

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
INTERIM FINANCIAL STATEMENTS
AND REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2018

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors of Chu Kai Public Company Limited

I have reviewed the consolidated statement of financial position of Chu Kai Public Company Limited and its subsidiaries as at 30 September 2018, and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, changes in shareholders' equity and cash flows for the nine-month period then ended, and the condensed notes to the financial statements. I have also reviewed the separate statement of financial position of Chu Kai Public Company Limited as at 30 September 2018, and the separate statements of comprehensive income for the three-month and nine-month periods then ended, changes in shareholders' equity and cash flows for the nine-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, 8 November 2018

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		30 September 2018	31 December 2017	30 September 2018	31 December 2017
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
Assets					
Current assets					
Cash and cash equivalents		3,260	21,400	1,199	5,361
Trade and other receivables	4, 5	346,402	266,140	148,993	117,995
Short-term loans to related parties	4	-	-	595,937	643,652
Inventories	6	168,684	124,017	169,974	125,306
Other current assets		31,062	55,751	2,174	1,805
Total current assets		549,408	467,308	918,277	894,119
Non-current assets					
Restricted bank deposits		100	-	-	-
Investments in subsidiaries	4, 7	-	-	274,992	274,992
Investment property		49,501	49,519	47,807	47,807
Property, plant and equipment	4, 8	2,133,918	2,321,680	612,711	583,895
Intangible assets		9,987	6,387	9,987	6,387
Other non-current assets		109,672	90,848	17,076	17,208
Total non-current assets		2,303,178	2,468,434	962,573	930,289
Total assets		2,852,586	2,935,742	1,880,850	1,824,408

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		30 September 2018	31 December 2017	30 September 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	56,543	74,390	40,357	64,479
Trade and other payables	4, 10	423,913	345,269	326,324	261,558
Current portion of debts	11	309,217	312,287	67,715	58,806
Short-term loans from related parties	4	59,000	14,000	95,050	47,950
Other short-term loans	12	178,558	178,853	178,558	178,853
Current income tax payable		64	357	-	-
Other current liabilities		43,063	42,994	18,142	15,721
Total current liabilities		1,070,358	968,150	726,146	627,367
Non-current liabilities					
Long-term loans from financial institutions	13	8,994	50,160	8,994	50,160
Long-term liabilities under finance leases	14	554,227	574,303	1,444	422
Deferred tax liabilities		64,546	78,357	33,007	35,245
Employee benefit obligations		16,426	16,487	7,764	8,256
Other non-current liabilities		14,274	13,812	2,235	2,241
Total non-current liabilities		658,467	733,119	53,444	96,324
Total liabilities		1,728,825	1,701,269	779,590	723,691

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2018

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		30 September 2018	31 December 2017	30 September 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	25,183	135,895	41,878	41,335
	Total shareholders' equity	1,123,761	1,234,473	1,101,260	1,100,717
	Total liabilities and shareholders' equity	2,852,586	2,935,742	1,880,850	1,824,408

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2018

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
Note	2018	2017	2018	2017
Revenue from sales and services	208,649	392,477	53,506	114,495
Cost of sales and services	(208,918)	(292,204)	(58,287)	(102,257)
Gross profit (loss)	(269)	100,273	(4,781)	12,238
Other income	12,077	(132)	26,280	13,053
Distribution costs	(4,943)	(6,463)	(2,936)	(3,326)
Administrative expenses	(30,944)	(28,763)	(28,506)	(27,727)
Finance costs	(19,040)	(18,128)	(7,572)	(7,476)
Profit (loss) before income tax	(43,119)	46,787	(17,515)	(13,238)
Tax income (expense)	6,009	(2,469)	911	1,430
Profit (loss) for the period	(37,110)	44,318	(16,604)	(11,808)
Other comprehensive income (loss):				
Items that will never be reclassified to profit or loss				
Defined benefit plan actuarial gains (losses)	-	(1,599)	-	404
Income tax relating to defined benefit plan actuarial gains (losses)	-	319	-	(81)
Other comprehensive income (loss) for the period - net of tax	-	(1,280)	-	323
Total comprehensive income (loss) for the period	(37,110)	43,038	(16,604)	(11,485)
Basic earnings (loss) per share	3			
Earnings (loss) attributable to equity holders of the Company (Baht)	(0.0490)	0.0585	(0.0219)	(0.0156)
Weighted average number of ordinary shares (Shares)	757,057,874	757,057,874	757,057,874	757,057,874

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2018

"Unaudited"

"Reviewed"

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
	Note	2018	2017	2018	2017
	4				
Revenue from sales and services	17	675,544	877,331	264,872	394,984
Cost of sales and services		(679,907)	(684,692)	(250,028)	(386,994)
Gross profit (loss)		(4,363)	192,639	14,844	7,990
Other income		53,213	17,910	97,372	38,122
Distribution costs		(20,923)	(20,019)	(10,652)	(11,053)
Administrative expenses		(101,487)	(90,542)	(81,855)	(80,329)
Finance costs		(50,861)	(55,671)	(21,404)	(22,529)
Profit (loss) before income tax		(124,421)	44,317	(1,695)	(67,799)
Tax income (expense)	16	13,709	(8,551)	2,238	1,069
Profit (loss) for the period		(110,712)	35,766	543	(66,730)
Other comprehensive income (loss):					
Items that will never be reclassified to profit or loss					
Defined benefit plan actuarial gains (losses)		-	(1,531)	-	721
Income tax relating to defined benefit plan actuarial gains (losses)	16	-	306	-	(144)
Other comprehensive income (loss) for the period - net of tax		-	(1,225)	-	577
Total comprehensive income (loss) for the period		(110,712)	34,541	543	(66,153)
Basic earnings (loss) per share					
	3				
Earnings (loss) attributable to equity holders of the Company (Baht)		(0.1462)	0.0494	0.0007	(0.0923)
Weighted average number of ordinary shares (Shares)		757,057,874	723,294,550	757,057,874	723,294,550

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 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	-	-	-	-	(110,712)	(110,712)
Ending balance as at 30 September 2018	757,058	269,475	39,196	32,849	25,183	1,123,761
Beginning balance as at 1 January 2017	696,425	209,554	39,196	31,524	104,146	1,080,845
Changes in shareholders' equity						
Increase in ordinary shares	60,633	59,921	-	-	-	120,554
Profit for the period	-	-	-	-	35,766	35,766
Other comprehensive loss for the period	-	-	-	-	(1,225)	(1,225)
Ending balance as at 30 September 2017	757,058	269,475	39,196	31,524	138,687	1,235,940

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

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 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	-	-	-	543	543
Ending balance as at 30 September 2018	757,058	269,475	32,849	41,878	1,101,260
Beginning balance as at 1 January 2017	696,425	209,554	31,524	15,579	953,082
Changes in shareholders' equity					
Increase in ordinary shares	60,633	59,921	-	-	120,554
Loss for the period	-	-	-	(66,730)	(66,730)
Other comprehensive income for the period	-	-	-	577	577
Ending balance as at 30 September 2017	757,058	269,475	31,524	(50,574)	1,007,483

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

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 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	(124,421)	44,317	(1,695)	(67,799)
Adjustments to reconcile profit (loss) before income tax to net cash provided by (used in) operating activities				
Depreciation and amortization	238,732	235,528	28,304	35,069
Doubtful accounts (reversal)	(6,340)	(157)	18,541	23,554
Loss on obsolete stock	4,371	3,984	4,371	3,984
Loss on impairment of assets and written-off assets	188	1,927	188	-
Gain on sales of assets	(32,034)	(85)	(31,930)	(85)
Unrealized gain on exchange rate and revaluation	(3,097)	(5,532)	(3,097)	(5,531)
Interest income	(1,305)	(499)	(36,700)	(15,539)
Finance costs	50,861	55,671	21,404	22,529
Employee benefit obligations	1,906	1,001	699	677
Profit (loss) from operating activities before change in operating assets and liabilities	128,861	336,155	85	(3,141)
Change in operating assets (increase) decrease				
Trade and other receivables	(73,890)	(207,653)	(13,804)	(120,521)
Inventories	14,140	(55,402)	(47,471)	53,816
Other current assets	24,691	(9,823)	(367)	(594)
Restricted bank deposits	(100)	-	-	-
Other non-current assets	(726)	(15,684)	2,471	(4,055)
Change in operating liabilities increase (decrease)				
Trade and other payables	(8,985)	138,389	(20,758)	77,140
Other current liabilities	70	6,006	2,421	4,697
Employee benefit obligations paid	(1,967)	(1,224)	(1,191)	(1,157)
Other non-current liabilities	(670)	(853)	(6)	(7)
Cash generated (paid) from operations	81,424	189,911	(78,620)	6,178

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2018

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Interest received	1,272	249	19,478	15,342
Proceeds from income tax refund	49	30,926	-	-
Income tax paid	(18,543)	(23,977)	(2,338)	(1,390)
Net cash provided by (used in) operating activities	64,202	197,109	(61,480)	20,130
Cash flows from investing activities				
(Increase) decrease in short-term loans to related parties	-	-	29,200	(28,800)
Purchases of equipment	(59,344)	(59,963)	(1,711)	(415)
Disposal of property, plant and equipment	63,229	701	60,935	701
Purchases of intangible assets	(3,600)	-	(3,600)	-
Net cash provided by (used in) investing activities	285	(59,262)	84,824	(28,514)
Cash flows from financing activities				
Decrease in bank overdrafts and short-term loans				
from financial institutions	(17,847)	(17,630)	(24,122)	(16,895)
Proceeds from short-term loans from related parties	59,000	32,000	61,500	32,000
Repayment for short-term loans from related parties	(14,000)	(15,000)	(14,400)	(30,200)
Repayment for other short-term loans	-	(20,000)	-	(20,000)
Repayment for long-term loans from financial institutions	(31,015)	(43,416)	(29,265)	(41,166)
Proceeds from sale and leaseback agreement	99,980	-	-	-
Repayment for liabilities under finance leases	(135,217)	(128,985)	(3,910)	(5,307)
Proceeds from increase in share capital	-	120,554	-	120,554
Finance costs	(43,528)	(55,549)	(17,309)	(26,918)
Net cash provided by (used in) financing activities	(82,627)	(128,026)	(27,506)	12,068
Net increase (decrease) in cash and cash equivalents	(18,140)	9,821	(4,162)	3,684
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	3,260	15,152	1,199	4,458

CHU KAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2018 (UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

Chu Kai 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.

On 6 August 2018, the Company registered the change in the location of its office from 42/62, Moo 14, Bangkaew, Bangplee, Samutprakarn to 44/88, Moo 1, Sisa Chorakhe Yai, Bangsaothong, Samutprakarn.

2. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements are prepared in accordance with Thai Accounting Standard (“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 Chu Kai Public Company Limited, and subsidiaries (together referred to as “the Group”) as follows:

Subsidiaries	Located in	Business type	Percentage of holding		
			30 September		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 interim 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

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 TFRS not yet effective

During the period 2018, the Federation of Accounting Professions has issued Notification, mandating the use of TFRS 15 Revenue from Contracts with Customers which is effective for the financial statements for the period beginning on or after 1 January 2019 and a set of 5 TFRSs related to financial instruments, which are effective for the financial statements for the period beginning on or after 1 January 2020. Key principles of these standards 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.

TFRS related to financial instruments

The set of TFRS related to financial instruments consists of five TAS, TFRS and interpretations as follows:

TAS/TFRS/TFRIC	Topic
TAS 32	Financial Instruments: Presentation
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These TFRS related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of financial instruments, the characteristics of the contractual cash flows and the Group's business model), calculation of impairment of financial instruments using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRS related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The management of the Group is assessing the impacts of these TFRS on the financial statements for the period in which they are 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. However, the Company does not calculate the diluted earnings (loss) per share for the three-month and nine-month periods ended 30 September 2018, because the average market price during the periods 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 nine-month periods ended 30 September 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	-	-	268	2,425
Interest income	-	-	5,712	2,507
Other income	-	-	2,814	3,561
Purchase of goods	-	-	15,180	-
Cost of sales and services	-	-	730	1,299
Distribution costs	-	-	-	169
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	17,577	35,063
Interest income	-	-	14,186	12,022
Other income	-	-	9,256	3,150
Purchase of goods	-	-	31,260	-
Cost of sales and services	-	-	1,351	581
Distribution costs	-	-	795	717
The Crane Heavy Lift Co., Ltd.				
Revenue from sales and services	-	-	-	72
Other income	-	-	510	450
Purchase of goods	-	-	280	-
Interest expenses	-	-	331	482
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	6,192	161,146
Interest income	-	-	25,443	766
Other income	-	-	9,350	2,880
Purchase of goods	-	-	30,740	-
Cost of sales and services	-	-	1,142	425
Distribution costs	-	-	11	342
Administrative expenses	-	-	596	425
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	103	6,764	2	139
Other income	75	13	-	-
Cost of sales and services	109	636	28	80
20 Auction Co., Ltd.				
Revenue from sales and services	73	90	73	86
Other income	150	2	-	-
Distribution costs	-	35	-	-
The Farm Valley Co., Ltd.				
Revenue from sales and services	6	16	6	16
Related persons (director / shareholders)				
Land and building rental expenses	10,800	165	3,600	-
Interest expenses	1,107	515	1,107	515

Key management personnel compensation

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

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Short-term benefits	35,417	32,957	35,338	32,829
Post-employment benefits	1,134	1,234	1,134	1,234
Total	36,551	34,191	36,472	34,063

The significant balances with related parties as at 30 September 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	-	-	4,929	2,062
Deposit	-	-	96	96
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	10,451	6,261
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	253	118
The Crane Service Co., Ltd.				
Accrued interest income	-	-	12,915	2,751
Accrued expenses	-	-	39	-
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	400	-
Accrued interest expenses	1,089	81	1,089	81

Trade receivables - related parties

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	-	-	2,865	3,073
The Crane Rayong Co., Ltd.	-	-	26,119	25,095
The Crane Service Co., Ltd.	-	-	8,488	23,519
Crane Daeng Co., Ltd.	426	2,709	-	3
20 Auction Co., Ltd.	12	62	12	62
The Farm Valley Co., Ltd.	6	-	6	-
Total	444	2,771	37,490	51,752

Trade payables - related parties

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
The Crane Lamechabang Co., Ltd.	-	-	746	12,989
The Crane Rayong Co., Ltd.	-	-	3,426	16,601
The Crane Heavy Lift Co., Ltd.	-	-	-	2,504
The Crane Service Co., Ltd.	-	-	18,696	5,309
Crane Daeng Co., Ltd.	28	558	28	-
Total	28	558	22,896	37,403

Short-term loans to related parties

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

	Thousands Baht	
	Separate	
	financial statements	
	2018	2017
The Crane Lamechabang Co., Ltd.	97,100	99,000
The Crane Rayong Co., Ltd.	256,000	253,100
The Crane Service Co., Ltd.	293,400	323,600
Total	646,500	675,700
Less: Allowance for doubtful accounts	(50,563)	(32,048)
Short-term loans to related parties - net	595,937	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 nine-month periods ended 30 September 2018 and 2017 were as follows:

	Thousands Baht	
	Separate	
	financial statements	
	2018	2017
Beginning balance	675,700	281,100
Increase	192,600	125,100
Decrease	(221,800)	(96,300)
Ending balance	646,500	309,900

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

	Thousands Baht
	Separate
	financial statements
Beginning balance	32,048
Add: Doubtful accounts	18,515
Ending balance	50,563

Short-term loans from related parties

Short-term loans from related parties as at 30 September 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	59,000	14,000	59,000	14,000
Total	59,000	14,000	95,050	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 nine-month periods ended 30 September 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	59,000	32,000	61,500	32,000
Decrease	(14,000)	(15,000)	(14,400)	(30,000)
Ending balance	59,000	17,000	95,050	64,000

Co-guarantee for liabilities with related parties

As at 30 September 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 788.48 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 49.05 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 September 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade receivables	322,393	246,802	117,463	112,582
Less: Allowance for doubtful accounts	(52,664)	(59,164)	(6,050)	(6,184)
Trade receivables - net	269,729	187,638	111,413	106,398
Other receivables				
Accrued income	65,401	77,615	28,295	11,226
Advance payments	734	658	268	242
Others	11,663	1,194	9,630	582
Total	77,798	79,467	38,193	12,050
Less: Allowance for doubtful accounts	(1,125)	(965)	(613)	(453)
Other receivables - net	76,673	78,502	37,580	11,597
Trade and other receivables - net	346,402	266,140	148,993	117,995

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

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Beginning balance	60,129	6,637
Add(less): Doubtful accounts (reversal)	(6,340)	26
Ending balance	53,789	6,663

As at 30 September 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	85,620	20,741	17,487	2,545
Overdue				
Not over 3 months	99,398	149,575	12,318	48,548
Over 3 months up to 6 months	44,503	16,058	35,799	2,863
Over 6 months up to 12 months	39,923	8,638	8,381	3,505
Over 12 months	52,505	49,019	5,988	3,369
Total	321,949	244,031	79,973	60,830
Trade receivables - related parties				
Current	48	3	10,469	7,154
Overdue				
Not over 3 months	96	86	11,160	17,290
Over 3 months up to 6 months	-	2,303	10,168	12,097
Over 6 months up to 12 months	24	379	5,693	12,871
Over 12 months	276	-	-	2,340
Total	444	2,771	37,490	51,752

6. INVENTORIES

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Cranes	63,166	79,870	64,356	81,058
Forklifts	21,080	21,080	21,080	21,080
Excavator	76,398	9,666	76,398	9,666
Spare parts and component	18,327	16,084	18,427	16,185
Work in process and goods in transit	2,966	6,199	2,966	6,199
Total	181,937	132,899	183,227	134,188
Less: Allowance for devaluation of inventories	(13,253)	(8,882)	(13,253)	(8,882)
Inventories - net	168,684	124,017	169,974	125,306

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

	Thousands Baht
	Consolidated and separate
	financial statements
Beginning balance	8,882
Add: Loss from obsolete stock	4,371
Ending balance	13,253

7. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at 30 September 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 nine-month period ended 30 September 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	203,553	87,880
Disposals / transfer out - net book value	(152,413)	(30,572)
Depreciation	(238,714)	(28,304)
Loss on impairment of assets and written-off assets	(188)	(188)
Net book value as at 30 September 2018	2,133,918	612,711

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

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Bank overdrafts	41,543	19,390	25,357	9,479
Promissory notes	15,000	55,000	15,000	55,000
Total	56,543	74,390	40,357	64,479

10. TRADE AND OTHER PAYABLES

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Trade payables	371,574	300,710	309,619	252,179
Other payables				
Accrued expenses	48,570	33,187	16,176	7,895
Payables from purchases of assets	2,406	7,888	467	467
Others	1,363	3,484	62	1,017
Total	52,339	44,559	16,705	9,379
Grand total	423,913	345,269	326,324	261,558

11. CURRENT PORTION OF DEBTS

Current portion of debts as at 30 September 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	66,789	56,638	66,789	54,888
Liabilities under finance leases	14	242,428	255,649	926	3,918
Total		309,217	312,287	67,715	58,806

12. OTHER SHORT-TERM LOANS

Other short-term loans as at 30 September 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	(1,442)	(1,147)
Net	178,558	178,853

The Company had short-term loans by issued bills of exchange to securities company, the existing bill of exchange in the amount of Baht 180 million with the interest rate of 7.5 percent per annum and fee in the amount of Baht 2.27 million, due on 25 January 2019.

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 September 2018 and 31 December 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Loans from financial institutions	75,783	106,798	75,783	105,048
Less: Current portion of debts	(66,789)	(56,638)	(66,789)	(54,888)
Long-term loans from financial institutions	8,994	50,160	8,994	50,160

Movements of loans from financial institutions for the nine-month periods ended 30 September 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	(31,015)	(43,416)	(29,265)	(41,166)
Ending balance	75,783	121,270	75,783	118,770

14. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at 30 September 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	209,944	24,479	234,423	926	128	1,054	244,862	30,085	274,947	2,090	57	2,147
2 - 5	474,510	23,762	498,272	1,444	132	1,576	546,822	30,484	577,306	422	12	434
	684,454	48,241	732,695	2,370	260	2,630	791,684	60,569	852,253	2,512	69	2,581
Sale and leaseback agreement												
1	32,484	5,506	37,990	-	-	-	10,787	1,327	12,114	1,828	43	1,871
2 - 5	79,717	6,169	85,886	-	-	-	27,481	1,583	29,064	-	-	-
	112,201	11,675	123,876	-	-	-	38,268	2,910	41,178	1,828	43	1,871
Total												
1	242,428	29,985	272,413	926	128	1,054	255,649	31,412	287,061	3,918	100	4,018
2 - 5	554,227	29,931	584,158	1,444	132	1,576	574,303	32,067	606,370	422	12	434
	796,655	59,916	856,571	2,370	260	2,630	829,952	63,479	893,431	4,340	112	4,452

15. WARRANTS

As at 30 September 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 nine-month periods ended 30 September 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 nine-month periods ended 30 September 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Current tax				
Current period	(102)	(16,192)	-	-
Deferred tax				
Movement in temporary difference	13,811	7,641	2,238	1,069
Tax income (expense)	13,709	(8,551)	2,238	1,069

Income tax recognized in other comprehensive income (loss) for the nine-month periods ended 30 September 2018 and 2017 as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Provision	-	306	-	(144)

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 nine-month periods ended 30 September 2018 and 2017 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Revenue from sales	220,729	181,724	221,192	335,349
Revenue from services	454,815	695,607	43,680	59,635
Total	675,544	877,331	264,872	394,984

Information about major customers

For the nine-month period ended 30 September 2018, the Group has revenue from 1 major customer in the amount of Baht 91.94 million in consolidated financial statements from services segment. (period 2017: 2 major customers in the amount of Baht 290.65 million)

18. COMMITMENTS AND CONTINGENT LIABILITIES

As at 30 September 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 0.34 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 3.90 million.
- 18.1.4 The purchase machinery and equipment agreements in the amount of USD 1.98 million.

18.2 The letter of guarantee issued by the bank in the amount of Baht 0.13 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 0.95 million and Baht 0.11 million per month respectively.

18.4.2 The service agreement in the amount of Baht 0.51 million per month and other service in the amount of Baht 2.20 million.

18.4.3 The purchase machinery and equipment agreements in the amount of USD 0.66 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. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Company's Board of Directors on 8 November 2018.