

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
INTERIM FINANCIAL STATEMENTS
AND REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT
FOR THE SECOND QUARTER ENDED 30 JUNE 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 30 June 2018, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, changes in shareholders' equity and cash flows for the six-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 30 June 2018, and the separate statements of comprehensive income for the three-month and six-month periods then ended, changes in shareholders' equity and cash flows for the six-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, 9 August 2018

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		30 June 2018	31 December 2017	30 June 2018	31 December 2017
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
Assets					
Current assets					
Cash and cash equivalents		8,642	21,400	5,255	5,361
Trade and other receivables	4, 5	315,527	266,140	124,929	117,995
Short-term loans to related parties	4	-	-	591,557	643,652
Inventories	6	117,788	124,017	119,077	125,306
Other current assets		35,091	55,751	7,811	1,805
Total current assets		477,048	467,308	848,629	894,119
Non-current assets					
Investments in subsidiaries	4, 7	-	-	274,992	274,992
Investment property		49,507	49,519	47,807	47,807
Property, plant and equipment	4, 8	2,100,728	2,321,680	537,805	583,895
Intangible assets		9,987	6,387	9,987	6,387
Other non-current assets		107,070	90,848	16,696	17,208
Total non-current assets		2,267,292	2,468,434	887,287	930,289
Total assets		2,744,340	2,935,742	1,735,916	1,824,408

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		30 June 2018	31 December 2017	30 June 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	36,867	74,390	24,179	64,479
Trade and other payables	4, 10	300,928	345,269	213,306	261,558
Current portion of debts	11	358,785	312,287	56,325	58,806
Short-term loans from related parties	4	30,000	14,000	66,050	47,950
Other short-term loans	12	179,704	178,853	179,704	178,853
Current income tax payable		79	357	-	-
Other current liabilities		32,039	42,994	9,748	15,721
Total current liabilities		938,402	968,150	549,312	627,367
Non-current liabilities					
Long-term loans from financial institutions	13	22,716	50,160	22,716	50,160
Long-term liabilities under finance leases	14	521,358	574,303	1,639	422
Deferred tax liabilities		70,576	78,357	33,918	35,245
Employee benefit obligations		16,972	16,487	8,234	8,256
Other non-current liabilities		13,445	13,812	2,233	2,241
Total non-current liabilities		645,067	733,119	68,740	96,324
Total liabilities		1,583,469	1,701,269	618,052	723,691

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		30 June 2018	31 December 2017	30 June 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	62,293	135,895	58,482	41,335
	Total shareholders' equity	1,160,871	1,234,473	1,117,864	1,100,717
	Total liabilities and shareholders' equity	2,744,340	2,935,742	1,735,916	1,824,408

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 2018

"Unaudited"

"Reviewed"

Thousands Baht				
Note	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Revenue from sales and services	267,382	251,211	146,394	153,204
Cost of sales and services	(265,573)	(190,445)	(131,924)	(153,166)
Gross profit	1,809	60,766	14,470	38
Other income	25,518	3,983	41,579	10,885
Selling and service expenses	(8,545)	(5,967)	(3,474)	(3,011)
Administrative expenses	(34,797)	(25,346)	(21,867)	(25,696)
Finance costs	(16,036)	(19,540)	(7,022)	(7,782)
Profit (loss) before income tax	(32,051)	13,896	23,686	(25,566)
Tax income (expense)	5,434	(8,433)	1,424	(27)
Profit (loss) for the period	(26,617)	5,463	25,110	(25,593)
Other comprehensive income (loss):				
Items that will never be reclassified to profit or loss				
Defined benefit plan actuarial losses	-	(1,636)	-	(238)
Income tax relating to defined benefit plan actuarial losses	-	328	-	48
Other comprehensive loss for the period - net of tax	-	(1,308)	-	(190)
Total comprehensive income (loss) for the period	(26,617)	4,155	25,110	(25,782)
Basic earnings (loss) per share				
Earnings (loss) attributable to equity holders of the Company (Baht)	(0.0352)	0.0076	0.0332	(0.0358)
Weighted average number of ordinary shares (Shares)	757,057,874	715,734,792	757,057,874	715,734,792

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

"Unaudited"

"Reviewed"

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
Note		2018	2017	2018	2017
4					
	Revenue from sales and services	466,895	484,854	211,366	280,489
	Cost of sales and services	(470,989)	(392,488)	(191,741)	(284,737)
	Gross profit (loss)	(4,094)	92,366	19,625	(4,248)
	Other income	41,136	18,042	71,092	25,069
	Distribution costs	(15,980)	(13,556)	(7,716)	(7,727)
	Administrative expenses	(70,543)	(61,779)	(53,349)	(52,602)
	Finance costs	(31,821)	(37,543)	(13,832)	(15,053)
	Profit (loss) before income tax	(81,302)	(2,470)	15,820	(54,561)
	Tax income (expense)	7,700	(6,082)	1,327	(361)
	Profit (loss) for the period	(73,602)	(8,552)	17,147	(54,922)
	Other comprehensive income :				
	Items that will never be reclassified to profit or loss				
	Defined benefit plan actuarial gains	-	67	-	317
	Income tax relating to defined benefit plan actuarial gains	-	(13)	-	(63)
	Other comprehensive income for the period - net of tax	-	54	-	254
	Total comprehensive gains (loss) for the period	(73,602)	(8,498)	17,147	(54,668)
	Basic earnings (loss) per share				
3	Earnings (loss) attributable to equity holders of the Company (Baht)	(0.0972)	(0.0121)	0.0226	(0.0778)
	Weighted average number of ordinary shares (Shares)	757,057,874	706,133,081	757,057,874	706,133,081
	Diluted earnings (loss) per share				
3	Earnings (loss) attributable to equity holders of the Company (Baht)	(0.0971)		0.0226	
	Weighted average number of ordinary shares (Shares)	758,351,671		758,351,671	

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 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	-	-	-	-	(73,602)	(73,602)
Ending balance as at 30 June 2018	757,058	269,475	39,196	32,849	62,293	1,160,871
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	-	-	-	-	(8,552)	(8,552)
Other comprehensive income for the period	-	-	-	-	54	54
Increase in ordinary shares	60,633	59,921	-	-	-	120,554
Ending balance as at 30 June 2017	757,058	269,475	39,196	31,524	95,648	1,192,901

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 SIX-MONTH PERIOD ENDED 30 JUNE 2018

"Unaudited"

"Reviewed"

	Thousands Baht				
	Separate financial statements				
	Issued and paid-up		Retained earnings (deficit)		Total
	share capital	Premium on shares	Appropriated	Unappropriated	
Beginning balance as at 1 January 2018	757,058	269,475	32,849	41,335	1,100,717
Changes in shareholders' equity					
Profit for the period	-	-	-	17,147	17,147
Ending balance as at 30 June 2018	757,058	269,475	32,849	58,482	1,117,864
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	-	-	-	(54,922)	(54,922)
Other comprehensive income for the period	-	-	-	254	254
Increase in ordinary shares	60,633	59,921	-	-	120,554
Ending balance as at 30 June 2017	757,058	269,475	31,524	(39,089)	1,018,968

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Profit (loss) before income tax	(81,302)	(2,470)	15,820	(54,561)
Adjustments to reconcile profit (loss) before income tax to net cash provided by (used in) operating activities				
Depreciation and amortization	158,995	154,994	18,368	24,858
Doubtful accounts (reversal)	(4,261)	(5,409)	10,381	14,582
Loss on obsolete stock	2,996	2,092	2,996	2,092
Loss on impairment of assets and written-off assets	5,371	1,824	131	-
Gain on sales of assets	(31,899)	-	(31,930)	-
Unrealized (gain) loss on exchange rate and revaluation	3,393	(6,414)	3,393	(6,414)
Interest income	(637)	(173)	(24,410)	(10,115)
Finance costs	31,821	37,543	13,832	15,053
Employee benefit obligations	1,313	1,520	491	515
Profit (loss) from operating activities before change in operating assets and liabilities	85,790	183,507	9,072	(13,990)
Change in operating assets (increase) decrease				
Trade and other receivables	(45,127)	(100,509)	1,799	(152,731)
Inventories	61,266	(72,937)	4,801	30,948
Other current assets	20,661	(14,507)	(6,006)	(3,631)
Other non-current assets	(5,256)	(8,255)	2,567	(6,045)
Change in operating liabilities increase (decrease)				
Trade and other payables	(54,369)	146,381	(57,823)	123,675
Other current liabilities	(10,955)	7,526	(5,973)	7,056
Employee benefit obligations paid	(828)	(1,164)	(513)	(1,097)
Other non-current liabilities	(365)	(430)	(8)	(29)
Cash generated (paid) from operations	50,817	139,612	(52,083)	(15,844)
Interest received	637	(3,034)	15,191	8,798
Proceeds from income tax refund	49	30,926	-	-
Income tax paid	(11,373)	(12,067)	(2,055)	(437)
Net cash provided by (used in) operating activities	40,130	155,437	(38,947)	(7,483)

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from investing activities				
Decrease in short-term loans to related parties	-	-	42,200	8,300
Purchases of equipment	(30,639)	(49,003)	(1,042)	(43)
Disposal of land building and equipment	63,042	-	60,935	-
Purchases of intangible assets	(3,600)	-	(3,600)	-
Net cash provided by (used in) investing activities	28,803	(49,003)	98,493	8,257
Cash flows from financing activities				
Decrease in bank overdrafts and short-term loans				
from financial institutions	(37,523)	(20,082)	(40,300)	(13,166)
Proceeds from short-term loans from related parties	30,000	32,000	32,500	32,000
Repayment for short-term loans from related parties	(14,000)	(15,000)	(14,400)	(30,000)
Cash receipt from sale and leaseback agreement	99,980	-	-	-
Repayment for liabilities under finance leases	(106,867)	(94,399)	(3,204)	(3,647)
Repayment for long-term loans from financial institutions	(28,944)	(28,944)	(27,444)	(27,444)
Proceeds from increase in share capital	-	120,554	-	120,554
Finance costs	(24,337)	(31,572)	(6,803)	(15,389)
Net cash provided by (used in) financing activities	(81,691)	(37,443)	(59,651)	62,908
Net increase (decrease) in cash and cash equivalents	(12,758)	68,991	(105)	63,682
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	8,642	74,322	5,255	64,456

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 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		
			30 June		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.

Basic earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing profit (loss) for the periods by the weighted average number of ordinary shares issued and paid-up during the periods.

Diluted earnings (loss) per share

Diluted earnings (loss) per share is calculated by dividing the profit (loss) of ordinary shareholders by the sum of the weighted average number of ordinary shares outstanding during the periods plus the weighted average number of shares to be issued for the exercise of all dilutive potential ordinary shares into ordinary shares, without any consideration. The calculation assumes that the holders will exercise dilutive potential ordinary shares into ordinary shares when the exercise price is lower than the average market price during the period of ordinary shares.

The basic earnings (loss) per share and the diluted earnings (loss) per share for the six-month period ended 30 June 2018 were as follows:

	Consolidated financial statements			Separate financial statements		
	Thousands			Thousands		
	Baht	Shares	Baht per share	Baht	Shares	Baht per share
		Weighted			Weighted	
		average number			average number	Earnings per
	Loss	of ordinary shares	Loss per share	Profit	of ordinary shares	share
Earnings (loss) per share						
Basic earnings (loss) per share	(73,602)	757,057,874	(0.0972)	17,147	757,057,874	0.0226
Effect of dilutive potential ordinary shares	-	1,293,797	-	-	1,293,797	-
Diluted earnings (loss) per share	(73,602)	758,351,671	(0.0971)	17,147	758,351,671	0.0226

The Company does not calculate the diluted earnings (loss) per share for the three-month period ended 30 June 2018, because the average market price during the period of ordinary shares is lower than the exercise price.

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 six-month periods ended 30 June 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	-	-	117	1,813
Interest income	-	-	3,753	1,608
Other income	-	-	1,774	2,374
Purchase of goods	-	-	15,180	-
Cost of sales and services	-	-	477	994
Distribution costs	-	-	-	169
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	10,807	12,977
Interest income	-	-	9,348	8,143
Other income	-	-	6,080	2,100
Purchase of goods	-	-	31,260	-
Cost of sales and services	-	-	781	305
Distribution costs	-	-	423	252
The Crane Heavy Lift Co., Ltd.				
Revenue from sales and services	-	-	-	72
Other income	-	-	340	300
Purchase of goods	-	-	280	-
Interest expenses	-	-	217	320
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	2,342	156,394
Interest income	-	-	10,905	192
Other income	-	-	6,080	1,920
Purchase of goods	-	-	24,200	-
Cost of sales and services	-	-	631	309
Distribution costs	-	-	-	329
Administrative expenses	-	-	379	260
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	49	5,825	2	110
Other income	41	5	-	-
Cost of sales and services	67	80	-	80
20 Auction Co., Ltd.				
Revenue from sales and services	59	90	59	86
Other income	150	2	-	-
The Farm Valley Co., Ltd.				
Revenue from sales and services	6	3	6	3
Related persons (director / shareholders)				
Land and building rental expenses	7,200	165	2,400	-
Interest expenses	378	515	378	515

Key management personnel compensation

Key management personnel compensation for six-month periods ended 30 June 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Short-term benefits	24,730	21,880	24,674	21,795
Post-employment benefits	748	675	748	675
Total	25,478	22,555	25,422	22,470

The significant balances with related parties as at 30 June 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	-	-	3,671	2,062
Deposit	-	-	96	96
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	8,238	6,261
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	213	118
The Crane Service Co., Ltd.				
Accrued interest income	-	-	8,383	2,751
Deposit	-	-	1,075	-
Investments in subsidiaries (see Note 7)	-	-	274,992	274,992
Related company				
20 Auction Co., Ltd.				
Other receivable	142	20	-	-
Related persons (director / shareholders)				
Accrued expenses	1,200	1,200	-	-
Accrued interest expenses	360	81	360	81

Trade receivables - related parties

Trade receivables - related parties as at 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	-	-	4,286	3,073
The Crane Rayong Co., Ltd.	-	-	19,024	25,095
The Crane Heavy Lift Co., Ltd.	-	-	247	-
The Crane Service Co., Ltd.	-	-	1,032	23,519
Crane Daeng Co., Ltd.	679	2,709	2	3
20 Auction Co., Ltd.	163	62	125	62
The Farm Valley Co., Ltd.	6	-	6	-
Total	848	2,771	24,722	51,752

Trade payables - related parties

Trade payables - related parties as at 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	-	-	18,443	12,989
The Crane Rayong Co., Ltd.	-	-	10,746	16,601
The Crane Heavy Lift Co., Ltd.	-	-	300	2,504
The Crane Service Co., Ltd.	-	-	20,750	5,309
Crane Daeng Co., Ltd.	-	558	-	-
Total	-	558	50,239	37,403

Short-term loans to related parties

Short-term loans to related parties as at 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2018	2017
The Crane Lamechabang Co., Ltd.	110,700	99,000
The Crane Rayong Co., Ltd.	267,000	253,100
The Crane Service Co., Ltd.	255,800	323,600
Total	633,500	675,700
Less: Allowance for doubtful accounts	(41,943)	(32,048)
Short-term loans to related parties - net	591,557	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 six-month periods ended 30 June 2018 and 2017 were as follows:

	Thousands Baht	
	Separate	
	financial statements	
	2018	2017
Beginning balance	675,700	281,100
Increase	126,800	71,500
Decrease	(169,000)	(79,800)
Ending balance	633,500	272,800

Movements of allowance for doubtful accounts for the six-month period ended 30 June 2018 were as follows:

	Thousands Baht
	Separate
	financial statements
Beginning balance	32,048
Add: Doubtful accounts	9,895
Ending balance	41,943

Short-term loans from related parties

Short-term loans from related parties as at 30 June 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.	-	-	36,050	33,950
Related person	30,000	14,000	30,000	14,000
Total	30,000	14,000	66,050	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 six-month periods ended 30 June 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	30,000	32,000	32,500	32,000
Decrease	(14,000)	(15,000)	(14,400)	(30,000)
Ending balance	30,000	17,000	66,050	64,000

Co-guarantee for liabilities with related parties

As at 30 June 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 815.54 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 54.94 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 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade receivables	325,789	246,802	110,779	112,582
Less: Allowance for doubtful accounts	(54,358)	(59,164)	(6,126)	(6,184)
Trade receivables - net	271,431	187,638	104,653	106,398
Other receivables				
Accrued income	41,344	77,615	20,293	11,226
Advance payments	883	658	433	242
Others	3,379	1,194	547	582
Total	45,606	79,467	21,273	12,050
Less: Allowance for doubtful accounts	(1,510)	(965)	(997)	(453)
Other receivables - net	44,096	78,502	20,276	11,597
Trade and other receivables - net	315,527	266,140	124,929	117,995

Movements of allowance for doubtful accounts for the six-month period ended 30 June 2018 were as follows:

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Beginning balance	60,129	6,637
Add(less): Doubtful accounts (reversal)	(4,261)	486
Ending balance	55,868	7,123

As at 30 June 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	71,923	20,741	13,058	2,545
Overdue				
Not over 3 months	140,562	149,575	47,441	48,548
Over 3 months up to 6 months	5,453	16,058	2,264	2,863
Over 6 months up to 12 months	57,906	8,638	17,210	3,505
Over 12 months	49,097	49,019	6,084	3,369
Total	324,941	244,031	86,057	60,830
Trade receivables - related parties				
Current	80	3	7,153	7,154
Overdue				
Not over 3 months	69	86	6,844	17,290
Over 3 months up to 6 months	40	2,303	4,912	12,097
Over 6 months up to 12 months	659	379	4,035	12,871
Over 12 months	-	-	1,778	2,340
Total	848	2,771	24,722	51,752

6. INVENTORIES

Inventories as at 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Cranes	61,450	79,870	62,639	81,058
Forklifts	21,080	21,080	21,080	21,080
Excavator	22,894	9,666	22,894	9,666
Spare parts and component	16,146	16,084	16,246	16,185
Work in process and goods in transit	8,096	6,199	8,096	6,199
Total	129,666	132,899	130,955	134,188
Less: Allowance for devaluation of inventories	(11,878)	(8,882)	(11,878)	(8,882)
Inventories - net	117,788	124,017	119,077	125,306

Movements of allowance for devaluation of inventories for the six-month period ended 30 June 2018 were as follows:

	Thousands Baht
	Consolidated and separate
	financial statements
Beginning balance	8,882
Add: Loss from obsolete stock	2,996
Ending balance	11,878

7. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at 30 June 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 six-month period ended 30 June 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	32,578	2,981
Disposals / transfer out - net book value	(94,434)	(30,590)
Depreciation	(158,983)	(18,368)
Loss on impairment of assets	(113)	(113)
Net book value as at 30 June 2018	2,100,728	537,805

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

Bank overdrafts and short-term loans from financial institutions as at 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Bank overdrafts	21,867	19,390	9,179	9,479
Promissory notes	15,000	55,000	15,000	55,000
Total	36,867	74,390	24,179	64,479

10. TRADE AND OTHER PAYABLES

Trade and other payables as at 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade payables	244,798	300,710	197,339	252,179
Other payables				
Accrued expenses	51,792	33,187	15,436	7,895
Payables from purchases of assets	2,965	7,888	467	467
Others	1,373	3,484	64	1,017
Total	56,130	44,559	15,967	9,379
Grand total	300,928	345,269	213,306	261,558

11. CURRENT PORTION OF DEBTS

Current portion of debts as at 30 June 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	55,138	56,638	54,888	54,888
Liabilities under finance leases	14	303,647	255,649	1,437	3,918
Total		358,785	312,287	56,325	58,806

12. OTHER SHORT-TERM LOANS

Other short-term loans as at 30 June 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	(296)	(1,147)
Net	179,704	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 (see Note 19).

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 30 June 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Loans from financial institutions	77,854	106,798	77,604	105,048
Less: Current portion of debts	(55,138)	(56,638)	(54,888)	(54,888)
Long-term loans from financial institutions	22,716	50,160	22,716	50,160

Movements of loans from financial institutions for the six-month periods ended 30 June 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	(28,944)	(28,944)	(27,444)	(27,444)
Ending balance	77,854	135,742	77,604	132,492

14. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at 30 June 2018 and 31 December 2017 consisted of:

Thousands Baht												
Year	2018						2017					
	Consolidated financial statements			Separate financial statements			Consolidated financial statements			Separate financial statements		
	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	273,562	24,258	297,820	1,171	144	1,315	244,862	30,085	274,947	2,090	57	2,147
2 - 5	433,924	21,045	454,969	1,639	159	1,798	546,822	30,484	577,306	422	12	434
	707,486	45,303	752,789	2,810	303	3,113	791,684	60,569	852,253	2,512	69	2,581
Sale and leaseback agreement												
1	30,085	5,924	36,009	266	1	267	10,787	1,327	12,114	1,828	43	1,871
2 - 5	87,434	7,387	94,821	-	-	-	27,481	1,583	29,064	-	-	-
	117,519	13,311	130,830	266	1	267	38,268	2,910	41,178	1,828	43	1,871
Total												
1	303,647	30,182	333,829	1,437	145	1,582	255,649	31,412	287,061	3,918	100	4,018
2 - 5	521,358	28,432	549,790	1,639	159	1,798	574,303	32,067	606,370	422	12	434
	825,005	58,614	883,619	3,076	304	3,380	829,952	63,479	893,431	4,340	112	4,452

15. WARRANTS

As at 30 June 2018, the outstanding warrants of the Company No. 1 (CRANE-W1) which are not yet exercised in the amount of 60,633,189 warrants.

16. INCOME TAX

The Group recognized income tax expense for the six-month periods ended 30 June 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 six-month periods ended 30 June 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Current tax				
Current period	(80)	(6,577)	-	-
Deferred tax				
Movement in temporary difference	7,780	495	1,327	(361)
Tax income (expense)	7,700	(6,082)	1,327	(361)

Income tax recognized in other comprehensive income for the six-month periods ended 30 June 2018 and 2017 as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Provision	-	(13)	-	(63)

17. 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 six-month periods ended 30 June 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Revenue from sales	185,380	99,871	185,507	237,530
Revenue from services	281,155	384,983	25,859	42,959
Total	466,535	484,854	211,366	280,489

Information about major customers

For the six-month period ended 30 June 2018, the Group has revenue from 1 major customer in the amount of Baht 79 million in consolidated financial statements from services segment.

18. COMMITMENTS AND CONTINGENT LIABILITIES

As at 30 June 2018, the Group had commitments and contingent liabilities as follows:

The Company

18.1 Commitments for payment under agreement as follows:

- 18.1.1 The service agreements in the amount of Baht 0.58 million per month.
- 18.1.2 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.
- 18.1.3 Construction office building, factory and other service in the amount of Baht 4.03 million.
- 18.1.4 The purchase machinery and equipment agreements in the amount of USD 1.59 million.

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

18.3 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

18.4 Commitments for payment under agreement as follows:

18.4.1 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.

18.4.2 The service agreement in the amount of Baht 0.55 million per month and other service in the amount of Baht 2.20 million.

18.5 The letter of guarantee issued by the bank in the amount of Baht 19.82 million.

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

19. EVENTS AFTER THE REPORTING PERIOD

On 25 July 2018, the Company issued bills of exchange to securities company in the amount of Baht 180 million, which will be matured in 6 months with the interest rate of 7.5 percent per annum and fee in the amount of Baht 2.27 million, for repayment other short-term loans.

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

20. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Company's Board of Directors on 9 August 2018.