

**Cho Thavee Public Company Limited
and its Subsidiaries**

Condensed interim financial statements
for the three-month and nine-month periods ended
30 September 2020
and
Independent auditor's review report

Independent auditor's report on review of interim financial information

To the Board of Directors of Cho Thavee Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Cho Thavee Public Company Limited and its subsidiaries, and of Cho Thavee Public Company Limited, respectively, as at 30 September 2020; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2020, changes in equity and cash flows for the nine-month period ended 30 September 2020; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 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 statements 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 34, "Interim Financial Reporting".

Emphasis of Matter

I draw attention to Note 3 to the financial statements describing the effect of the Company's adoption of certain new accounting policies from 1 January 2020 which are TFRS - Financial instruments standards, TFRS 16 Leases and change in land recognition policy from cost to revaluation method. My opinion is not modified in respect of this matter.

(Bongkot Amsageam)
Certified Public Accountant
Registration No. 3684

KPMG Phoomchai Audit Ltd.
Bangkok
11 November 2020

Cho Thavee Public Company Limited and its Subsidiaries
Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
Assets	Note	2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		11,295	12,932	10,936	12,671
Trade and other current receivables	14	391,636	471,580	303,889	364,003
Current contract assets	14	291,851	387,485	290,452	380,235
Short-term loans to related parties	4	-	111,067	157,645	267,718
Inventories		698,126	652,247	648,447	610,010
Other current assets		127,367	96,845	107,786	96,553
Non-current assets classified as held for sale	5	200,000	-	200,000	-
Total current assets		1,720,275	1,732,156	1,719,155	1,731,190
Non-current assets					
Restricted deposit at financial institution		37,552	62,860	34,012	59,860
Investment in non-marketable equity instruments	14	25,000	25,000	25,000	25,000
Investment in associate	6	2,392	2,459	2,818	2,818
Investments in subsidiaries	7	-	-	24,599	23,600
Trade non-current receivables	14	4,343	-	4,343	-
Non-current contract assets	14	32,612	-	32,612	-
Investment properties	3, 5, 8	90,729	283,533	73,499	267,494
Property, plant and equipment	3, 9	1,044,598	825,192	1,007,459	785,069
Intangible assets		19,613	20,813	13,678	16,869
Deferred tax assets		-	10,974	-	9,982
Refundable deposits		235,681	236,517	235,681	236,517
Other non-current assets		38,668	52,283	38,662	52,283
Total non-current assets		1,531,188	1,519,631	1,492,363	1,479,492
Total assets		3,251,463	3,251,787	3,211,518	3,210,682

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September 2020 (Unaudited)	31 December 2019	30 September 2020 (Unaudited)	31 December 2019
Liabilities and equity	<i>Note</i>				
<i>(in thousand Baht)</i>					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	10	654,234	571,918	628,766	554,617
Trade and other current payables		185,881	199,380	179,619	192,941
Current contract liabilities		-	1,999	-	1,625
Short-term loans	10	244	298,146	244	298,146
Current portion of long-term loans from other parties	10	25,556	24,900	24,900	24,900
Current portion of lease liabilities	3, 10	7,158	11,427	7,158	11,427
Current portions of debenture	10	642,257	299,035	642,257	299,035
Current income tax payable		378	2,213	-	1,825
Other current liabilities		20,087	8,328	16,682	6,039
Total current liabilities		1,535,795	1,417,346	1,499,626	1,390,555
Non-current liabilities					
Long-term loans	10	218,585	-	213,042	-
Lease liabilities	3, 10	45,921	1,300	45,919	1,300
Debentures	10	368,961	841,337	368,961	841,337
Deferred tax liabilities		38,688	-	39,284	-
Non-current provisions for employee benefits		33,935	33,622	32,649	31,512
Total non-current liabilities		706,090	876,259	699,855	874,149
Total liabilities		2,241,885	2,293,605	2,199,481	2,264,704
Equity					
Share capital:	11				
Authorised share capital		588,999	588,999	588,999	588,999
Issued and paid-up share capital		330,475	327,222	330,475	327,222
Share premium					
Share premium on ordinary shares	11	532,833	524,895	532,833	524,895
Share premium from share-based payment		29,013	29,013	27,068	27,068
Discount from increment of investments in subsidiary		(5,633)	(5,633)	-	-
Retained earnings (Deficit)					
Appropriated					
Legal reserve		9,649	9,649	9,649	9,649
Unappropriated (Deficit)		(78,166)	73,034	(78,442)	57,144
Other components of equity		191,406	-	190,454	-
Equity attributable to owners of the parent		1,009,577	958,180	1,012,037	945,978
Non-controlling interests		1	2		-
Total equity		1,009,578	958,182	1,012,037	945,978
Total liabilities and equity		3,251,463	3,251,787	3,211,518	3,210,682

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended		Three-month period ended	
		30 September		30 September	
	Note	2020	2019	2020	2019
		(in thousand Baht)			
Revenue					
Revenue from contract		134,939	143,402	133,085	137,939
Revenue from sales and services		66,503	91,109	66,542	91,533
Other income		9,579	63,114	12,177	65,329
Total revenue		211,021	297,625	211,804	294,801
Expenses					
Cost of contract		(120,678)	(111,832)	(116,806)	(107,278)
Cost of sales and services		(61,468)	(80,301)	(62,318)	(80,910)
Distribution costs		(4,015)	(5,424)	(3,825)	(4,695)
Administrative expenses		(23,708)	(52,661)	(23,488)	(49,210)
Total expenses		(209,869)	(209,869)	(206,437)	(242,093)
Profit from operating activities		1,152	87,756	5,367	52,708
Finance costs		(35,340)	(32,220)	(35,007)	(31,886)
Share of loss of investments in associate	6	(23)	(24)	-	-
Profit (loss) before income tax expense		(34,211)	55,512	(29,640)	20,822
Tax income		-	455	-	349
Profit (loss) for the period		(34,211)	55,967	(29,640)	21,171
Other comprehensive income					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Loss on revaluation of assets	5	(5,443)	-	(5,443)	-
Income tax relating to items that will not be reclassified		23	-	22	-
Other comprehensive income (expense)					
for the period, net of tax		(5,420)	-	(5,421)	-
Total comprehensive income (expense) for the period		(39,631)	15,618	(35,061)	21,171
Profit (loss) attributable to:					
Owners of parent		(34,211)	15,619	(29,640)	21,171
Non-controlling interests		-	(1)	-	-
Profit (loss) for the period		(34,211)	15,618	(29,640)	21,171
Total comprehensive income (expense) attributable to:					
Owners of parent		(39,631)	15,619	(35,061)	21,171
Non-controlling interests		-	(1)	-	-
Total comprehensive income (expense) for the period		(39,631)	15,618	(35,061)	21,171
Earnings (loss) per share					
	13				
Basic earnings (loss) per share (Baht)		(0.026)	0.012	(0.022)	0.016
Diluted earnings (loss) per share (Baht)		(0.026)	0.012	(0.022)	0.016

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
	<i>Note</i>	2020	2019	2020	2019
		<i>(in thousand Baht)</i>			
Revenue					
Revenue from contract		286,342	1,022,238	267,769	962,857
Revenue from sales and services		209,711	242,015	210,047	248,876
Other income		24,932	77,056	32,478	83,356
Total revenue		520,985	1,341,309	510,294	1,295,089
Expenses					
Cost of contract		(248,555)	(822,645)	(231,181)	(774,759)
Cost of sales and services		(187,080)	(195,724)	(188,645)	(203,017)
Distribution costs		(16,353)	(25,148)	(14,436)	(22,777)
Administrative expenses		(97,851)	(129,008)	(90,958)	(117,452)
Total expenses		(549,839)	(1,172,525)	(525,220)	(1,118,005)
Profit (loss) from operating activities		(28,854)	168,784	(14,926)	177,084
Finance costs		(110,298)	(107,898)	(109,364)	(106,644)
Share of loss of investments in associate	6	(68)	(72)	-	-
Profit (loss) before income tax expense		(139,220)	60,814	(124,290)	70,440
Tax income (expense)		89	(7,190)	-	(7,066)
Profit (loss) for the period		(139,131)	53,624	(124,290)	63,374
Other comprehensive income					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Gain on revaluation of assets	3	240,618	-	239,427	-
Gains on remeasurements of defined benefit plans		2,538	4,475	1,461	4,242
Income tax relating to items that will not be reclassified		(49,697)	(895)	(49,244)	(848)
Other comprehensive income (expense) for the period, net of tax		193,459	3,580	191,644	3,394
Total comprehensive income (expense) for the period		54,328	57,204	67,354	66,768
Profit (loss) attributable to:					
Owners of parent		(139,130)	53,626	(124,290)	63,374
Non-controlling interests		(1)	(2)	-	-
Profit (loss) for the period		(139,131)	53,624	(124,290)	63,374
Total comprehensive income (expense) attributable to:					
Owners of parent		54,329	57,206	67,354	66,768
Non-controlling interests		(1)	(2)	-	-
Total comprehensive income (expense) for the period		54,328	57,204	67,354	66,768
Earnings (loss) per share	13				
Basic earnings (loss) per share (Baht)		(0.105)	0.041	(0.094)	0.048
Diluted earnings (loss) per share (Baht)		(0.105)	0.041	(0.094)	0.048

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Consolidated financial statements								
				Discount from	Retained earnings		Equity	Non-	
	Issued	Premium on	Share premium	increment of			attributable to	controlling	Total
	and paid-up	ordinary	from share-based	investments	Legal reserve	Unappropriated	owners of	interests	equity
	share capital	shares	payment	in subsidiary			the parent		
					(in thousand Baht)				
Nine-month period ended 30 September 2019									
Balance at 1 January 2019	327,222	524,895	29,013	(5,633)	6,820	6,423	888,740	4	888,744
Comprehensive income for the period									
Profit for the period	-	-	-	-	-	53,626	53,626	(2)	53,624
Other comprehensive income	-	-	-	-	-	3,580	3,580	-	3,580
Total comprehensive income for the period	-	-	-	-	-	57,206	57,206	(2)	57,204
Balance at 30 September 2019	327,222	524,895	29,013	(5,633)	6,820	63,629	945,946	2	945,948

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

Consolidated financial statements										
Note	Issued and paid-up share capital	Premium on ordinary shares	Share premium from share-based payment	Discount from increment of investments in subsidiary	Retained earnings (Deficit)		Other components of equity	Equity attributable to owners of the parent	Non- controlling interests	Total equity
					Legal reserve	Unappropriated (Deficit)	Gain on revaluation of assets			
(in thousand Baht)										
Nine-month period ended 30 September 2020										
	327,222	524,895	29,013	-5,633	9,649	73,034	-	958,180	2	958,182
3	-	-	-	-	-	(14,123)	-	(14,123)	-	(14,123)
	327,222	524,895	29,013	(5,633)	9,649	58,911	-	944,057	2	944,059
Transactions with owners, recorded directly in equity										
Contributions by owners of the parent										
11	3,253	7,938	-	-	-	-	-	11,191	-	11,191
	3,253	7,938	-	-	-	-	-	11,191	-	11,191
Comprehensive income for the period										
	-	-	-	-	-	(139,130)	-	(139,130)	(1)	(139,131)
	-	-	-	-	-	2,053	191,406	193,459	-	193,459
	-	-	-	-	-	(137,077)	191,406	54,329	(1)	54,328
	330,475	532,833	29,013	(5,633)	9,649	(78,166)	191,406	1,009,577	1	1,009,578

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Separate financial statements					Total equity
	Issued and paid-up share capital	Premium on ordinary shares	Share premium from share-based payment	Retained earnings (Deficit)		
				Legal reserve	Unappropriated (Deficit)	
	<i>(in thousand Baht)</i>					
Nine-month period ended 30 September 2019						
Balance at 1 January 2019	327,222	524,895	27,068	6,820	(15,719)	870,286
Comprehensive income for the period						
Profit for the period	-	-	-	-	63,374	63,374
Other comprehensive income	-	-	-	-	3,394	3,394
Total comprehensive income for the period	-	-	-	-	66,768	66,768
Balance at 30 September 2019	327,222	524,895	27,068	6,820	51,049	937,054

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Separate financial statements					Other components of equity	
		Issued and paid-up share capital	Premium on ordinary shares	Share premium from share-based payment	Retained earnings (Deficit)		Gain on revaluation of assets	Total equity
	Note				Legal reserve	Unappropriated (Deficit)		
(in thousand Baht)								
Nine-month period ended 30 September 2020								
Balance at 31 December 2019 - as reported		327,222	524,895	27,068	9,649	57,144	-	945,978
Impact of changes in accounting policies	3	-	-	-	-	(12,486)	-	(12,486)
Balance at 1 January 2020 - restated		327,222	524,895	27,068	9,649	44,658	-	933,492
Transactions with owners, recorded directly in equity								
<i>Contributions by owners of the parent</i>								
Issue of ordinary shares	11	3,253	7,938	-	-	-	-	11,191
Total contributions by owners of the parent		3,253	7,938	-	-	-	-	11,191
Comprehensive income for the period								
Loss for the period		-	-	-	-	(124,290)	-	(124,290)
Other comprehensive income		-	-	-	-	1,190	190,454	191,644
Total comprehensive income for the period		-	-	-	-	(123,100)	190,454	67,354
Balance at 30 September 2020		330,475	532,833	27,068	9,649	(78,442)	190,454	1,012,037

Cho Thavee Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit (loss) for the period	(139,131)	53,624	(124,290)	63,374
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Tax expense (income)	(89)	7,190	-	7,066
Depreciation and amortisation	51,684	42,913	48,484	39,466
Interest income	(11,153)	(8,123)	(19,619)	(14,614)
Finance costs	110,298	107,898	109,364	106,644
Unrealised gain on exchange and others	(220)	(2,923)	(220)	(1,937)
Impairment loss recognised in profit or loss (reversal of)	7,030	(16,095)	8,194	(16,095)
Gain on disposal of property, plant and equipment and investment properties	(6,083)	(40,689)	(6,083)	(40,689)
Provision for employee benefit expenses	5,388	11,614	5,135	10,848
Share of loss from investment in associate	68	72	-	-
	<u>17,792</u>	<u>155,481</u>	<u>20,965</u>	<u>154,063</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other current receivables	66,373	129,127	47,545	177,611
Current contract assets	51,318	221,981	45,467	206,565
Inventories	(45,882)	64,082	(38,475)	74,373
Other current assets	(29,329)	23,046	(10,040)	23,049
Other non-current assets	4,126	(30,824)	4,132	(30,608)
Refundable deposits	836	-	836	-
Trade and other current payables	(3,501)	(257,559)	(3,324)	(242,210)
Current contract liabilities	(1,999)	(1,590)	(1,625)	(1,436)
Other current liabilities	11,759	(3,700)	10,643	(3,265)
Provisions for employee benefits paid	(2,537)	(920)	(2,537)	(920)
Net cash generated from operating	<u>68,956</u>	<u>299,124</u>	<u>73,587</u>	<u>357,222</u>
Taxes received (paid)	2,383	(5,879)	2,383	(5,878)
Net cash from operating activities	<u>71,339</u>	<u>293,245</u>	<u>75,970</u>	<u>351,344</u>

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2020	2019	2020	2019
	(in thousand Baht)			
Cash flows from investing activities				
(Increase) decrease in restricted deposit at financial institution	25,308	(4,198)	25,848	(4,198)
(Increase) decrease in short-term loans to related parties	111,067	-	109,582	(98,624)
Proceeds from sale of investment properties	54,802	36,000	54,802	36,000
Acquisition of non-marketable equity instruments	-	(18,750)	-	(18,750)
Acquisition of subsidiaries	-	-	(999)	-
Proceeds from sale of property, plant and equipment	6,501	5,472	6,501	5,472
Acquisition of property, plant and equipment and intangible assets	(41,632)	(29,027)	(39,556)	(29,027)
Interest received	2,442	3,639	3,837	3,639
Net cash from (used in) investing activities	158,488	(6,864)	160,015	(105,488)
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	82,316	(240,784)	74,149	(228,549)
Decrease in short-term loans	(84,860)	(505,193)	(84,860)	(485,619)
Interest paid	(100,954)	(120,301)	(92,844)	(111,604)
Payment of lease liabilities	(5,011)	(9,068)	(5,011)	(9,068)
Proceeds from long-term loan	6,199	-	-	-
Proceeds from issue of debentures	71,000	596,621	71,000	596,621
Repayment of debentures	(200,154)	-	(200,154)	-
Net cash used in financing activities	(231,464)	(278,725)	(237,720)	(238,219)
Net increase (decrease) in cash and cash equivalents	(1,637)	7,656	(1,735)	7,637
Cash and cash equivalents at beginning of period	12,932	3,712	12,671	3,631
Cash and cash equivalents at end of period	11,295	11,368	10,936	11,268
Supplementary information for cash flows				
Non-cash transactions				
Transfer of short-term loan to long-term loan	213,042	-	213,042	-

The accompanying notes form an integral part of the interim financial statements.

Cho Thavee Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2020 (Unaudited)

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Cho Thavee Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2020 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements and were approved and authorised for issue by the Board of Directors on 11 November 2020.

1 General information

Cho Thavee Public Company Limited, the “Company”, is incorporated in Thailand, and has its registered office as follows:

Head office	265 Moo 4, Klang Muang Road, Tambol Muang Khao, Amphur Muang, Khon Kaen
Branch 1	96/25 Moo 3, Vibhavadi-Rangsit Road, Talad Bang Khen District, Lak-Si, Bangkok
Branch 2	66/5 Moo 2, Tambol Pong, Amphur Banglamung, Chonburi
Branch 3	62/25 Moo 2, Tambol Lam Sai, Amphur Wang Noi, Ayutthaya
Branch 4	37/30 Moo 1, Tambol Nong Kham, Amphur Sriracha, Chonburi

The Company was listed on the Market for Alternative Investment (MAI) on 13 May 2013.

The Company’s major shareholder during the financial period was Mr. Suradech Taweesaengsakulthai.

The principal business operations of the Company and subsidiaries are engaged in manufacturing, selling and providing service of trailer assembly, vehicles and special equipments. Details of the Company’s subsidiaries as at 30 September 2020 and 31 December 2019 were as follows:

Name of the entity	Type of Business	Ownership interest (%)	
		30 September 2020	31 December 2019
Direct subsidiaries			
Cho Thavee Thermo Tech Co., Ltd.	Manufacturing, fabrication, assembly for panel and container	99.99	99.99
Amornrattanakosin Co., Ltd.	Public transportation	99.97	99.97

The above direct subsidiaries were incorporated in Thailand.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The condensed interim financial statements are presented in the same format as the annual financial statements and prepared its notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2019.

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The Group has initially applied TFRS - Financial instruments standards, TFRS 16 Leases and land revaluation method and disclosed impact from changes to significant accounting policies in Note 3.

In addition, the Group has not early adopted a number of new and revised TFRS, which are not yet effective for the current period in preparing these financial statements. The Group has assessed the potential initial impact on the financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.

(b) *Use of judgements and estimates*

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2019, except for the new significant judgements and key sources of estimation uncertainty related to the application of new TFRS, land revaluation method and accounting guidance on temporary accounting relief measures for additional accounting options in response to impact from the situation of COVID-19 outbreak.

Due to the COVID-19 outbreak at the beginning of 2020, Thailand and many other countries have enacted several protective measures against the outbreak, e.g. the order to temporarily shut down operating facilities or reduce operating hours, social distancing, etc. This has significantly affected world economy, production, supply chain of goods and business operation of many entities in wide areas.

At 30 September 2020, the situation of COVID-19 outbreak is still ongoing, resulting in estimation uncertainty on the potential impact, therefore, the Group elected to apply accounting guidance on temporary accounting relief measures for additional accounting options in response to impact from the situation of COVID-19 outbreak on the following:

(a) *Impairment of assets*

The Group considered impairment of trade accounts receivables and contract assets under simplified approach using historical loss rate and did not take forward-looking information into account.

(b) *Fair value measurement*

The Group elected to measure investment in non-marketable equity securities at 30 September 2020 using fair values at 1 January 2020.

The Group elected to exclude the factor of COVID-19 situation, which may affect in fair value measurement of land, therefore, the Group used the latest appraised value as fair value.

(c) *Use of going concern basis of accounting*

As at 30 September 2020, the Group and the Company had deficits of Baht 78.17 million and Baht 78.44 million, respectively, and incurred net loss in the consolidated and separate statements of comprehensive income for the nine-month period ended 30 September 2020 of Baht 139.13 million and Baht 124.29 million, respectively. Moreover, the Group's operation was and may continue to be significantly affected by the economic uncertainty resulting from the spread of COVID-19. These circumstances indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern. The management is closely monitoring and managing the situation to ensure sufficient and constant revenue and cash flow for operation as well as

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to support the Group's liquidity. Moreover, the Group management is satisfied that the Group and the Company will continue to meet their funding needs for the foreseeable future. The consolidated and separate financial statements have been prepared by Group's and Company's management on the going concern basis on the assumption that such further capital and facilities are secured to the extent that Group's operations and the Company's operations require. Accordingly, the consolidated and separate financial statements do not include any adjustments relating to the recoverability and classification of recorded assets amounts or to amounts and classifications of liabilities that may be necessary if the Group and the Company is unable to continue as a going concern.

3 Changes in accounting policies

From 1 January 2020, the Group has initially applied TFRS - Financial instruments standards, TFRS 16 and the change in land recognition accounting policy from cost to revaluation method. Impact of changes in accounting policies on the beginning balance of shareholders' equity are as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
<i>Impact on retained earnings</i>		
At 31 December 2019 - as reported	73,034	57,144
<i>Decrease due to:</i>		
Adoption of TFRS - Financial instruments standards		
Impairment losses on financial assets	(14,123)	(12,486)
At 1 January 2020 - restated	<u>58,911</u>	<u>44,658</u>

A. TFRS - Financial instruments standards

The Group has adopted TFRS - Financial instruments standards by adjusting the cumulative effects to retained earnings on 1 January 2020. Therefore, the Group did not adjust the information presented for 2019.

These TFRS - Financial instruments standards establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. The impact from adoption of TFRS - Financial instruments standards are as follows:

(1) Classification and measurement of financial assets and financial liabilities

TFRS 9 contains three principal classification categories for financial assets: measured at amortised cost, fair value to other comprehensive income (FVOCI) and fair value to profit or loss (FVTPL). The classification under TFRS 9 is based on the cash flow characteristics of the financial asset and the business model in which they are managed. TFRS 9 eliminates the previous classification of held-to-maturity debt securities, available-for-sale securities, trading securities and general investment as specified by TAS 105.

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Under TFRS 9, interest income and interest expenses recognised from all financial assets and financial liabilities measured at amortised cost shall be calculated using effective interest rate method. Previously, the Group recognised interest income and interest expenses at the rate specified in the contract. However, there is no material impact on the initial adoption.

Applying TFRS 9 does not have significant impact on classification and measurement of financial assets and liabilities as they are classified and measured at amortised cost which are approximate to carrying amount. Items that are classified and measured by other means:

- Derivatives are measured at FVTPL.
- Non-marketable equity securities which the Group has designated them as measured at FVOCI because it is intended for the long-term strategic purposes. The accumulated gain (loss) on measurement of these investments will not be subsequently reclassified to profit or loss.

(2) Impairment - Financial assets and contract assets

TFRS 9 introduces forward-looking ‘expected credit loss’ (ECL) model whereas previously the Group estimates allowance for doubtful account by analysing payment histories and future expectation of customer payment. TFRS 9 requires considerable judgement about how changes in economic factors affect ECLs, which will be determined on a probability-weighted basis. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments measured at FVOCI, lease receivables, except for investments in equity instruments.

The Group has determined that the application of TFRS 9’s impairment requirements at 1 January 2020 results in an additional allowance for impairment loss as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
Allowance for impairment losses at 31 December 2019		
Allowance for doubtful debts - trade accounts receivables	2,450	1,474
<i>Additional impairment loss recognised at 1 January 2020 on:</i>		
- Trade accounts receivables	13,784	11,662
- Contract assets	339	332
- Loan to subsidiaries	-	491
Allowance for impairment losses at 1 January 2020	16,573	13,959

The Group has opted to recognise the increase of impairment loss as an adjustment to retained earnings as at 1 January 2020.

B. TFRS 16 Leases

From 1 January 2020, the Group has initially adopted TFRS 16 on contracts previously identified as leases according to TAS 17 *Leases* and TFRIC 4 *Determining whether an arrangement contains a lease* using the modified retrospective approach.

Previously, the Group, as a lessee, recognised payments made under operating leases in profit or loss on a straight-line basis over the term of the lease. Under TFRS 16, the Group assesses whether a contract is, or contains, a lease. If a contract contains lease and non-lease components, the Group allocates the consideration in the contract based on stand-alone selling price (transaction price). As at

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1 January 2020, the Group and the Company recognised right-of-use assets and lease liabilities, as a result, the nature of expenses related to those leases was changed because the Group recognised depreciation of right-of-use assets and interest expense on lease liabilities.

On transition, the Group also elected to use the practical expedients by applying a single discount rate to a portfolio of leases with similar characteristics.

	Consolidated financial statements	Separate financial statements
<i>Impact from the adoption of TFRS 16</i>		
<i>At 1 January 2020</i>		
Increase in right-of-use assets	50,502	50,502
Increase in lease liabilities	(48,664)	(48,664)
Decrease in prepaid expense	(1,838)	(1,838)

Incremental borrowing rate as at 1 January 2020 was at rate 6.75% per annum.

The right-of-use assets mainly increased in the revenue from service segment.

C. Change in land recognition accounting policy

The Group has changed the land recognition (presented under property, plant and equipment, and investment properties) from cost to revaluation method from 1 January 2020 to reflect the realistic value of the land. Impact on the financial statements are as follows;

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
Increase from land revaluation	246,061	244,870
Gain on revaluation of assets before tax	246,061	244,870
Increase in deferred tax liabilities	49,212	48,974

4 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or entities.

Relationships with subsidiaries, associates, joint ventures, relationships with key management and other related parties and pricing policy did not significantly change during the three-month and nine-month periods ended 30 September 2020.

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Significant transactions for the three-month and nine-month periods ended 30 September 2020 and 2019 with related parties were as follows:

<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Subsidiaries				
Revenue from sales and services	-	-	79	660
Management income	-	-	426	425
Rental income	-	-	432	432
Interest income	-	-	2,774	3,001
Other income	-	-	154	645
Purchase of raw materials	-	-	5,047	3,473
Other related parties				
Revenue from sales and services	16,187	12,421	16,187	12,421
Management income	-	558	-	558
Rental income	90	126	90	126
Interest income	3,785	3,820	2,806	2,640
Purchase of raw materials	3,116	2,804	3,116	2,804
Rental expense	453	390	390	390
Other expenses	953	1,060	953	1,060
Key management personnel				
Key management personnel compensation				
Short-term management benefits	2,506	5,239	2,506	5,239
Long-term management benefits	323	326	323	326
<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Subsidiaries				
Revenue from contract	-	-	-	1,509
Revenue from sales and services	-	-	1,307	7,081
Management income	-	-	1,277	899
Rental income	-	-	1,297	1,752
Interest income	-	-	10,341	7,790
Other income	-	-	744	2,381
Purchase of raw materials	-	-	5,273	12,978
Other related parties				
Revenue from contract	-	341,067	-	326,459
Revenue from sales and services	47,800	41,675	47,800	41,675
Management income	-	2,980	-	2,980
Rental income	270	378	270	378
Interest income	14,918	8,796	9,285	5,376
Purchase of raw materials	10,875	18,391	10,875	18,391
Rental expense	1,359	1,230	1,170	1,230
Other expenses	9,420	3,080	9,402	3,080

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<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Key management personnel				
Key management personnel compensation				
Short-term management benefits	10,778	15,968	10,778	15,968
Long-term management benefits	861	993	861	993

Balances as at 30 September 2020 and 31 December 2019 with related parties were as follows:

Trade accounts receivable

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	3,352	3,597
Other related parties	223,946	253,836	153,399	173,094
Total	223,946	253,836	156,751	176,691

Other receivables

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	34,347	20,279
Other related parties	45,468	39,182	34,553	26,967
Total	45,468	39,182	68,900	47,246

Short-term loans to related parties

	<i>Interest rate (% per annum)</i>	Consolidated financial statements		Separate financial statements	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
		<i>(in thousand Baht)</i>			
Director					
Mr. Suradech Taweesaengsakulthai	8	-	111,067	-	-
Subsidiary					
Cho Thavee Thermotech Co., Ltd.	7	-	-	157,645	267,718

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Movements during the nine-month periods ended 30 September 2020 and 2019 of loans to related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Director				
At 1 January	111,067	-	-	-
Increase	-	84,305	-	-
Decrease	(111,067)	(39,351)	-	-
At 30 September	<u>-</u>	<u>44,954</u>	<u>-</u>	<u>-</u>
At 31 December		<u>111,067</u>		<u>-</u>
Subsidiaries				
At 1 January	-	-	267,718	82,870
Increase	-	-	63,241	204,784
Decrease	-	-	(172,925)	(106,160)
At 30 September	<u>-</u>	<u>-</u>	<u>158,034</u>	<u>181,494</u>
Less allowance for impairment	-	-	(389)	-
Net	<u>-</u>	<u>-</u>	<u>157,645</u>	<u>181,494</u>
At 31 December		<u>-</u>		<u>267,718</u>

The outstanding balance of loan to director as at 31 December 2019 of Baht 111 million was fully repaid during the nine-month period ended 30 September 2020.

Trade and other accounts payables

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	6,635	3,584
Other related parties	3,855	9,087	3,855	9,087
Total	<u>3,855</u>	<u>9,087</u>	<u>10,490</u>	<u>12,671</u>

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Significant agreements with person or other related parties

As at 30 September 2020, agreements with related parties are as follows:

- (A) The Company has a rental agreement to rent a parking space for transportation service with Khon Kaen Cho Thawi (1993) Co., Ltd. at the agreed rental rate. The contract has a period of 3 years and will be due in November 2021.
- (B) The Company has an office rental agreement with the Company's director. The contract can be extended annually unless both parties agree for cancellation in written notice.
- (C) The Company has an office rental agreement with a subsidiary for a period of 4 years and will be due in July 2022.
- (D) The Company has an office rental agreement with a subsidiary for a period of 3 years and will be due in December 2021.
- (E) The Company has a management agreement with a subsidiary to provide operational assistance service and advice for business.
- (F) The Company has a contract with Khon Kaen Cho Thawi (1993) Co., Ltd. to obtain joint credit facility line from a financial institution in amount of Baht 70 million by placing land of Khon Kaen Cho Thawi (1993) Co., Ltd. with a carrying amount of Baht 101 million as guarantee. The Company agreed to pay fee to Khon Kaen Cho Thawi (1993) Co., Ltd. in amount of Baht 0.6 million per year.
- (G) The Company has a short-term loan agreement with a subsidiary with credit line amount of Baht 270 million, bearing interest rate at 7% per annum and is repayable at call.

5 Non-current assets classified as held for sale

As at 30 September 2020, the Group classified investment property which was land with book value of Baht 200 million as non-current assets classified as held for sale. The Group has a plan for sale of assets which is expected to be completed within 2020. The Group entered into a purchase and sale agreement with buyer and already received deposit amount of Baht 10 million in November 2020.

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6 Investment in associate

	Consolidated financial statements		Separate financial statements	
<i>For the nine-month periods ended 30 September</i>	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
As at 1 January	2,459	2,552	2,818	2,818
Share of loss from investment in associate	(67)	(72)	-	-
As at 30 September	2,392	2,480	2,818	2,818
As at 31 December		2,459		2,818

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Investment in associate as at 30 September 2020 and 31 December 2019, and dividend income for the nine-month periods ended 30 September 2020 and 2019, was as follows

Consolidated financial statements										Dividend income		
Ownership interest		Paid-up capital		Cost		Equity		for the nine-month periods ended				
30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	30 September 2019			
(%)		(in thousand Baht)										
Associate												
KLRT Company Limited	49	49	5,750	5,750	2,818	2,818	2,392	2,459	-	-		
Separate financial statements												
Ownership interest		Paid-up capital		Cost		Impairment		Cost - net		Dividend income		
30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	30 September 2019	
(%)		(in thousand Baht)										
Associate												
KLRT Company Limited	49	49	5,750	5,750	2,818	2,818	-	-	2,818	2,818	-	-

None of the Group's associate is publicly listed and consequently do not have published price quotation.

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7 Investments in subsidiaries

	Separate financial statements	
	2020	2019
	<i>(in thousand Baht)</i>	
<i>For the nine-month periods ended 30 September</i>		
As at 1 January	23,600	23,600
Increased	999	-
As at 30 September	24,599	23,600
As at 31 December		23,600

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Investments in subsidiaries as at 30 September 2020 and 31 December 2019, and dividend income for the nine-month periods ended 30 September 2020 and 2019 were as follows:

	Ownership interest		Paid-up capital		Cost		Dividend income	
	30 September	31 December	30 September	31 December	30 September	31 December	for the nine-month periods ended	
	2020	2019	2020	2019	2020	2019	30 September	30 September
	(%)				(in thousand Baht)		2020	2019
<i>Subsidiaries</i>								
Cho Thavee Thermo Tech Co., Ltd.	99	99	20,000	20,000	22,600	22,600	-	-
Amornrattanakosin Co., Ltd.	99	99	1,999	1,000	1,999	1,000	-	-
					24,599	23,600	-	-

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8 Investment property

During the nine-month period ended 30 September 2020, the Group sold investment property - land at carrying amount of Baht 54.80 million and received cash payment amount of Baht 54.69 million.

9 Property, plant and equipment

Acquisitions, disposals, transfers and revaluation of property, plant and equipment during the nine-month period ended 30 September were as follows:

<i>For the nine-month periods ended 30 September</i>	Consolidated financial statements			
	2020		2019	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value (in thousand Baht)	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Land	-	-	2,266	-
Land revaluation	187,332	-	-	-
Buildings and other constructions	3,112	-	6,973	-
Machinery and equipment	14,707	(643)	6,681	(60)
Furniture, fixtures and office equipment	960	(464)	1,587	(96)
Vehicles	21,368	-	3,470	(1)
Assets under construction and installation	19,785	(20,333)	10,009	(793)
Total	247,264	(21,440)	30,986	(950)

<i>For the nine-month periods ended 30 September</i>	Separate financial statements			
	2020		2019	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value (in thousand Baht)	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Land	-	-	2,266	-
Land revaluation	187,332	-	-	-
Buildings and other constructions	3,112	-	6,973	-
Machinery and equipment	14,664	(643)	6,382	(60)
Furniture, fixtures and office equipment	960	(464)	1,499	(111)
Vehicles	21,368	-	3,470	(1)
Assets under construction and installation	19,785	(20,333)	9,230	(793)
Total	247,221	(21,440)	29,820	(965)

The right-of-use assets adjustments for beginning balance was disclosed in Note 3 and there were no significant changes of right-of-use assets during the nine-month period ended 30 September 2020.

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Measurement of fair values

Fair value hierarchy

The fair value of the land was appraised on 1 January 2020 by external independent valuer who has appropriate professional qualifications and experience in the asset appraisal.

The fair value measurement of land has been categorised as fair value level 3 based on the inputs that applied to valuation using market comparison technique.

10 Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
<i>Current</i>				
Bank overdrafts and short-term loans from financial institutions				
- Unsecured	654,234	571,918	628,766	554,617
Short-term loans				
- Unsecured	244	298,146	244	298,146
Current portion of long-term loans from other parties				
- Secured	25,556	24,900	24,900	24,900
Current portion of finance lease liabilities	7,158	11,427	7,158	11,427
Current portion of debenture	642,257	299,035	642,257	299,035
Total current	1,329,449	1,205,426	1,303,325	1,188,125
<i>Non-current</i>				
Long-term loans				
- Secured	2,418	-	-	-
- Unsecured	216,167	-	213,042	-
Finance lease liabilities	45,921	1,300	45,919	1,300
Debenture	368,961	841,337	368,961	841,337
Total non-current	633,467	842,637	627,922	842,637

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	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
1) The unsubordinated, unsecured long-term debenture 201,100 units at par value of Baht 1,000 per unit. Interest was carried at fixed rate of 6.5% per annum, repaying quarterly. Debenture holds a lifespan of 2 years and matured in September 2020.				
: Current	-	199,035	-	199,035
2) The unsubordinated, secured short-term debenture with the remaining 100,000 units at par value of Baht 1,000 per unit. Interest was carried at the fixed rate of 7.25% per annum and has continuously renewed the debenture agreement. On 18 June 2020, the debenture has been renewed for another 183 days, and it will be matured in December 2020. The Company's shares held by a director and the Company's land were used as collateral.				
: Current	100,000	100,000	100,000	100,000
3) The unsubordinated and unsecured long-term debenture;				
3.1) 545,300 units at par value of Baht 1,000 per unit. Interest was carried at fixed rate of 6.75% per annum, repaying quarterly, lifespan of 2 years and will be matured in February 2021.				
: Current	542,257	-	542,257	-
: Non-current	-	542,812	-	542,812
3.2) 300,000 units at par value of Baht 1,000 per unit. Interest was carried at fixed rate of 7% per annum, repaying quarterly, lifespan of 2 years and will be matured in October 2021.				
: Non-current	297,961	298,525	297,961	298,525
3.3) 71,000 units at par value of Baht 1,000 per unit. Interest was carried at fixed rate of 7% per annum, repaying quarterly, and lifespan of 2 years and will be matured in September 2022.				
: Non-current	71,000	-	71,000	-
Total	1,011,218	1,140,372	1,011,218	1,140,372
<i>Less current portion</i>	<i>(642,257)</i>	<i>(299,035)</i>	<i>(642,257)</i>	<i>(299,035)</i>
Non-current portion - net	368,961	841,337	368,961	841,337

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During nine-months period ended 30 September 2020, the Company issued the unsubordinated, unsecured debenture with name registered with bond holders' representative offering to institution investors and High Net Worth with 71,000 units at par value of Baht 1,000 per unit totalling Baht 71 million. Interest was carried at fixed rate of 7% per annum, repaying quarterly. Debenture holds a lifespan of 2 years and will be matured in September 2022.

Secured interest-bearing liabilities as at 30 September 2020 and 31 December 2019 were secured on the following assets:

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Deposit at financial institution	37,552	62,860	34,012	59,860
Land	497,462	317,608	480,232	301,569
Buildings	76,565	78,631	76,565	78,631
Total	611,579	459,099	590,809	440,060

As at 30 September 2020, the Group has unused credit facilities from financial institutions amounting to totalling Baht 683.46 million (*31 December 2019: Baht 678.50 million*).

As the Company and Scan Inter Public Company Limited ("SCN") entered into a Joint Operation agreement for the purchase of air-conditioned buses using natural gas fuel (NGV) including repair and maintenance of 489 buses in 2017, Joint Operation SCN-CHO obtained borrowing from SCN to place as a bus security deposit in amount of Baht 426 million (representing a portion of the Group of Baht 213 million) to the Bangkok Mass Transit Authority. Under the agreement, the placing of bus security deposit will have a period of 10 years from 27 December 2017 onwards. The Bangkok Mass Transit Authority will return the bus security deposit without interest to Joint Operation SCN-CHO within 15 days from the date that the Joint Operation SCN-CHO is released from the bus purchase agreement.

On 30 September 2020, the Group made a mutual memorandum that Joint Operation SCN-CHO will return the bus security deposit together with compensation to SCN within 15 days from the date that Joint Operation SCN-CHO receives the bus security deposit back from the Bangkok Mass Transit Authority. Therefore, the Group classified the loan of Baht 213 million as non-current, as at 30 September 2020.

11 Share capital

	Par value per share (in Baht)	2020		2019	
		Number	Baht	Number	Baht
		<i>(thousand shares / thousand Baht)</i>			
Authorised					
At 1 January					
- ordinary shares	0.25	2,355,996	588,999	1,841,118	460,280
Reduce share capital by share cancellation	0.25	-	-	(532,231)	(133,058)
Increase share capital by new share issuance	0.25	-	-	1,047,109	261,777
- ordinary shares at 30 September	0.25	2,355,996	588,999	2,355,996	588,999
- ordinary shares at 31 December				2,355,996	588,999

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	Par value per share (in Baht)	2020		2019	
		Number	Baht	Number	Baht
		(thousand shares / thousand Baht)			
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	0.25	1,308,887	327,222	1,308,887	327,222
New share issuance from warrants exercise	0.25	13,014	3,253	-	-
- ordinary shares at 30 September	0.25	<u>1,321,901</u>	<u>330,475</u>	<u>1,308,887</u>	<u>327,222</u>
- ordinary shares at 31 December				<u>1,308,887</u>	<u>327,222</u>

Warrants to purchase shares

The Group issued warrants to purchase common shares CHO-W2 and started trading on 15 July 2019, detail is as follows:

Number of listed warrants	: 649,415,238
Exercise ratio (Warrant: New common stock)	: 1:1
Exercise price (Baht per share)	: 0.86
Term of warrants	: 1 year 6 months from issuance date of warrants
First exercise date	: 30 December 2019
Last exercise date	: 30 December 2020

During the nine-month period ended 30 September 2020, the Group paid-up the capital from warrant exercise to purchase shares which resulted in share capital increase by 13,014,520 shares amounting to Baht 11 million (share capital of Baht 3 million and share premium of Baht 8 million). The remaining unexercised warrants as at 30 September 2020 were 636,400,718 warrants.

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12 Segment information

The management determined that the Group has 3 reportable segments which are the Group's strategic division that are different. The following summary describes the operations in each of the Group's reportable segments:

- *Segment revenue from contracts such as standard products, special designed products and project contract.*
- *Segment revenue from sale such as sale of spare parts and vehicle prototype.*
- *Segment revenue from service such as maintenance service center.*

Each segment's performance is measured based on revenue and profit margin as included in the internal management reports that are reviewed by the Group's CODM. Revenue and profit margin are used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

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The Group's revenue from major customers for the three-month periods ended 30 September 2020 and 2019 were Baht 89.95 million and Baht 137.94 million, respectively.

Information about reportable segments

	Consolidated financial statements							
	Revenue from contract		Revenue from sales		Revenue from services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
<i>For the three-month period ended 30 September</i>								
	<i>(in thousand Baht)</i>							
Revenue	134,939	143,402	1,438	3,122	65,065	87,987	201,442	234,511
Gross profit	<u>14,261</u>	<u>31,570</u>	<u>1,468</u>	<u>674</u>	<u>3,567</u>	<u>10,134</u>	<u>19,296</u>	<u>42,378</u>
Unallocated distribution and administrative expenses and finance costs							(63,063)	(90,305)
Other income							9,579	63,114
Share of loss of investments in associate							(23)	(24)
Profit (loss) before tax							<u>(34,211)</u>	<u>15,163</u>

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The Group's revenue from major customers for the nine-month periods ended 30 September 2020 and 2019 were Baht 224.74 million and Baht 934.68 million, respectively.

Information about reportable segments

	Consolidated financial statements							
	Revenue from contract		Revenue from sales		Revenue from services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
<i>For the nine-month period ended 30 September</i>								
	<i>(in thousand Baht)</i>							
Revenue	286,342	1,022,238	5,325	12,324	204,386	229,691	496,053	1,264,253
Gross profit	<u>37,787</u>	<u>199,593</u>	<u>2,781</u>	<u>1,711</u>	<u>19,850</u>	<u>44,580</u>	<u>60,418</u>	<u>245,884</u>
Unallocated distribution and administrative expenses and finance costs							(224,502)	(262,054)
Other income							24,932	77,056
Share of loss of investments in associate							(68)	(72)
Profit (loss) before tax							<u>(139,220)</u>	<u>60,814</u>
Investments in associate							2,392	2,480
Segment assets							3,251,463	3,176,314
Segment liabilities							2,241,885	2,230,366

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The Company's revenue from major customers for the three-month periods ended 30 September 2020 and 2019 were Baht 89.95 million and Baht 137.94 million, respectively.

Information about reportable segments

	Separate financial statements							
	Revenue from contract		Revenue from sales		Revenue from services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
<i>For the three-month period ended 30 September</i>								
	<i>(in thousand Baht)</i>							
Revenue	133,085	137,939	1,465	3,089	65,077	88,444	199,627	229,472
Gross profit	<u>16,279</u>	<u>30,661</u>	<u>656</u>	<u>641</u>	<u>3,568</u>	<u>9,982</u>	<u>20,503</u>	<u>41,284</u>
Unallocated distribution and administrative expenses and finance costs							(62,320)	(85,791)
Other income							<u>12,177</u>	<u>65,329</u>
Profit (loss) before tax							<u>(29,640)</u>	<u>20,822</u>

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The Company's revenue from major customers for the nine-month periods ended 30 September 2020 and 2019 were Baht 224.74 million and Baht 934.68 million, respectively.

Information about reportable segments

	Separate financial statements							
	Revenue from contract		Revenue from sales		Revenue from services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
<i>For the nine-month period ended 30 September</i>								
	<i>(in thousand Baht)</i>							
Revenue	267,769	962,857	6,455	18,575	203,592	230,301	477,816	1,211,733
Gross profit	<u>36,588</u>	<u>188,098</u>	<u>1,975</u>	<u>2,681</u>	<u>19,427</u>	<u>43,178</u>	<u>57,990</u>	<u>233,957</u>
Unallocated distribution and administrative expenses and finance costs							(214,758)	(246,873)
Other income							<u>32,478</u>	<u>83,356</u>
Profit (loss) before tax							<u>(124,290)</u>	<u>70,440</u>
Investments in associate							2,818	2,818
Segment assets							3,211,518	3,133,592
Segment liabilities							2,199,481	2,196,538

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Geographical segments

The Group and the Company geographical segment is in domestic and overseas from export. All significant revenue from contract, sale of goods and rendering of services on the basis of geography is presented in this information. Segment revenue from contract and sale of goods and rendering of services is based on the geographical location of customers below:

<i>Three-month period ended 30 September</i>	Consolidated financial statements	
	2020	2019
	<i>(in thousand Baht)</i>	
Thailand	190,506	210,698
Japan	1,490	3,775
Korea	783	76
Hong Kong	102	17,151
Others	8,561	2,811
Total	201,442	234,511

<i>Nine-month period ended 30 September</i>	Consolidated financial statements	
	2020	2019
	<i>(in thousand Baht)</i>	
Thailand	460,782	1,176,802
Vietnam	8,387	28,699
Korea	8,189	257
Japan	1,490	28,069
Hong Kong	1,315	17,350
Others	15,890	13,076
Total	496,053	1,264,253

13 Earnings (loss) per share

Basic earnings (loss) per share

The calculations of basic earnings (loss) per share for the three-month and nine-month periods ended 30 September 2020 and 2019 were based on the profit (loss) for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht / thousand share)</i>			
Profit (loss) for the period attributable to ordinary shareholders of the Company (basic)	(34,211)	15,619	(29,640)	21,171
Weighted average number of ordinary shares outstanding	1,321,901	1,308,887	1,321,901	1,308,887
Basic earnings (loss) per share (Baht)	(0.026)	0.012	(0.022)	0.016

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<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht / thousand share)</i>			
Profit (loss) for the period attributable to ordinary shareholders of the Company (basic)	<u>(139,130)</u>	<u>53,626</u>	<u>(124,290)</u>	<u>63,374</u>
Weighted average number of ordinary shares outstanding	<u>1,321,901</u>	<u>1,308,887</u>	<u>1,321,901</u>	<u>1,308,887</u>
Basic earnings (loss) per share (Baht)	<u>(0.105)</u>	<u>0.041</u>	<u>(0.094)</u>	<u>0.048</u>

Diluted earnings (loss) per share

The calculations of diluted earnings (loss) per share for the three-month and nine-month periods ended 30 September 2020 and 2019 were based on the profit (loss) for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the period after adjusting for the effects of all diluted potential instruments as follows:

<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht/ thousand share)</i>			
Profit (loss) for the period attributable to ordinary shareholders of the Company (basic and diluted)	<u>(34,211)</u>	<u>15,619</u>	<u>(29,640)</u>	<u>21,171</u>
Weighted average number of ordinary shares outstanding	1,321,901	1,308,887	1,321,901	1,308,887
Effect of all diluted potential instrument	-	-	-	-
Weighted average number of ordinary shares outstanding (diluted)	<u>1,321,901</u>	<u>1,308,887</u>	<u>1,321,901</u>	<u>1,308,887</u>
Diluted earnings (loss) per share (Baht)	<u>(0.026)</u>	<u>0.012</u>	<u>(0.022)</u>	<u>0.016</u>

<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht/ thousand share)</i>			
Profit (loss) for the period attributable to ordinary shareholders of the Company (basic and diluted)	<u>(139,130)</u>	<u>53,626</u>	<u>(124,290)</u>	<u>63,374</u>
Weighted average number of ordinary shares outstanding	1,321,901	1,308,887	1,321,901	1,308,887
Effect of all diluted potential instrument	-	-	-	-
Weighted average number of ordinary shares outstanding (diluted)	<u>1,321,901</u>	<u>1,308,887</u>	<u>1,321,901</u>	<u>1,308,887</u>
Diluted earnings (loss) per share (Baht)	<u>(0.105)</u>	<u>0.041</u>	<u>(0.094)</u>	<u>0.048</u>

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14 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

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	Consolidated financial statements				Fair value		
	Fair value through profit or loss	Carrying amount Fair value through other comprehensive income	Amortised cost - net	Total (in thousand Baht)	Level 1	Level 2	Level 3
<i>At 30 September 2020</i>							
Financial assets							
Investment in non-marketable equity instruments	-	25,000	-	25,000	-	-	25,000
Derivatives assets	1	-	-	1	-	1	-
Total financial assets	1	25,000	-	25,001			
Financial liabilities							
Bank overdrafts and short-term loans from financial institutions	-	-	(654,234)	(654,234)	-	-	(654,234)
Short-term loans	-	-	(244)	(244)	-	-	(244)
Long-term loans	-	-	(244,141)	(244,141)	-	-	(244,141)
Debentures	-	-	(1,011,218)	(1,011,218)	-	-	(1,011,218)
Derivatives liabilities	(14)	-	-	(14)	-	(14)	-
Total financial liabilities	(14)	-	(1,909,837)	(1,909,851)			

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	Separate financial statements				Fair value		
	Fair value through profit or loss	Carrying amount		Total (in thousand Baht)	Level 1	Level 2	Level 3
At 30 September 2020		Fair value through other comprehensive income	Amortised cost - net				
Financial assets							
Short-term loans to related parties	-	-	157,645	157,645	-	-	157,645
Investment in non-marketable equity instruments	-	25,000	-	25,000	-	-	25,000
Derivatives assets	1	-	-	1	-	1	-
Total financial assets	1	25,000	157,645	182,646			
Financial liabilities							
Bank overdrafts and short-term loans from financial institutions	-	-	(628,766)	(628,766)	-	-	(628,766)
Short-term loans	-	-	(244)	(244)	-	-	(244)
Long-term loans	-	-	(237,942)	(237,942)	-	-	(237,942)
Debentures	-	-	(1,011,218)	(1,011,218)	-	-	(1,011,218)
Derivatives liabilities	(14)	-	-	(14)	-	(14)	-
Total financial liabilities	(14)	-	(1,878,170)	(1,878,184)			

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Carrying amount and fair value of most financial instruments of the Group are not significantly different as its interest is approximate to market rate.

Financial instruments measured at fair value

Type	Valuation technique
Derivatives	In cases where there is an active market, the Group uses the market value as the fair value of derivatives.
	In cases where there is no active market, simple over-the-counter derivative are derived by using a valuation technique incorporating observable market data which is adjusted with counterparty credit risk (excluding own credit risk) and other risks to reflect true economic value.
Investment in non-marketable equity instruments	Net assets valued at the most recent report and consider its reliability and appropriateness on valuation factors.

Credit risk

Allowance for impairment loss for trade receivables and contract assets are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the historical credit loss experience, adjusted for factors that are specific to the debtors and assessment of both the current and forecast general economic conditions.

	Consolidated financial statements			
	Trade accounts receivables	Contract assets	Total carrying amounts	Allowance for impairment losses
At 30 September 2020				
Within credit terms	42,289	336,167	378,456	12,459
Overdue:				
Less than 3 months	24,471	-	24,471	656
3 - 6 months	6,082	-	6,082	4,733
6 - 12 months	52,516	-	52,516	284
Over 12 months	184,135	-	184,135	5,470
Total	309,493	336,167	645,660	23,602
Less allowance for impairment	(11,898)	(11,704)	(23,602)	
Net	297,595	324,463	622,058	

	Separate financial statements			
	Trade accounts receivables	Contract assets	Total carrying amounts	Allowance for impairment losses
At 30 September 2020				
Within credit terms	42,272	334,769	377,041	11,796
Overdue:				
Less than 3 months	24,578	-	24,578	580
3 - 6 months	6,113	-	6,113	4,733
6 - 12 months	6,433	-	6,433	284
Over 12 months	134,572	-	134,572	4,232
Total	213,968	334,769	548,737	21,625
Less allowance for impairment	(9,920)	(11,705)	(21,625)	
Net	204,048	323,064	527,112	

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During the nine-month period ended 30 September 2020, a customer of the Group which is in airline business in Thailand, entered into a business rehabilitation plan under the rehabilitation process of the Central Bankruptcy Court. This resulted that inter-transactions including receiving payments are suspended. As at 30 September 2020, the Group has trade account receivables and contract assets amounting to Baht 51.75 million arising from made-to-order equipment purchase for its business operation of which the impact of impairment has been assessed.

Aging analyses for trade accounts receivables as at 31 December 2019 were as follows:

	Consolidated financial statements <i>(in thousand Baht)</i>	Separate financial statements
31 December 2019		
Related parties		
Within credit terms	20,946	21,152
Overdue:		
Less than 3 months	30,071	11,495
3 - 6 months	950	950
6 - 12 months	123,553	120,031
Over 12 months	78,316	23,063
	253,836	176,691
<i>Less allowance for doubtful accounts</i>	<i>-</i>	<i>-</i>
	253,836	176,691
Other parties		
Within credit terms	45,567	28,103
Overdue:		
Less than 3 months	56,481	39,448
3 - 6 months	2,015	2,015
6 - 12 months	16,151	13,497
Over 12 months	9,510	8,533
	129,724	91,596
<i>Less allowance for doubtful accounts</i>	<i>(2,450)</i>	<i>(1,474)</i>
	127,274	90,122
Net	381,110	266,813

The normal credit terms granted by the Group ranges from 30 days to 90 days.

	Consolidated financial statements <i>(in thousand Baht)</i>	Separate financial statements
Reversal of bad debts and doubtful accounts for the year ended 31 December	(16,155)	(16,154)

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15 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Capital commitments				
Buildings and other constructions	-	20,503	-	20,503
Machinery and equipment	-	32,662	-	32,662
Total	-	53,165	-	53,165

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Other commitments				
Purchase orders for goods and supplies	209,924	81,930	208,040	81,930

	Consolidated financial statements			
	Foreign currency		Equivalent to Baht	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand)</i>		<i>(in thousand Baht)</i>	
Unused letter of credit				
THB			14,044	17,469
USD	153	75	4,877	2,287
EUR	117	148	4,378	5,041
JPY	-	12,260	-	4,884
Total			23,299	29,681

	Separate financial statements			
	Foreign currency		Equivalent to Baht	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand)</i>		<i>(in thousand Baht)</i>	
Unused letter of credit				
THB			4,044	17,469
EUR	-	148	-	5,041
JPY	-	12,260	-	4,884
Total			4,044	27,394

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	Consolidated and separate financial statements	
	30 September	31 December
	2020	2019
	<i>(in thousand Baht)</i>	
Bank guarantees		
Working contract guarantee	275,820	295,910
Electricity guarantee	1,160	1,155
	276,980	297,065

16 Other matters

The Company received a notice of contract termination regarding the E-Ticket project from the BMTA on 21 March 2019. The cancelled project value was Baht 1,665 million. According to the notice, claiming that the Company did not comply with the contract and was unable to deliver the work under the contract (E-Ticket system with equipment) within the period prescribed in the contract, therefore, the BMTA requested for the right to terminate the contract.

In the past, the Company has complied with the contract by installing the E-Ticket system in all 2,600 buses along with the actual system activation, and the Cash Box system has been installed in 800 buses. The BMTA notified the Company to wait for clarification to complete the installation and utilisation only the E-Ticket system. In addition, the BMTA submitted a letter to the Comptroller General's Department to discuss amendments to the contract or to terminate certain portion of the contract by cutting off the Cash Box system from the entire contract.

On 4 September 2019, the Company filed a petition against the government agent at the Central Administrative Court, undecided case no. 1998/2019 between the Company and the BMTA, claiming for damages or compensation for services or rental charges that should be obtained by the Company amounting to Baht 1,556 million (price excluding of tax) with an interest rate of 7.5% per annum calculated from the date after filing a petition to the completed payment date. In addition, the contract guarantee must be returned to the Company with a charge arising from the late return of such guarantee.

There was no significant progress during the nine-month period ended 30 September 2020.

17 Reclassification of accounts

Certain accounts in the statement of financial position as at 31 December 2019, which are included in the 2020 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2020 interim financial statements. The significant reclassification as follows:

	2019		
	Consolidated financial statements		
	Before reclass	Reclass	After reclass
	<i>(in thousand Baht)</i>		
Statement of financial position as at			
31 December 2019			
Inventories	715,418	(63,171)	652,247
Other current assets	33,674	63,171	96,845
Investment properties	-	283,533	283,533
Property, plant and equipment	1,108,725	(283,533)	825,192

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	2019		
	Separate financial statements		
	Before reclass	Reclass	After reclass
	<i>(in thousand Baht)</i>		
<i>Statement of financial position as at</i>			
<i>31 December 2019</i>			
Inventories	673,181	(63,171)	610,010
Other current assets	33,382	63,171	96,553
Investment properties	-	267,494	267,494
Property, plant and equipment	1,052,563	(267,494)	785,069

The reclassifications have been made because, in the opinion of management, the new classification is more appropriate to the Group's business.