expenses</u>				
Related person	6,004	2,857	-	-
<u>Accrued interest expenses</u>				
Siam Railway Development Co., Ltd.	-	-	19	-
<u>Non-current liabilities</u>				
CIG Development Co., Ltd.	-	-	3	3

5.2 Inter-revenues and expenses

(Unit : Thousand Baht)

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>For the three-month period ended March 31,</u>			
		<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Inter-transaction with subsidiaries					
(Eliminated from consolidated financial statements)					
Revenue from sales	Agreed upon agreements	-	-	443	-
Rental income	Contract price	-	-	6	6
Interest income	The rate to the promissory note	-	-	-	1,066
Interest expenses	The rate to the promissory note	-	-	19	-
Allowance for doubtful debt		-	-	915	-
Consultation fee	Contract price	-	-	2,568	-
Inter-transaction with related parties					
Interest income	The rate to the promissory note	-	569	-	569
Interest expenses	The rate to the promissory note	-	69	-	69

5.3 Directors and management's benefits

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the three-month period ended March 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Short-term benefits	6,748	8,142	6,748	7,542
Post-employment benefits	66	217	66	217
Total	6,814	8,359	6,814	7,759

Director and Management benefit expenses represent the benefits paid to the Company's management and directors such as salaries, related benefit and directors' remuneration including the benefit paid by other means. The Company's management are the persons who are defined under the Securities and Exchange Act.

5.4 Relationship among the companies

Consisted of :-

<u>Company's Name</u>	<u>Relationship</u>
C.I.G. (Thailand) Co., Ltd.	Subsidiary company by shareholding and common management
CIG Development Co., Ltd.	Subsidiary company by shareholding and common management
Siam Railway Development Co., Ltd.	Subsidiary company by shareholding and common management
Ilustro Co., Ltd.	Subsidiary company by shareholding and common management
Fakwantip Co., Ltd.	Associate company of the subsidiary
Related person	Chief Executive Officer Director
	Director of the subsidiary company
	Shareholder of the Company

6. Financial assets and liabilities

The Group's management has assessed which business models applied to the financial assets and liabilities held by the Group and has classified the financial assets and liabilities as at March 31, 2020 as follows: - (The disclosure for balances as at January 1, 2020 has been disclosed in Note 3.1)

(Unit : Thousand Baht)

	<u>Consolidated financial</u>	<u>Separate financial</u>
	<u>statement</u>	<u>statement</u>
	<u>Amortized cost</u>	
<u>Financial assets</u>		
Cash and cash equivalents	21,246	14,887
Trade and other receivable	204,432	202,410
Unbilled receivables	69,557	60,730
Other current assets	16,823	15,687
Bank deposit pledged as collateral	20,563	20,460
Retention	23,529	23,529
Non-current assets	17,101	16,796
Total	373,251	354,499
<u>Financial liabilities</u>		
Short-term loans from financial institutions	99,356	99,356
Short-term loans from related persons and parties	-	7,320
Short-term loans from other persons and parties	80,266	67,266
Trade and other payable	287,510	280,127
Advance received from construction	7,980	7,980
Unbilled work costs	8,269	2,788
Current liabilities	3,768	2,277
Lease liabilities	11,705	4,155
Other non-current liabilities	1,158	3
Total	500,012	471,272

7. Cash and cash equivalent items

Consisted of:-

(Unit :Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Cash	463	369	389	277
Savings deposits	11,743	7,016	5,821	6,345
Current deposits	411	98	48	48
Fixed deposits	168	141	168	141
FCD deposits	3,952	1,949	3,952	1,949
Cheque on hand-other parties	4,509	342	4,509	342
Total	21,246	9,915	14,887	9,102

8. Temporary investments

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Marketable trading securities		
Aggregate cost	1,960	1,960
<u>Less</u> Provision for investments adjustment	(1,300)	(1,300)
<u>Less</u> Allowance for investments impairment	(660)	(660)
Net	-	-

As at March 31, 2020 and December 31, 2019, one security of investments in marketable trading securities (listed company) which has cost amount of Baht 1.96 million and has provision for diminution in investments amount of Baht 1.30 million and has net value amount of Baht 0.66 million (closing price as at August 15, 2016). As at March 31, 2020, there was no bid price to measure its fair value due to that listed company has not submitted the financial statements on time. Therefore it has been suspended trading by The Stock Exchange of Thailand and delisted according to The Stock Exchange of Thailand's Regulations. However, the Company set up the allowance for investments impairment in the whole amount.

9. Trade and other receivable

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Trade receivable- related parties	-	-	474	-
Trade receivable-other parties	215,854	187,617	209,276	182,160
Notes receivable	3,311	23,438	3,311	23,438
Total trade and notes receivable	219,165	211,055	213,061	205,598
<u>Less</u> Allowance for doubtful accounts	(28,533)	(26,558)	(23,533)	(21,558)
Total trade and notes receivable-net	190,632	184,497	189,528	184,040
Other receivable-related parties	-	-	3	-
Other receivable-other parties	983	569	703	289
Accrued income-related parties	-	-	2	2
Accrued income-other parties	-	1	-	-
Accrued interest receivable-related parties	2,847	2,847	11,525	11,525
Accrued interest receivable-other parties	1,032	882	1,006	882
Advance payment	325	548	279	280
Prepaid expenses	4,011	3,311	3,428	3,070
Deposits to supplier	2,796	2,170	2,796	2,170
Other	4,959	5,007	4,665	4,990
Total other receivable	16,953	15,335	24,407	23,208
<u>Less</u> Allowance for doubtful accounts	(3,153)	(3,127)	(11,525)	(11,525)
Total other receivable-net	13,800	12,208	12,882	11,683
Total trade and other receivable	204,432	196,705	202,410	195,723

As of March 31, 2020 and December 31, 2019, The trade account receivables, value amount of Baht 37.22 million and amount of Baht 57.85 million respectively, were transfer the right of collection to a company in the note to financial statements No.24. The Company still be responsible on this trade account receivable, if the liquidation is default.

Trade and notes receivable were classified by aging as follows :-

9.1 Trade receivables-related parties

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Domestic trade receivables				
Not yet due	-	-	474	-
Total	-	-	474	-

The normal credit term granted to customers of the Group is 120 days.

9.2 Trade receivables-other parties

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Notes receivables	3,311	23,438	3,311	23,438
Trade receivables				
Within credit term	95,098	96,617	94,622	96,542
Overdue				
- Not over 3 months	90,391	62,289	89,289	61,907
- Over 3 months but not over 6 months	1,422	2,136	1,422	2,136
- Over 6 months but not over 12 months	2,107	70	2,107	70
- Over 12 months	26,836	26,505	21,836	21,505
Total	219,165	211,055	212,587	205,598
Less Allowance for doubtful accounts	(28,533)	(26,558)	(23,533)	(21,558)
Net	190,632	184,497	189,054	184,040

The normal credit term granted to customers of the Group is 15-120 days.

The movement of allowance for doubtful debts-trade accounts and other receivable for the three-month period ended March 31, 2020 and 2019 were as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the three-month period ended March 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Beginning balance	(29,685)	(25,116)	(33,083)	(20,116)
The impact of first-time adoption of TFRS 9				
(Note 3)	(949)	-	(949)	-
Increase during the period	(1,112)	(802)	(1,086)	(802)
Collect during the period	60	246	60	246
Ending balance	(31,686)	(25,672)	(35,058)	(20,672)

Management of the Group believes that the allowance for doubtful accounts recorded as sufficient in the circumstances present.

10. Unbilled receivables/Advances received from construction

Consisted of: -

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Unbilled receivables				
Value of work according the contract	701,505	645,062	679,277	645,062
Recognized of revenues on percentage of completion basis	636,056	602,659	625,342	602,659
<u>Less</u> Value of total billed	(564,739)	(492,942)	(562,852)	(492,942)
Unbilled receivables	71,317	109,717	62,490	109,717
<u>Less</u> Allowance for doubtful debt	(1,760)	(1,760)	(1,760)	(1,760)
Unbilled receivables-net	69,557	107,957	60,730	107,957
Advances received from construction				
Value of work according the contract	22,263	21,054	22,263	21,054
Value of total billed	21,445	19,284	21,445	19,284
<u>Less</u> Recognized of revenues on percentage of completion basis	(13,465)	(11,535)	(13,465)	(11,535)
Advances received from construction	7,980	7,749	7,980	7,749

The company has information about construction contracts which are in the process as follows: -

(Unit : Thousand Baht)				
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Accumulated construction costs and realized gains				
(Less loss recognized) until present	649,521	614,194	638,807	614,194
<u>Less</u> Value of total billed	(586,184)	(512,226)	(584,297)	(512,226)
Total	63,337	101,968	54,510	101,968
<u>Less</u> Allowance for doubtful debt	(1,760)	(1,760)	(1,760)	(1,760)
Net	61,577	100,208	52,750	100,208
Amount recognized as assets/ liabilities in the statement of financial position				
- Unbilled receivables	69,557	107,957	60,730	107,957
- Advances received from construction	(7,980)	(7,749)	(7,980)	(7,749)
Net	61,577	100,208	52,750	100,208

For the three-month period ended March 31, 2020 and 2019, no movement of allowance for doubtful accounts unbilled receivables.

11. Default payment of loan to other person

Consisted of:

(Unit : Thousand Baht)			
	<u>Consolidated/ Separate financial statements</u>		
	<u>As at</u>		
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	
Principal	26,883	26,883	
Accrued interest income	12,027	12,027	
<u>Less</u> Allowance for doubtful debt	(38,910)	(38,910)	
Total	-	-	

For the three-month period ended March 31, 2020 and 2019, no movement of allowance for doubtful accounts default payment of loan to other person.

The Company has loan to other person amounting to Baht 92.03 million (principal amounting to Baht 80.00 million and accrued interest receivable amounting to Baht 12.03 million) which the borrower has mortgaged land and construction in Phuket province as collateral. The appraised value of the collateral is Baht 110.00 million (as appraisal report dated March 25, 2010). In addition, the borrower has handed over 450,000 common shares of a company that operates a hotel business in Phuket province as additional collateral. Due to the borrower default payment, the Company filed lawsuits against the borrower in court. The court has the verdict that orders the borrower to repay the debt to the Company. In case of fail, the collateral should be forced sale, if the forced sale amount is inadequate; the debtor's personal assets shall be forced sale after on. Since March 2010, the Company has filed to execute the enforcement of the assets confiscation. On November 14, 2013, the Company entered into the bidding of land and construction, and the officer had approved the Company to be bidder at the price amount of Baht 60.00 million. In August 2014, the Company registered the receipt of the land and construction and recorded in the "Investments Property" account. For the balance of the loan amount of Baht 38.91 million, the Company has been following up the confiscation of other personal assets of the debtor which are condominium units and many pieces of land.

The handed-over common shares of a company as collateral have been kept under the custody of the Company's lawyer for confiscation after other personal assets, condominium units and many pieces of land, of the debtor have been confiscated.

In May 2016, the Central Bankruptcy Court has ordered receivership the debtor and on July 15, 2016, the Company has filed the requisition for repayment from the debtor's assets amount Baht 87.34 million.

On February 20, 2017, the officer has announced the auction of the debtor' land and some of land have been sold by the auction on April 20, 2017.

On August 1, 2017, the official receiver has called the first creditors' meeting, but the debtor did not apply for reimbursement to the official receiver in any way. The official receiver reported to court and asked the court to order the debtor to be bankrupted on September 5, 2017.

However, the Company has ceased to record the interest received from the loan of Baht 80.00 million as from January 1, 2010, and will recognize the amount exceeding the accrued interest receivable as income in the period that the Company receives the payment.

12. Short-term loans to other parties

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Beginning balance	36,061	6,200	4,000	-
Addition	-	51,520	-	4,000
Compound interest	-	1,440	-	99
Repayment	-	(23,099)	-	(99)
Ending balance	36,061	36,061	4,000	4,000
<u>Less</u> Allowance for doubtful debt	(36,061)	(36,061)	(4,000)	(4,000)
Net	-	-	-	-

For the three-month period ended March 31, 2020 and 2019, no movement of allowance for doubtful accounts short-term loans to other parties

As at March 31, 2020 and December 31, 2019 the consolidated financial statements short-term loans to other parties amount of Baht 21.52 million for the both periods. (The separate financial statements as at March 31, 2020 amount of Baht 4.00 million) is loans under agreement with due to repayment 3 months. When due the counterparty can't repayment. The Company has extended the term as follows :-

Credit facility
(Unit: Thousand Baht)

Approved by

Date

Amount of Baht
(Unit: Thousand Baht)

Due

4,000	No. 1	Loan agreement	Jan 2, 2019	4,000	Mar 2, 2019
	No. 2	The Board of management Directors' No. 6/2019	Mar 6, 2019	4,000	May 2, 2019
	No. 3	The Board of management Directors' No. 7/2019	Apr 9, 2019	4,000	Jun 2, 2019
	No. 4	The Board of management Directors' No. 9/2019	Jun 4, 2019	4,000	Aug 31, 2019
	No. 5	The Board of management Directors' No. 14/2019	Sep 2, 2019	4,000	Nov 30, 2019
	No. 6	The Board of management Directors' No. 19/2019	Dec 3, 2019	4,000	Mar 31, 2020
3,113	No. 1	Loan agreement	Dec 13, 2018	3,000	Mar 13, 2019
	No. 2	The Board of Directors' meeting of the subsidiary No. 2/2019	Mar 10, 2019	3,113	Jun 13, 2019
	No. 3	The Board of Directors' meeting of the subsidiary No. 4/2019	May 27, 2019	3,113	Sep 13, 2019
	No. 4	The Board of Directors' meeting of the subsidiary No. 11/2019	Sep 16, 2019	3,113	Dec 13, 2019
	No. 5	The Board of Directors' meeting of the subsidiary No. 13/2019	Dec 2, 2019	3,113	Mar 13, 2020
	No. 6	The Board of Directors' meeting of the subsidiary No. 3/2020	Mar 3, 2020	3,113	Jun 13, 2020
1,000	Contract No.2	The Board of Directors' meeting of the subsidiary No. 5/2019	Jun 21, 2019	1,000	Sep 24, 2019
		The Board of Directors' meeting of the subsidiary No. 13/2019	Dec 2, 2019	1,000	Mar 23, 2020
		The Board of Directors' meeting of the subsidiary No. 3/2020	Mar 3, 2020	1,000	Jun 23, 2020
1,075	Contract No.3	The Board of Directors' meeting of the subsidiary No. 9/2019	Jul 22, 2019	1,075	Oct 24, 2019
		The Board of Directors' meeting of the subsidiary No. 12/2019	Oct 30, 2019	1,075	Jan 24, 2020
		The Board of Directors' meeting of the subsidiary No. 1/2020	Jan 20, 2020	1,075	Apr 24, 2020
1,332	Contract No.4	The Board of Directors' meeting of the subsidiary No. 9/2019	Jul 22, 2019	1,332	Oct 31, 2019
		The Board of Directors' meeting of the subsidiary No. 12/2019	Oct 30, 2019	1,332	Jan 24, 2020
		The Board of Directors' meeting of the subsidiary No. 1/2020	Jan 20, 2020	1,332	Apr 30, 2020
11,000	Contract No.1	The Board of Directors' meeting of the subsidiary No. 8/2019	Jul 12, 2019	11,000	Oct 18, 2019
		The Board of Directors' meeting of the subsidiary No. 12/2019	Oct 30, 2019	11,000	Feb 14, 2020
		The Board of Directors' meeting of the subsidiary No. 2/2020	Mar 3, 2020	11,000	May 18, 2020
<hr/>					
21,520					

The borrower has pledged post dated cheques amount of Baht 11.05 million as collaterals. With the directors of that company to sign guarantees, interest rates of 15.00% per annum annum for the both periods. But because the receivables are overdue more than 6 months. Therefore, there is uncertainty in receiving payment and the Company has considered to set up a full allowance for doubtful accounts. Therefore, the Company ceased recognizing interest income from April 1, 2019 onwards due to uncertainty in collection. However, that company still has an obligation to pay interest as specified in the loan agreement and the company will When will the income be recognized Interest

As at March 31, 2020 and December 31, 2019, the consolidated financial statements Short-term loans to other parties amount of Baht 14.54 million, is loan under agreement with due to repayment which due within 3 months is carried by interest rates of 15.00% per annum. Therefore, the Company ceased revenue recognition for interest income since April 1, 2019 onwards due to there is uncertainty to collectable.

13. Inventories

Consisted of :-

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Raw materials	86,323	87,559	86,221	87,429
Goods in process	10,344	7,954	10,344	7,954
Finished goods	17,689	15,397	17,689	15,397
Goods in transit	7,982	4,406	7,982	4,406
Supplies	8,327	4,526	8,240	4,442
Raw materials for transfer	21,349	14,742	21,349	14,742
Total	152,014	134,584	151,825	134,370
<u>Less</u> Allowance for decline in value of inventories	(17,913)	(10,418)	(17,913)	(10,418)
Net	134,101	124,166	133,912	123,952

For the three-month period ended March 31, 2020 and 2019, movements of allowance for declining in value of inventories are as follow:-

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Allowance for declining in value of inventories beginning balance	(10,418)	(16,126)	(10,418)	(16,126)
(Increasing)Reversal during the period	(7,495)	3,243	(7,495)	3,243
Allowance for declining in value of inventories ending balance	(17,913)	(12,883)	(17,913)	(12,883)

14. Investments in subsidiaries

As at March 31, 2020 and December 31, 2019, the Company had investments in subsidiaries were as follows :-

<u>Name of company</u>	<u>Separate financial statements</u>							
					<u>Dividend</u>			
	<u>Paid-up</u>		<u>% Share-</u>		<u>Cost method</u>		<u>For the three-month</u>	
	<u>share capital</u>		<u>holding</u>		<u>As at</u>		<u>period ended March 31,</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>2020</u>	<u>2019</u>
- C.I.G. (Thailand) Co., Ltd.	58,500	54,000	99.98	99.98	58,485	58,485	-	-
- CIG Development Co., Ltd.	100,000	100,000	99.97	99.97	146,548	146,548	-	-
- Siam Railway Development Co., Ltd.	50,000	41,180	99.99	99.99	50,000	41,980	-	-
- Ilustro Co., Ltd.	1,000	-	97.00	-	970	-	-	-
Total					256,003	247,013	-	-
<u>Less</u> Allowance for impairment loss					(221,538)	(218,118)		
Net					34,465	28,895		

C.I.G. (Thailand) Co., Ltd.

On July 1, 2019, the Board of Directors' meeting No. 7/2019 has decided to call for additional capital increase of 15.00 Baht per share from originally 40.00 Baht per share; which sums up to 55.00 Baht per share for 100,000 shares. The total amount of Baht 1.50 million which was paid up by shareholders in July 24, 2019. The Company with the Ministry of Commerce on August 8, 2019.

On July 22, 2019, the Board of Directors' meeting No. 9/2019 has decided to call for additional capital increase of 15.00 Baht per share from originally 55.00 Baht per share; which sums up to 70.00 Baht per share for 100,000 shares. The total amount of Baht 1.50 million which was paid up by shareholders in August 2, 2019. The Company with the Ministry of Commerce on August 8, 2019.

On August 22, 2019, the Board of Directors' meeting No. 10/2019 has decided to call for additional capital increase of 20.00 Baht per share from originally 70.00 Baht per share; which sums up to 90.00 Baht per share for 100,000 shares. The total amount of Baht 2.00 million which was paid up by shareholders amount of Baht 1.50 million. The Company with the Ministry of Commerce on October 11, 2019, and December 2, 2019

Siam Railway Development Co., Ltd.

During the year 2019, the Company has decided to call remaining 490,000 shares amount of Baht 16.37 per share, totaling amount of Baht 8.02 million. Total paid-up in capital of amount of Baht 50 million, as well as change memorandum for consistency with registered capital. However, the Company registered the increase in share capital with the Ministry of Commerce on January 21, 2020.

On March 29, 2019, the minutes of the extraordinary general meeting of shareholders No.1/2019 has resolution to increase of registered capital from amount of Baht 1.00 million to amount of Baht 50.00 million. The Company called for the paid-up whole amount and received which shares at amount of Baht 83.63 per share Baht in amount of Baht 40.98 million total paid-up capital of amount of Baht 41.98 million. The Company registered the increase in share capital with the Ministry of Commerce on April 11, 2019.

Ilustro Co., Ltd.

the Board of Directors' meeting No. 1/2020 in January 9, 2020 has decided to call for additional capital increase of 10,000.00 Baht per share for 100 share. The total amount of Baht 1.00 million which was paid up by shareholders in January 21, 2020. The Company was registered with the Ministry of Commerce on January 21, 2020

The movement of allowance for impairment loss for the three-month period ended March 31, 2020 and 2019 are as follows :-

(Unit: Thousand Baht)		
<u>Separate financial statements</u>		
	<u>2020</u>	<u>2019</u>
Beginning balance	(218,118)	(170,976)
Increase during the period	(3,420)	-
Ending balance	<u>(221,538)</u>	<u>(170,976)</u>

15. Investments in associate

As at March 31, 2020 and December 31, 2019, the Company's investments in associates were as follows :-

(Unit : Thousand Baht)				
<u>Consolidated financial statements</u>				
<u>Percentage of Shareholding(%)</u>			<u>Equity method</u>	
	<u>As at</u>		<u>As at</u>	
<u>Name of companies</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Fakwantip Co., Ltd.	29.67	29.67	9,261	15,925
<u>Less</u> Allowance for impairment loss			(9,261)	(15,925)
Net			<u>-</u>	<u>-</u>

The movement of allowance for impairment loss for the three-month period ended March 31, 2020 and 2019 were as follows :-

(Unit : Thousand Baht)		
<u>Consolidated financial statements</u>		
	<u>2020</u>	<u>2019</u>
Beginning balance	(15,925)	-
Increase during the year	6,664	-
Ending balance	<u>(9,261)</u>	<u>-</u>

Financial information of associate company

The financial information as presented in the financial statements of the Fakwantip Co., Ltd. were as follows:-

	(Unit : Thousand Baht)	
	<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Current assets	12,637	19,717
Non-current assets	423,555	424,969
Total assets	436,192	444,686
Current liabilities	(405,944)	(391,126)
Non-current liabilities	(15,207)	(16,060)
Total liabilities	(421,151)	(407,186)
Net assets	15,041	37,500
	(Unit : Thousand Baht)	
	<u>For the three-month</u>	
	<u>period ended March 31,</u>	
	<u>2020</u>	<u>2019</u>
Revenue	37,330	31,247
Loss for the period	(22,458)	(12,034)
Other comprehensive income for the period	-	-
Total comprehensive income for the period	(22,458)	(12,034)
Dividend received from associate for the period	-	-

Reconciliation of financial based on the above information and the carrying amount of the equity of Fakwantip Co., Ltd. with recognize them gradually in the consolidated financial statements were as follows :-

	(Unit: Thousand Baht)	
	<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Net assets of the associate	15,041	37,500
<u>Less</u> Increase ordinary shares-C.I.G (Thailand) Co., Ltd.	(17,802)	(17,802)
Advance payment for shares-other person	(26,025)	(26,025)
Net	(28,786)	(6,327)
Shareholding of the company (%)	29.67	29.67
	(8,541)	(1,877)
Increase ordinary shares	17,802	17,802
Book value of the Company in associate	9,261	15,925

On February 14, 2018, the rehabilitation plan manager of Fakwantip Co., Ltd. has submitted a request to the Central Bankruptcy Court to consider and order the cancellation of the rehabilitation plan of Fakwantip Co., Ltd., which on July 31, 2018, the Court had command out of rehabilitation plan of Fakwantip Co., Ltd.

According the resolution of the Extraordinary General Meeting of Shareholders No. 2/2018, The Fakwantip Co.,Ltd. (the associated) held on September 10, 2018, the directors approved the increase registered capital and the amendment of the Company Memorandum of Association by issue new ordinary shares 150,000,000 shares, par value at Baht 1.00, total amount of Baht 150.00 million that categorized as follows:-

Periods 1st on September 20, 2018 amount of Baht 60.00 million.

Periods 2nd on November 20, 2018 amount of Baht 60.00 million.

Periods 3rd on December 20, 2018 amount of Baht 30.00 million.

Later on September 24, 2018, Fakwantip Co.,Ltd has resolved to appoint C.I.G. (Thailand) Co., Ltd. 's authorized directors to managing director and is a part of the board of director of Fakwantip Co.,Ltd. As well as change with the Department of Business Development. C.I.G. (Thailand) Co., Ltd. has significant influence to Fakwantip Co.,Ltd. Resulting in indirect influence to Fakwantip Co.,Ltd. and chang status from other company to associate company since the third quarter 2018.

During the year 2018, Fakwantip Co.,Ltd received proceeds from the increasing share capital amount of 43.83 million shares is Baht 1.00 per which is total outstanding of Baht 43.83 million, The Company registered capital of the principal with the Ministry of Commerce. As a result, authorized share capital increasing of Baht 17.80 million and the remaining amount is recognized as advance payment for shares amount of Baht 26.03 million.

Investment in Fakwantip Co.,Ltd. formerly, general investment. Later, Fakwantip Co., Ltd. out of rehabilitation plan on July 31, 2018 causing such investment change to investment in associate. The Company perform beginning equity method from originally record cost method. As at March 31, 2020 the associate assessed the fair value of property and building is progress held on July 8, 2019. The details are as follows: -

	(Unit: Thousand Baht)				
	<u>Cost method</u>	<u>Fair value</u>	<u>Profit</u>	<u>Percentage of</u>	<u>Recognize in</u>
	<u>As at March 31, 2020</u>		<u>(loss)</u>	<u>shareholding(%)</u>	<u>retained earnings</u>
Land	9,516	14,560	5,044	29.67	1,467
Land and building	61,236	36,620	(24,616)	29.67	(7,304)
Total	70,752	51,180	(19,572)		5,807
Machinery during installation	351,177	in the process of evaluating fair value			
Totaling	421,929				

Currently, the fair value of property and building in progress is in accordance to the valuation report amount of Baht 51.18 million with a lower cost than the fair value amount of Baht 19.57 million. The Company recognized such Gain and loss amount of Baht 5.81 million. The fair value of property and building in progress is determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) by using Market Approach for the land valuation and Cost Approach for land and buildings valuation. The fair value of investment property is hierarchical level 3 and the Company is finding independent appraiser for assess fair value is machinery during installation.

16. Bank deposit pledged as collateral

As at March 31, 2020 and December 31, 2019, the Company has pledged its deposit at bank as collateral for the repayment of loans and collateral for the issuance of bank guarantee of the Company in the note to financial statement No.32.1.

17. Investment property

For the three-month period ended March 31, 2020, the movement was as follows :-

	(Unit : Thousand Baht)
	<u>Consolidated/</u>
	<u>Separate financial statements</u>
Beginning book value	54,528
Depreciation for portion shown in statements of comprehensive income	(1,024)
Ending book value	53,504

As at March 31, 2020 and December 31, 2019, the fair value of investment property is in accordance to the valuation report amount of Baht 75.69 million a for the both periods. The fair value of investment property is determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) by using Market Approach for the land valuation and Cost Approach for buildings valuation. The fair value of investment property is hierarchical level 3.

18. Property, plant and equipment

For the three-month period ended March 31, 2020, the movement was as follows :-

	(Unit : Thousand Baht)	
	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
Beginning book value	399,502	260,209
The impact of first-time adoption of TFRS 16 (Note 3)	(1,583)	(1,583)
Purchase of assets	1,667	1,094
Transfer in	2,439	2,439
Transfer out	(1,696)	(1,696)
Disposal / written-off	(373)	(373)
Depreciation for portion shown in statements of comprehensive income	(10,510)	(7,619)
Accumulated depreciation in disposal / written off assets	314	314
Ending book value	389,760	252,785

- Consolidated financial statements and Separate financial statements

As at March 31, 2020 and December 31, 2019, the Company had property, plant and machinery in the cost price was amount of Baht 547.40 million and amount of Baht 637.57 million respectively and the book value amount of Baht 155.12 million and amount of Baht 171.09 million respectively and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the note to financial statements No.23 and 32.1.

As at March 31, 2020, a subsidiary Company used partially land in the book value amount of Baht 29.78 million to mortgage with third parties, as collateral.

Lease financial assets as at December 31, 2019 the Group and the Company are lessee which included in the above list mainly consists of vehicle with the following details :-

	(Unit : Thousand Baht)
	<u>Consolidated/Separate financial statements</u>
Cost value of lease financial assets	2,332
<u>Less</u> Accumulated depreciation	(749)
Book value - net	<u>1,583</u>

Since January 1, 2020 lease assets has separately shown the list in statement of financial position be right-of-use as shown in notes to financial statement No. 19. The change is result of first time adoption of new accounting standards. As explained in notes to financial statement No. 3.

19. Right-of-use assets and lease liabilities

	(Unit : Thousand Baht)	
	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
<u>Right-of-use asset</u>		
Beginning book value	-	-
The impact of first-time adoption of TFRS 16 (Note 3.2)	18,231	4,832
Transfer in/ Transfer out	(661)	(661)
Depreciation for portion shown in profit or loss	(617)	(141)
Ending book value	<u>16,953</u>	<u>4,030</u>

The statement of income for the three-month period ended March 31, 2020 the transactions relating to leases were as follows: -

	(Unit : Thousand Baht)	
	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
Depreciation of right-of-use assets	617	141
Finance cost relating to leases	117	73
Cash outflow for leases	411	218

Lease liabilities as at March 31, 2020 were as follows: -

	(Unit : Thousand Baht)	
	<u>Consolidated</u>	<u>Separate financial</u>
	<u>financial statement</u>	<u>statement</u>
<u>Lease liabilities</u>		
Within 1 year	3,095	789
Over 1 year but not over 5 years	9,895	3,424
Over 5 years	2,508	2,508
	<hr/>	<hr/>
	15,498	6,721
<u>Less</u> future finance cost for lease liabilities	(3,793)	(2,566)
	<hr/>	<hr/>
Present value finance lease liabilities	11,705	4,155
	<hr/>	<hr/>

Present value of lease liabilities as at March 31, 2020 were as follows: -

	(Unit : Thousand Baht)	
	<u>Consolidated</u>	<u>Separate</u>
	<u>financial statements</u>	<u>financial statements</u>
Due within 1 year	2,278	385
Over 1 year but not over 5 years	7,522	1,865
Over 5 years	1,905	1,905
	<hr/>	<hr/>
	11,705	4,155
	<hr/>	<hr/>

20. Deferred leasehold land

Consisted of :-

	(Unit: Baht)	
	<u>Consolidated financial statements</u>	
	<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Leasehold land-cost	-	23,322
<u>Less</u> Accumulated amortization	-	(13,211)
	<hr/>	<hr/>
Net	-	10,111
	<hr/>	<hr/>

20.1 As at December 31, 2019, leasehold recorded in the subsidiary amounting Baht 22.00 million is leases of land title deeds No. 7919 and 7920 Maret District, Koh Samui Surat Thani, amortized according to the duration of the leased contract for 26 years (June 2005 to June 2031).

20.2 As at December 31, 2017, the subsidiary canceled leasehold recorded in the subsidiary amounting Baht 10.27 million and amortized allowance for impairment loss amounting Baht 5.56 million, leases of land title deeds No. 24160 with the building of the Room Hotel, Bophut District, Koh Samui Surat Thani, amortized according to the duration of the leased contract for 20 years (January 2010 to December 2029). On December 22, 2017, the subsidiary has signed contract to sell the leasehold and assets. The buyer will start operating from January 1, 2018, totaling Baht 1,000,000 payment on the contract date of Baht 200,000. The remaining amount is paid monthly at Baht 100,000 per month for 8 months on the fifth day of the month. The first installment is start in February 5, 2018, onwards. The subsidiary received the payment of leasehold and assets the first installment in March 2018.

21. Intangible assets

For the three-month period ended March 31, 2020, the movement was as follows :-

(Unit : Thousand Baht)

	<u>Consolidated</u> <u>financial statements</u>	<u>Separate</u> <u>financial statements</u>
Beginning book value	3,329	3,037
Amortization for portion shown in statements of comprehensive income	(378)	(354)
Ending book value	2,951	2,683

22. Deferred tax assets

Deferred tax assets and liabilities as at March 31, 2020 and December 31, 2019 were as follows:-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Deferred tax assets	38,343	34,027	97,078	93,405
Deferred tax liabilities	(2,316)	-	(806)	-
Net	36,027	34,027	96,272	93,405

Movements in total deferred tax assets and liabilities for the three-month period ended March 31, 2020 were as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statement</u>				
	As at December 31, 2019	Adjustment from adoption of new accounting standards (Note 3)	As at January 1, 2020	(Charged)/credited to profit or loss (Note 28)	As at March 31, 2020
Deferred tax assets					
Temporary investments	392	-	392	-	392
Trade and other receivables	5,233	190	5,423	205	5,628
Short-term loan	12,382	-	12,382	-	12,382
Inventories	2,084	-	2,084	1,499	3,583
Property, plant and equipment	58	-	58	-	58
Lease liabilities	-	2,506	2,506	(165)	2,341
Employee benefit obligations	13,878	-	13,878	81	13,959
Total	34,027	2,696	36,723	1,620	38,343
Deferred tax liabilities					
Right-of-use assets	-	(2,506)	(2,506)	190	(2,316)
Total	-	(2,506)	(2,506)	190	(2,316)
Net	34,027	190	34,217	1,810	36,027

(Unit : Thousand Baht)

	<u>Separate financial statement</u>				
	As at December 31, 2019	Adjustment from adoption of new accounting standards (Note 3)	As at January 1, 2020	(Charged)/credited to profit or loss (Note 28)	As at March 31, 2020
Deferred tax assets					
Temporary investments	392	-	392	-	392
Trade and other receivables	6,969	190	7,159	205	7,364
Short-term loan	26,389	-	26,389	183	26,572
Inventories	2,084	-	2,084	1,499	3,583
Investment in subsidiary companies	43,624	-	43,624	684	44,308
Property, plant and equipment	58	-	58	-	58
Lease liabilities	-	966	966	(135)	831
Employee benefit obligations	13,889	-	13,889	81	13,970
Total	93,405	1,156	94,561	2,517	97,078
Deferred tax liabilities					
Right-of-use assets	-	(966)	(966)	160	(806)
Total	-	(966)	(966)	160	(806)
Net	93,405	190	93,595	2,677	96,272

As at March 31, 2020 and December 31, 2019, the consolidated financial statement, the Group had temporary difference mainly arising from the unutilized tax losses with consolidated financial statements amount of Baht 125.84 million and amount of Baht 241.39 million respectively, which have not been recognized as deferred tax assets in the statement of financial position. (because it is not probable that it will be able to utilize the tax benefit in the foreseeable future).

23. Short-term loans from financial institutions

Consisted of :-

	(Unit : Thousand Baht)	
	<u>Consolidated/Separate financial statements</u>	
	<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Bank overdraft	18,210	12,769
Promissory note	20,000	20,000
Discount post dated cheques-other parties	-	22,752
Trust receipt	61,146	61,800
Total	99,356	117,321

As at March 31, 2020 and December 31, 2019, the Group held bank overdrafts, trust receipt, letters of credit and promissory note facilities from several financial institutions as mentioned in the note to financial statements No. 32.1 which bearing the interest rates at MOR, MOR-1, 2.49-6.00 per annum and MOR, MOR-1, 3.38-6.25 per annum respectively.

Such credit facility line is pledged by mortgaged register of land, property and machinery as mentioned in the note to financial statements No. 18. Furthermore, the benefit from the insurance of those assets was forfeited to the lenders. Also the Company and director of the Company jointly gave guarantees and under conditions of the trust receipt agreement. The company would receive imported goods by using credit facility from financial institution, thus the company has obligation to that financial institution for the value of imported goods, both being stored or already sold.

24. Short-term loans from other persons and parties

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Factoring payables-other parties	33,499	51,611	33,499	51,611
Short-term loans-other persons	47,000	37,050	34,000	35,000
Deferred interest	(233)	(431)	(233)	(431)
Total	80,266	88,230	67,266	86,180

As at March 31, 2020 and December 31, 2019, factoring payables is loan from the transfer of claims in the account trade receivable according note to financial statements No.9 to a factoring company and interest is carried by the rate at 5.75% per annum and 5.75%-6.25% per annum respectively.

As at March 31, 2020 and December 31, 2019, the consolidate financial statements, the whole amount of short-term loans from other person to short-term loan in the form loans agreements, maturity within 3-12 months and interest rates of 12.00%-15.00% per annum.

As at March 31, 2020 and December 31, 2019, a subsidiary Company have whole amount of short-term loans from other person is loan under contracts duration 3 months–1 year with bearing interest rate 15.00% per annum for the both periods. By partially mortgage the land with third parties.

25. Trade and other payables

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Trade payable-related parties	-	-	856	-
Trade payables-other parties	169,878	147,341	168,937	146,938
Post dated cheque-related parties	744	475	-	-
Accrued interest expense related parties	-	-	19	-
Accrued expenses-related parties	6,004	2,857	3,095	-
Accrued expenses-other parties	22,498	16,598	20,999	15,261
Advance received	5,249	3,895	3,630	1,895
Other payable	83,137	55,750	82,591	55,250
Total	287,510	226,916	280,127	219,344

26. Employee benefit obligation

Employee benefit obligations were as follows :-

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2020</u>	<u>December 31, 2019</u>	<u>March 31, 2020</u>	<u>December 31, 2019</u>
Beginning present value of the obligation	69,630	40,198	69,447	40,060
Current service cost	1,099	5,491	1,077	5,408
Past service cost	-	14,230	-	14,218
Interest cost	407	2,149	405	2,142
Measurements of the other long-term benefit	-	192	-	192
<u>Less</u> Repayment for the period	(5,730)	(1,779)	(5,730)	(1,779)
Actuarial loss arising from defined benefit plan	-	9,149	-	9,206
Ending present value of the obligation	65,406	69,630	65,199	69,447

Expenses recognized in statements of comprehensive income are shown collectively for the three-month period ended March 31, 2020 and 2019 were as follows:-

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the three-month period ended March 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Cost of sales and services	791	436	791	436
Selling expenses	189	-	189	-
Administrative expenses	460	230	436	209
Directors	66	217	66	217
Total	1,506	883	1,482	862

The principal assumptions used for the purposes of the actuarial valuation were as follows :-

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Discount rate	3.13%-3.23%	3.13%-3.23%	3.13%-3.23%	3.13%-3.23%
Average salary increase rate	4.29%-5.40%	4.29%-5.40%	4.29%-5.40%	4.29%-5.40%
Employee turnover rate	0-45%	0-45%	0-45%	0-45%
Retirement age	60 years old	60 years old	60 years old	60 years old

27. Share capital

The movement of share capital for the three-month period ended March 31, 2020 and 2019 is as follows:-

	Consolidated/Separate financial statements				
	2020			2019	
	Par Value	Number of share	Amount	Number of share	Amount
	(Baht)	(Thousand Shares)	(Thousand Baht)	(Thousand Shares)	(Thousand Baht)
Registered share capital					
Ordinary shares the beginning of the period	0.50	864,786	432,393	1,297,174	648,587
<u>Less</u> Decrease ordinary shares	0.50	-	-	(432,388)	(216,194)
Ordinary shares the ending of the period	0.50	864,786	432,393	864,786	432,393
Issued and paid-up share capital					
Ordinary shares the beginning of the period	0.50	864,786	432,393	864,786	432,393
<u>Less</u> Decrease ordinary shares	0.50	-	-	-	-
Ordinary shares the ending of the period	0.50	864,786	432,393	864,786	432,393

According to minutes of Annual General of Shareholders' Meeting 2020 of C.I. GROUP PUBLIC COMPANY LIMITED held on April 20, 2020, has decided to the issuance of the warrant to purchase the ordinary share of Company (CIG-W8) without valuation, which not exceed 432,393,391 unit to offering to existing shareholders in proportion to their shareholding at an ration 1:1 and offering right on 1 unit with 1 Baht per share. Except its has control dilution totaling amount not exceed 432,393,391 share with 0.50 Baht per share which 50% of issued and paid-up share capital.

According to minutes of Annual General of Shareholders' Meeting 2019 of C.I. GROUP PUBLIC COMPANY LIMITED held on April 24, 2019, has resolution to decrease of registered capital from shares 1,297.17 million, the par value of Baht 0.50, authorized share capital amount of 648.59 million and paid-up shares capital amount of Baht 432.39 million change ordinary shares of 864.79 million shares the par value of Baht 0.50. The authorized share capital and paid-up shares capital amount of Baht 432.39 million, as well as change memorandum for consistency with registered capital. However, the Company registered the increase in share capital with the Ministry of Commerce on May 8, 2019.

28. Income tax revenues

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the three-month period ended March 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Current tax expenses	-	-	-	-
Deferred tax expenses				
Movements in temporary differences (Note 22)	(1,810)	(797)	(2,677)	(797)
Income tax revenue	(1,810)	(797)	(2,677)	(797)

29. Basic earning (loss) per share

Basic earning (loss) per share is calculated by dividing loss for the period attributable to equity holders of the Company (excluding other comprehensive income) by the number of issued and paid-up ordinary shares during the period.

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the three-month period ended March 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Profit(loss) for the period (Unit : Thousand Baht)	(51,268)	(9,252)	(50,678)	2,032
The number of issued and paid-up ordinary shares				
(Unit : Thousand Baht)	864,786	864,786	864,786	864,786
Basic earning (loss) per share (Baht/share)	(0.0593)	(0.0107)	(0.0586)	0.0023

30. Segment information

The Group are engaged in the business of manufacturing and distributing of air-conditioning and refrigeration units and parts, including maintenance, inspection services and construction services and hotel business profit(loss) on each type of business arises from total sales less cost of sales and selling and administrative expenses of each business.

The information on business sector operation of the Group were as follows :-

(Unit : Thousand Baht)

Consolidated financial statements				
For the three-month period ended March 31, 2020				
	Air-conditioning		Hotel	
	products and parts	Construction	services	Total
Local revenues from sales and services	105,405	33,748	6,444	145,597
Export revenues from sales and services	96,865	-	-	96,865
Total	202,270	33,748	6,444	242,462
Cost of sales and services	(178,366)	(58,148)	(5,304)	(241,818)
Gross profit(loss) by segment	23,904	(24,400)	1,140	644
Non-allocation expenses				(42,805)
Loss from operations				(42,161)
Other incomes				1,671
Finance costs				(5,933)
Share of loss on investment in associate				(6,664)
Income tax revenue				1,810
Loss for the period				(51,277)
Fixed assets of business sector				389,760
Other assets				616,787
Total assets				1,006,547

For the three-month period ended March 31, 2020, the Group has on major customer whose sale amount higher than 10% of the revenues from 3 customers and the amount of sales is amount of Baht 168.29 million.

(Unit : Thousand Baht)

Consolidated financial statements

For the three-month period ended March 31, 2019

	Air-conditioning		Hotel	
	products and parts	Construction	services	Total
Local revenues from sales and services	126,441	63,731	8,841	199,013
Export revenues from sales and services	65,980	-	-	65,980
Total	192,421	63,731	8,841	264,993
Cost of sales and services	(160,152)	(57,796)	(4,403)	(222,351)
Gross profit by segment	32,269	5,935	4,438	42,642
Non-allocation expenses				(48,586)
Loss from operations				(5,944)
Other incomes				3,844
Finance costs				(4,378)
Share of gain on investment in associate				(3,571)
Income tax revenue				797
Loss for the period				(9,252)
Fixed assets of business sector				417,921
Other assets				1,001,740
Total assets				1,419,661

For the three-month period ended March 31, 2019, the Group has on major customer whose sale amount higher than 10% of the revenues from 3 customers and the amount of sales is amount of Baht 128.65 million.

31. Risks on exchange rate

Regarding risk on exchange rates of the Group, mainly involves with sell goods and purchase of raw materials under the foreign currencies as at March 31, 2020 and December 31, 2019, the Group obtained assets and liabilities in foreign currencies over which the contract to hedge against risk of exchange rates has not been conducted as follows:-

<u>Currency (Unit : Thousand)</u>	<u>Consolidated/Separate financial statements</u>			
	<u>March 31, 2020</u>		<u>December 31, 2019</u>	
	<u>Asset</u>	<u>Liability</u>	<u>Asset</u>	<u>Liability</u>
VND	10,532	-	10,532	-
USD	1,379	2,254	1,668	2,268
PKR	20	-	20	-
AUD	22	-	18	-

32. Obligation and contingent liabilities

Apart from liabilities reflected in the statement of financial position as at March 31, 2020 and December 31, 2019, the Group held other obligations as follows:-

32.1 Obligation of credit lines for loans from financial institutions were as follow :-

	<u>Currencies</u> <u>(Unit : Million)</u>	<u>Consolidated / Separate financial statements</u>					
		<u>As at March 31, 2020</u>			<u>As at December 31, 2019</u>		
		<u>Total</u>	<u>Utilized</u>	<u>Available</u>	<u>Total</u>	<u>Utilized</u>	<u>Available</u>
Letters of guarantee	Baht	197.46	163.97	33.49	197.76	158.34	39.42
Letters of credit and trust receipt	USD	135.00	61.15	73.85	135.00	98.59	36.41
Bank overdrafts	Baht	30.00	18.21	11.79	30.00	12.77	17.23
Short-term loans	Baht	20.00	20.00	-	20.00	20.00	-
Fleet cards	Baht	0.80	0.39	0.41	0.80	0.39	0.41

The above credit facilities are guaranteed by the collaterals as mentioned in the note to financial statements No. 16 and 18

- 32.2 As at March 31, 2020 and December 31, 2019, the Company has capital expenditure commitment for the purchase of machinery and equipment contract as follows :-

(Unit : Million Baht)				
	<u>As at March 31, 2020</u>		<u>As at December 31, 2019</u>	
	<u>Contractual</u>	<u>Outstanding</u>	<u>Contractual</u>	<u>Outstanding</u>
	<u>amount</u>	<u>Contractual obligation</u>	<u>amount</u>	<u>Contractual obligation</u>
Baht	3.39	2.37	-	-

32.3 Litigation

(A) As at March 31, 2020 and December 31, 2019, a lawsuit had been filed against the Company claiming in the amount of Baht 0.15 million. This comprised debt amount of Baht 0.12 million arising from the purchase of goods and interest charges amount of Baht 0.03 million and interest rate at 7.50% per annum until the payment is settled. The Company filed a petition to the court, a lawsuit is in between considered of the court. However, the Company has recorded the such debt in the financial statements for the whole amount.

(B) As at March 31, 2020 and December 31, 2019, the Company is the plaintiff a lawsuit with regards to breach of contract and default of payment against a company and a hotel executive. The Plaintiff entered into a hotel sale and purchase agreement with the Defendants. The Defendants issue a cheque for a payment as per sale and purchase agreement, which the bank denied the payment, so the Company file a lawsuit two defendants that is Criminal Case No. 90/2561.

On October 17, 2019, the judgement of the Court ordered the first and the second defendants to be jointly liable in paying the Plaintiff for the amount of Baht 5.00 million with interest at the rate of 7.50% per annum calculating from April 3, 2017 to the date that payment in made in full. By calculating interest until the lawsuit date (March 27, 2018) and paid of not more than the amount of Baht 0.37 million and two defendants will paid fees instead plaintiff.

(C) The Subsidiary a lawsuit had been filed against by unemployee which breach of the labor agreement which is wage salary that the Subsidiary accrued with interest rate at 15% per annum since the date had been filed until the payment is settle totaling amount of Baht 0.42 million and if the Subsidiary is not payment , the unemployee will be charge with interest rate at 15% per 7 days of debt in totaling amount of Baht 1.22 million. Also the Subsidiary will pay the advance from share subscription the deduced with interest since the date had been filed until the date of litigation amount of Baht 2.35 million, total amount of litigation in Baht 3.99 million. The Subsidiary has recognize the liability in the Financial statement of whole amount.

33. Approval of interim financial statements

These interim financial statements have been approved for issuance by C.I. GROUP PUBLIC COMPANY LIMITED authorized directors on June 11, 2020.
