

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
INTERIM FINANCIAL STATEMENTS
AND REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT
FOR THE FIRST QUARTER ENDED 31 MARCH 2018

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors of Chukai Public Company Limited

I have reviewed the consolidated statement of financial position of Chukai Public Company Limited and its subsidiaries as at 31 March 2018, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. I have also reviewed the separate statement of financial position of Chukai Public Company Limited as at 31 March 2018, and the separate statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

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

Prawit Viwanthananut

Certified Public Accountant

Registration Number 4917

PV Audit Co., Ltd.

Bangkok, 10 May 2018

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 31 MARCH 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
Assets					
Current assets					
		7,330	21,400	915	5,361
	4, 5	243,373	266,140	83,842	117,995
	4	-	-	656,938	643,652
	6	106,637	124,017	107,927	125,306
		62,899	55,751	8,855	1,805
		420,239	467,308	858,477	894,119
Non-current assets					
	4, 7	-	-	274,992	274,992
		49,513	49,519	47,807	47,807
	4, 8	2,255,764	2,321,680	577,027	583,895
		8,187	6,387	8,187	6,387
		95,911	90,848	16,023	17,208
		2,409,375	2,468,434	924,034	930,289
		2,829,614	2,935,742	1,782,511	1,824,408

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 31 MARCH 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	9	86,761	74,390	70,066	64,479
Trade and other payables	4, 10	362,406	345,269	259,086	261,558
Current portion of debts	11	339,914	312,287	57,238	58,806
Short-term loans from related parties	4	-	14,000	33,950	47,950
Other short-term loans	12	178,582	178,853	178,582	178,853
Current income tax payable		392	357	-	-
Other current liabilities		25,939	42,994	8,341	15,721
Total current liabilities		993,994	968,150	607,263	627,367
Non-current liabilities					
Long-term loans from financial institutions	13	36,438	50,160	36,438	50,160
Long-term liabilities under finance leases	14	505,215	574,303	310	422
Deferred tax liabilities		76,056	78,357	35,342	35,245
Employee benefit obligations		16,799	16,487	8,153	8,256
Other non-current liabilities		13,623	13,812	2,251	2,241
Total non-current liabilities		648,131	733,119	82,494	96,324
Total liabilities		1,642,125	1,701,269	689,757	723,691

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 31 MARCH 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
Shareholders' equity					
Share capital					
Authorized share capital					
	1,044,637,027 ordinary shares, Baht 1 par value	1,044,637	1,044,637	1,044,637	1,044,637
Issued and paid-up share capital					
	757,057,874 ordinary shares, fully paid-up	757,058	757,058	757,058	757,058
	Premium on shares	269,475	269,475	269,475	269,475
Surplus arising from business combination					
	under common control	39,196	39,196	-	-
Retained earnings					
	Appropriated - legal reserve	32,849	32,849	32,849	32,849
	Unappropriated	88,911	135,895	33,372	41,335
	Total shareholders' equity	1,187,489	1,234,473	1,092,754	1,100,717
	Total liabilities and shareholders' equity	2,829,614	2,935,742	1,782,511	1,824,408

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2018

"Unaudited"

"Reviewed"

Thousands Baht				
Note	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
4				
Revenue from sales and services	199,513	233,643	64,972	127,285
Cost of sales and services	(205,416)	(202,043)	(59,817)	(131,571)
Gross profit (loss)	(5,903)	31,600	5,155	(4,286)
Other income	15,618	14,059	29,513	14,184
Distribution costs	(7,435)	(7,588)	(4,242)	(4,716)
Administrative expenses	(35,746)	(36,433)	(31,482)	(26,906)
Finance costs	(15,785)	(18,003)	(6,810)	(7,271)
Loss before income tax	(49,251)	(16,365)	(7,866)	(28,995)
Tax income (expense)	2,266	2,350	(97)	(334)
Loss for the period	(46,984)	(14,015)	(7,963)	(29,329)
Other comprehensive income:				
Items that will never be reclassified to profit or loss				
Defined benefit plan actuarial gains	-	1,702	-	555
Income tax relating to defined benefit plan actuarial gains	-	(340)	-	(111)
Other comprehensive income for the period - net of tax	-	1,362	-	444
Total comprehensive loss for the period	(46,984)	(12,653)	(7,963)	(28,885)
Basic loss per share				
Loss attributable to equity holders of the Company (Baht)	(0.06)	(0.02)	(0.01)	(0.04)
Weighted average number of ordinary shares (Shares)	757,057,874	696,424,685	757,057,874	696,424,685

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2018

"Unaudited"

"Reviewed"

Thousands Baht						
Consolidated financial statements						
	Issued and paid-up		Surplus arising from business combination under common control	Retained earnings (deficit)		Total
	share capital	Premium on shares		Appropriated	Unappropriated	
Beginning balance as at 1 January 2018	757,058	269,475	39,196	32,849	135,895	1,234,473
Changes in shareholders' equity						
Loss for the period	-	-	-	-	(46,984)	(46,984)
Ending balance as at 31 March 2018	757,058	269,475	39,196	32,849	88,911	1,187,489
Beginning balance as at 1 January 2017	696,425	209,554	39,196	31,524	104,146	1,080,845
Changes in shareholders' equity						
Loss for the period	-	-	-	-	(14,015)	(14,015)
Other comprehensive income for the period	-	-	-	-	1,362	1,362
Ending balance as at 31 March 2017	696,425	209,554	39,196	31,524	91,493	1,068,192

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2018

"Unaudited"

"Reviewed"

	Thousands Baht				
	Separate financial statements				
	Issued and paid-up		Retained earnings (deficit)		
	share capital	Premium on shares	Appropriated	Unappropriated	Total
Beginning balance as at 1 January 2018	757,058	269,475	32,849	41,335	1,100,717
Changes in shareholders' equity					
Loss for the period	-	-	-	(7,963)	(7,963)
Ending balance as at 31 March 2018	757,058	269,475	32,849	33,372	1,092,754
Beginning balance as at 1 January 2017	696,425	209,554	31,524	15,579	953,082
Changes in shareholders' equity					
Loss for the period	-	-	-	(29,329)	(29,329)
Other comprehensive income for the period	-	-	-	444	444
Ending balance as at 31 March 2017	696,425	209,554	31,524	(13,306)	924,197

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2018

			"Unaudited"	
			"Reviewed"	
	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Loss before income tax	(49,251)	(16,365)	(7,866)	(28,995)
Adjustments to reconcile loss before income tax to net cash provided by (used in) operating activities				
Depreciation and amortization	80,402	76,024	9,535	12,929
Doubtful accounts and bad debts (reversal)	(3,397)	(1,783)	10,057	7,261
Loss on obsolete stock	1,579	840	1,579	840
Gain on sales of assets	(168)	-	-	-
Unrealized gain on exchange rate and revaluation	(9,614)	(5,327)	(9,614)	(5,327)
Interest income	(316)	(82)	(12,441)	(5,239)
Finance costs	15,785	18,003	6,810	7,271
Employee benefit obligations	1,374	894	410	381
Profit (loss) from operating activities before change in operating assets and liabilities	36,394	72,204	(1,530)	(10,879)
Change in operating assets (increase) decrease				
Trade and other receivables	26,164	(69,680)	39,356	(50,506)
Inventories	21,567	10,983	15,801	43,500
Other current assets	(7,148)	(3,003)	(7,050)	(38)
Other non-current assets	530	326	2,283	(1,038)
Change in operating liabilities increase (decrease)				
Trade and other payables	20,247	53,069	2,470	38,789
Other current liabilities	(17,055)	4,844	(7,380)	4,130
Employee benefit obligations paid	(1,063)	(440)	(512)	(440)
Other non-current liabilities	(187)	(320)	10	(1)
Cash generated from operations	79,449	67,983	43,448	23,517
Interest received	316	82	7,294	8,446
Income tax paid	(5,593)	(3,990)	(1,097)	(247)
Net cash provided by operating activities	74,172	64,075	49,645	31,716

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2018

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from investing activities				
Increase in short-term loans to related parties	-	-	(23,400)	(5,900)
Purchases of equipment	(20,172)	(11,767)	(4,467)	(43)
Proceeds from sales of assets	234	-	-	-
Net cash used in investing activities	(19,938)	(11,767)	(27,867)	(5,943)
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans				
from financial institutions	12,370	(774)	5,587	(7,176)
Proceeds from short-term loans from related parties	-	21,000	-	21,000
Repayment for short-term loans from related parties	(14,000)	-	(14,000)	(15,000)
Repayment for liabilities under finance leases	(40,711)	(37,971)	(1,680)	(1,894)
Repayment for long-term loans from financial institutions	(14,472)	(11,169)	(13,722)	(10,419)
Finance costs	(11,491)	(16,763)	(2,409)	(12,114)
Net cash used in financing activities	(68,304)	(45,677)	(26,224)	(25,603)
Net increase (decrease) in cash and cash equivalents	(14,070)	6,631	(4,446)	170
Cash and cash equivalents at the beginning of the period	21,400	5,331	5,361	774
Cash and cash equivalents at the end of the period	7,330	11,962	915	944

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2018 (UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

Chukai Public Company Limited “the Company” was incorporated in Thailand under the Civil and Commercial Code on 26 May 1997 and became a public company limited on 8 June 2005. The Company’s principal activities are to trade, repair and provide maintenance services, rental services and transportation services for cranes, forklifts, trailers, excavator and trucks.

On 29 January 2008, the Company was listed on the Stock Exchange of Thailand in Market for Alternative Investment. On 7 August 2014, the Company’s listed securities were moved to trade on the Stock Exchange of Thailand.

The office of the Company is at 42/62, Moo 14, Bangkaew, Bangplee, Samutprakarn.

2. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements are prepared in accordance with Thai Accounting Standards (“TAS”) No. 34, Interim Financial Reporting (revised 2017) to provide information additional to that included in the financial statements for the year ended 31 December 2017. They 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 31 December 2017.

The interim financial statements have been prepared in the Thai language and expressed in Thai Baht. Such interim financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating from the Thai version of the interim financial statements.

The preparation of the interim financial statements in accordance with Thai Financial Reporting Standards (“TFRS”) requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

BASIS OF PREPARATION OF THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The consolidated interim financial statements are prepared using the same basis as were used for the consolidated financial statements for the year ended 31 December 2017 and consisted of the interim financial statements of Chukai Public Company Limited, and subsidiaries (together referred to as “the Group”) as follows:

Subsidiaries	Located in	Business type	Percentage of holding		
			31 March		31 December
			2018	2017	2017
The Crane Lamechabang Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Rayong Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Heavy Lift Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Service Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%

All significant intercompany transactions and accounts are eliminated in preparing the consolidated financial statements.

The preparations of the consolidated interim financial statements have been based on the same accounting policies for the same or similar accounting transactions or accounting events.

Changes in application of new and revised TFRS

New and revised TFRS that became effective in the current period

During the period 2018, the Group has adopted revised TFRS (revised 2017) which are effective for the accounting period beginning on or after 1 January 2018. These TFRS were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes and clarifications directed towards disclosures in the note to the financial statements. The adoption of these financial reporting standards does not have any significant impact on the Group’s financial statements.

New Thai Financial Reporting Standards not yet effective

During the period 2018, the Federation of Accounting Professions has issued Notifications, mandating the use of TFRS 15 Revenue from Contracts with Customer which is effective for the financial statements for the period beginning on or after 1 January 2019. Key principles of this standard are summarized below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 (revised 2017) Construction Contracts and TAS 18 (revised 2017) Revenue, together with related Interpretations. The Group is to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognized at an amount that reflects the consideration to which the Group expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

The management of the Group is assessing the impacts of this TFRS on the financial statements for the period in which it is initially applied.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2017.

4. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise individuals or enterprises that control, or are controlled by, the Group, whether directly or indirectly, or which are under common control with the Group.

They also include associated companies and individuals or enterprises which directly or indirectly own a voting interest in the Group that gives them significant influence over the Group, key management personnel, directors, and officers with authority in the planning and direction of the Group's operations.

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarized below, arose in the ordinary course of businesses and were concluded on commercial terms and agreed upon between the Group and those related parties.

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

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Revenue from sales and services	-	-	20	964
Interest income	-	-	1,839	776
Other income	-	-	887	1,187
Cost of sales and services	-	-	250	576
Distribution costs	-	-	-	146
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	4,253	6,589
Interest income	-	-	4,660	4,326
Other income	-	-	3,000	1,050
Cost of sales and services	-	-	453	199
Distribution costs	-	-	54	-
The Crane Heavy Lift Co., Ltd.				
Revenue from sales and services	-	-	-	72
Other income	-	-	150	150
Interest expenses	-	-	106	159
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	1,084	45,070
Interest income	-	-	5,776	57
Other income	-	-	3,000	960
Purchase of goods	-	-	5,300	-
Cost of sales and services	-	-	179	179
Distribution costs	-	-	-	322
Administrative expenses	-	-	150	135
Interest expenses	-	-	-	16

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Related companies				
Crane Daeng Co., Ltd.				
Revenue from sales and services	14	2,370	-	-
Other income	2	5	-	-
Cost of sales and services	67	80	-	80
20 Auction Co., Ltd.				
Revenue from sales and services	25	85	25	82
Other income	68	2	-	-
The Farm Valley Co., Ltd.				
Revenue from sales and services	-	3	-	3
Related persons (director / shareholders)				
Land and building rental expenses	3,600	90	1,200	-
Interest expenses	18	144	18	144

Key management personnel compensation

Key management personnel compensation for three-month periods ended 31 March 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Short-term benefits	11,870	10,985	11,847	10,947
Post-employment benefits	377	211	377	211
Total	12,247	11,196	12,224	11,158

The significant balances with related parties as at 31 March 2018 and 31 December 2017 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Accrued interest income	-	-	2,338	2,062
Deposit	-	-	96	96
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	5,883	6,261
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	224	118
The Crane Service Co., Ltd.				
Accrued interest income	-	-	7,999	2,751
Investments in subsidiaries (see Note 7)	-	-	274,992	274,992
Related company				
20 Auction Co., Ltd.				
Other receivable	61	20	-	-
Related persons (director / shareholders)				
Accrued expenses	-	1,200	-	-
Accrued interest expenses	-	81	-	81

Trade receivables - related parties

Trade receivables - related parties as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	-	-	3,211	3,073
The Crane Rayong Co., Ltd.	-	-	23,433	25,095
The Crane Heavy Lift Co., Ltd.	-	-	75	-
The Crane Service Co., Ltd.	-	-	597	23,519
Crane Daeng Co., Ltd.	1,517	2,709	-	3
20 Auction Co., Ltd.	121	62	89	62
Total	1,638	2,771	27,405	51,752

Trade payables - related parties

Trade payables - related parties as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	-	-	9,212	12,989
The Crane Rayong Co., Ltd.	-	-	3,088	16,601
The Crane Heavy Lift Co., Ltd.	-	-	2,504	2,504
The Crane Service Co., Ltd.	-	-	3,764	5,309
Crane Daeng Co., Ltd.	64	558	-	-
Total	64	558	18,568	37,403

Short-term loans to related parties

Short-term loans to related parties as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2018	2017
The Crane Lamechabang Co., Ltd.	105,200	99,000
The Crane Rayong Co., Ltd.	258,100	253,100
The Crane Service Co., Ltd.	335,800	323,600
Total	699,100	675,700
Less: Allowance for doubtful accounts	(42,162)	(32,048)
Short-term loans to related parties - net	656,938	643,652

The Company had short-term loans to The Crane Lamechabang Co., Ltd., The Crane Rayong Co., Ltd. and The Crane Service Co., Ltd. by issuing promissory notes, the term not more than 1 year with interest charged at the rate referred to minimum overdraft rate (MOR) and unsecured.

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

	Thousands Baht	
	Separate	
	financial statements	
	2018	2017
Beginning balance	675,700	281,100
Increase	57,100	20,600
Decrease	(33,700)	(14,700)
Ending balance	699,100	287,000

Movements of allowance for doubtful accounts for the three-month period ended 31 March 2018 were as follows:

	Thousands Baht
	Separate
	financial statements
Beginning balance	32,048
Add: Doubtful accounts	10,114
Ending balance	42,162

Short-term loans from related parties

Short-term loans from related parties as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Heavy Lift Co., Ltd.	-	-	33,950	33,950
Related person	-	14,000	-	14,000
Total	-	14,000	33,950	47,950

The Company had short-term loans from The Crane Heavy Lift Co., Ltd. by issuing promissory notes, the term not more than 1 year with interest charged at the rate referred to fixed deposit of commercial bank and unsecured.

The Company had short-term loans from related person by issuing short-term promissory notes, due at call with interest charged at the rate referred to minimum loan rate (MLR) and unsecured.

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Beginning balance	14,000	-	47,950	62,000
Increase	-	21,000	-	21,000
Decrease	(14,000)	-	(14,000)	(15,000)
Ending balance	-	21,000	33,950	68,000

Co-guarantee for liabilities with related parties

As at 31 March 2018, the Group had co-guarantee liabilities with related parties as follows:

The Company

The Company had co-guarantee for bank overdrafts and loans from financial institutions of subsidiaries in the amount of Baht 38 million.

The Company had co-guarantee for liabilities under finance leases of subsidiaries at carrying values in the amount of Baht 779.30 million.

The Company had co-guarantee for bank guarantees of subsidiaries in the amount of Baht 19 million.

Related company

The Farmland 2 Co., Ltd. mortgaged land including existing construction and to be constructed against other short-term loans (see Note 12).

Related persons (director / shareholders)

Related persons had co-guarantee for liabilities under finance leases of the Group at carrying values in the amount of Baht 71.13 million.

Nature of relationship

Name	Country/Nationality	Relation	Type of relation
The Crane Lamechabang Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Rayong Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Heavy Lift Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Service Co., Ltd.	Thailand	Subsidiary	Direct holding
Crane Daeng Co., Ltd.	Thailand	Related company	Management and/or shareholders of the same family
20 Auction Co., Ltd.	Thailand	Related company	Management and/or shareholders of the same family
The Farm Valley Co., Ltd.	Thailand	Related company	Management and/or shareholders of the same person
The Farmland 2 Co., Ltd.	Thailand	Related company	Shareholders of the same person
Related persons	Thai	-	Management and/or shareholders

Bases of measurement for intercompany revenues and expenses

	Pricing policies
Purchase - sale of machinery and equipment for rent and goods	As agreed upon basis
Rendering of rent and transportation services	As agreed upon basis
Rendering of repair services	As agreed upon basis
Services and administrative expenses	As agreed upon basis
Land and building rental expenses	Stipulate in the agreement
Interest income and expense	Referred to the bank's interest rate

5. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade receivables	230,146	246,802	73,183	112,582
Less: Allowance for doubtful accounts	(55,767)	(59,164)	(6,127)	(6,184)
Trade receivables - net	174,379	187,638	67,056	106,398
Other receivables				
Accrued income	67,344	77,615	16,489	11,226
Advance payments	859	658	243	242
Others	1,756	1,194	507	582
Total	69,959	79,467	17,239	12,050
Less: Allowance for doubtful accounts	(965)	(965)	(453)	(453)
Other receivables - net	68,994	78,502	16,786	11,597
Trade and other receivables - net	243,373	266,140	83,842	117,995

Movements of allowance for doubtful accounts for the three-month period ended 31 March 2018 were as follows:

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Beginning balance	60,129	6,637
Less: Reversal doubtful accounts	(3,397)	(57)
Ending balance	56,732	6,580

As at 31 March 2018 and 31 December 2017, the Group had outstanding balances of trade receivables aged by number of months as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade receivables - other parties				
Current	47,169	20,741	2,430	2,545
Overdue				
Not over 3 months	61,620	149,575	16,068	48,548
Over 3 months up to 6 months	58,798	16,058	19,036	2,863
Over 6 months up to 12 months	11,487	8,638	2,922	3,505
Over 12 months	49,434	49,019	5,322	3,369
Total	228,508	244,031	45,778	60,830
Trade receivables - related parties				
Current	39	3	3,075	7,154
Overdue				
Not over 3 months	40	86	4,912	17,290
Over 3 months up to 6 months	77	2,303	4,181	12,097
Over 6 months up to 12 months	1,482	379	14,603	12,871
Over 12 months	-	-	634	2,340
Total	1,638	2,771	27,405	51,752

6. INVENTORIES

Inventories as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Cranes	72,563	79,870	73,751	81,058
Forklifts	21,080	21,080	21,080	21,080
Excavator	-	9,666	-	9,666
Spare parts and component	16,445	16,084	16,547	16,185
Work in process and goods in transit	7,010	6,199	7,010	6,199
Total	117,098	132,899	118,388	134,188
Less: Allowance for devaluation of inventories	(10,461)	(8,882)	(10,461)	(8,882)
Inventories - net	106,637	124,017	107,927	125,306

Movements of allowance for devaluation of inventories for the three-month period ended 31 March 2018 were as follows:

	Thousands Baht
	Consolidated and separate
	financial statements
Beginning balance	8,882
Add: Loss from obsolete stock	1,579
Ending balance	10,461

7. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at 31 March 2018 and 31 December 2017 consisted of:

Subsidiaries	Thousands Baht									
	Holding (%)		Paid-up share capital		Cost		Allowance for impairment		Net	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	100	100	25,000	25,000	24,999	24,999	(24,999)	(24,999)	-	-
The Crane Rayong Co., Ltd.	100	100	150,000	150,000	149,999	149,999	-	-	149,999	149,999
The Crane Heavy Lift Co., Ltd.	100	100	25,000	25,000	25,000	25,000	-	-	25,000	25,000
The Crane Service Co., Ltd.	100	100	100,000	100,000	99,993	99,993	-	-	99,993	99,993
Total					299,991	299,991	(24,999)	(24,999)	274,992	274,992

The Company provided an allowance for impairment of investments in subsidiaries based on the net book value in the financial statements of such subsidiary.

8. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment during the three-month period ended 31 March 2018 were summarized belows.

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2018	2,321,680	583,895
Purchases	22,323	2,667
Disposals / transfer out - net book value	(7,843)	-
Depreciation	(80,396)	(9,535)
Net book value as at 31 March 2018	2,255,764	577,027

9. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term loans from financial institutions as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Bank overdrafts	41,761	19,390	25,066	9,479
Promissory notes	45,000	55,000	45,000	55,000
Total	86,761	74,390	70,066	64,479

10. TRADE AND OTHER PAYABLES

Trade and other payables as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade payables	305,696	300,710	242,852	252,179
Other payables				
Accrued expenses	45,934	33,187	13,271	7,895
Payables from purchases of assets	8,491	7,888	2,406	467
Others	2,285	3,484	557	1,017
Total	56,710	44,559	16,234	9,379
Grand total	362,406	345,269	259,086	261,558

11. CURRENT PORTION OF DEBTS

Current portion of debts as at 31 March 2018 and 31 December 2017 consisted of:

	Note	Thousands Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2018	2017	2018	2017
Loan from financial institutions	13	55,888	56,638	54,888	54,888
Liabilities under finance leases	14	284,026	255,649	2,350	3,918
Total		339,914	312,287	57,238	58,806

12. OTHER SHORT-TERM LOANS

Other short-term loans as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht	
	Consolidated and separate	
	financial statements	
	2018	2017
Principal	180,000	180,000
Less: Deferred interest and fee	(1,418)	(1,147)
Net	178,582	178,853

The Company had short-term loans by issued bills of exchange to securities company, the last bill of exchange in the amount of Baht 180 million with the interest rate of 7.5 percent per annum and fee rate of 2.5 percent per annum, due on 25 July 2018.

The Farmland 2 Co., Ltd. (related company) mortgaged land including existing construction and to be constructed against other short-term loans (see Note 4).

13. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at 31 March 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Loans from financial institutions	92,326	106,798	91,326	105,048
Less: Current portion of debts	(55,888)	(56,638)	(54,888)	(54,888)
Long-term loans from financial institutions	36,438	50,160	36,438	50,160

Movements of loans from financial institutions for the three-month periods ended 31 March 2018 and 2017 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Beginning balance	106,798	164,686	105,048	159,936
Decrease	(14,472)	(11,169)	(13,722)	(10,419)
Ending balance	92,326	153,517	91,326	149,517

14. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at 31 March 2018 and 31 December 2017 consisted of:

Thousands Baht												
2018							2017					
Consolidated financial statements			Separate financial statements				Consolidated financial statements			Separate financial statements		
Year	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment
Finance leases												
1	276,027	27,429	303,456	1,296	36	1,332	244,862	30,085	274,947	2,090	57	2,147
2 - 5	491,099	25,766	516,865	310	7	317	546,822	30,484	577,306	422	12	434
	767,126	53,195	820,321	1,606	43	1,649	791,684	60,569	852,253	2,512	69	2,581
Sale and leaseback agreement												
1	7,999	754	8,753	1,054	15	1,069	10,787	1,327	12,114	1,828	43	1,871
2 - 5	14,116	593	14,709	-	-	-	27,481	1,583	29,064	-	-	-
	22,115	1,347	23,462	1,054	15	1,069	38,268	2,910	41,178	1,828	43	1,871
Total												
1	284,026	28,183	312,209	2,350	51	2,401	255,649	31,412	287,061	3,918	100	4,018
2 - 5	505,215	26,359	531,574	310	7	317	574,303	32,067	606,370	422	12	434
	789,241	54,542	843,783	2,660	58	2,718	829,952	63,479	893,431	4,340	112	4,452

15. INCOME TAX

The Group recognized income tax expense for the three-month periods ended 31 March 2018 and 2017 based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Tax income (expense) recognized in profit or loss for the three-month periods ended 31 March 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Current tax				
Current period	(35)	-	-	-
Deferred tax				
Movement in temporary difference	2,301	2,350	(97)	(334)
Tax income (expense)	2,266	2,350	(97)	(334)

Income tax recognized in other comprehensive income for the three-month periods ended 31 March 2018 and 2017 as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Provision	-	(340)	-	(111)

16. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent manner in order to make decisions about the allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as the directors of the Company.

The Group operates the business related to sales, provide maintenance services, rental services for cranes, forklifts, excavator, trailers and trucks and transportation services. Therefore, Management considers that the Group operates in a single line of business and operates in a single geographic area, namely in Thailand.

Revenue from sales and services for the three-month periods ended 31 March 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Revenue from sales	55,649	68,983	55,682	105,766
Revenue from services	143,864	164,660	9,290	21,519
Total	199,513	233,643	64,972	127,285

Information about major customers

For the three-month period ended 31 March 2018, the Group has revenue from 2 major customers in amount of Baht 69.80 million from services segment.

17. COMMITMENTS AND CONTINGENT LIABILITIES

As at 31 March 2018, the Group had commitments and contingent liabilities as follows:

The Company

17.1 Commitments for payment under agreement as follows:

- 17.1.1 The service agreements in the amount of Baht 0.59 million per month.
- 17.1.2 The land and/or building lease agreement with related person and other persons in the amount of Baht 0.40 million and Baht 0.01 million per month respectively.
- 17.1.3 Construction office building, factory and other service in the amount of Baht 4.34 million.
- 17.1.4 The purchase machinery and equipment agreements in the amount of Baht 1.80 million.

17.2 The letter of guarantee issued by the bank in the amount of Baht 0.23 million.

17.3 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries and co-guarantee for bank guarantees, bank overdrafts and loans from financial institutions of subsidiaries (see Note 4).

Subsidiaries

17.4 Commitments for payment under agreement as follows:

17.4.1 The land and/or building lease agreement with related person and other persons in the amount of Baht 0.80 million and Baht 0.11 million per month respectively.

17.4.2 The service agreement in the amount of Baht 0.59 million per month and other service in the amount of Baht 2.20 million.

17.4.3 The rental equipment agreement in the amount of Baht 0.12 million per month.

17.4 The letter of guarantee issued by the bank in the amount of Baht 19.72 million.

17.5 The Crane Heavy Lift Co., Ltd. was informed by the official receiver to pay rent in the amount of Baht 13.60 million.

18. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Company's Board of Directors on 10 May 2018.