

**Loxley Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month period ended
31 March 2019

and

Independent auditor's report on review of interim financial
information



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Loxley Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Loxley Public Company Limited and its subsidiaries, and of Loxley Public Company Limited, respectively, as at 31 March 2019; the consolidated and separate statements of income, comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2019; 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 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 34, "Interim Financial Reporting".

(Marisa Tharathornbunpakul)
Certified Public Accountant
Registration No. 5752

KPMG Phoomchai Audit Ltd.
Bangkok
13 May 2019

Loxley Public Company Limited and its Subsidiaries

Statements of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019 (Unaudited)	31 December 2018	31 March 2019 (Unaudited)	31 December 2018
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		1,200,519	1,117,683	611,204	163,339
Current investments	10	92,025	579,750	8,574	502,605
Trade accounts receivable	5, 11	3,388,836	3,007,270	769,034	981,705
Other receivables	6	323,603	295,350	72,139	75,814
Current portion of receivable under debt restructuring agreement	7, 11	140,364	139,526	-	-
Contract assets	3, 15	1,465,771	-	565,058	-
Unbilled trade accounts receivable	3	-	1,283,696	-	478,147
Retentions receivable	3	-	18,304	-	18,054
Short-term loans to related parties	4	94,600	32,000	84,819	55,329
Inventories		1,738,484	1,429,600	473,927	309,187
Advances paid to suppliers		574,651	541,834	414,964	414,996
Dividend receivables	4	-	-	140,000	100,000
Other current assets		8,323	8,424	397	280
Total current assets		9,027,176	8,453,437	3,140,116	3,099,456
Non-current assets					
Investments in associates and joint ventures	8	2,850,090	2,749,685	979,230	965,103
Investments in subsidiaries	9	-	-	2,184,284	2,173,285
Other long-term investments	10	450,981	468,741	393,946	411,548
Other receivables	6	321,512	372,260	95,272	144,390
Receivable under debt restructuring agreement	7, 11	798,565	803,989	-	-
Contract assets	3, 15	334,412	-	316,450	-
Unbilled trade accounts receivable	3	-	135,895	-	135,895
Retentions receivable	3	-	229,003	-	209,648
Long-term loans to related parties	4	-	-	36,749	36,921
Investment properties	11	598,113	598,113	164,900	164,900
Property, plant and equipment	11	1,107,227	1,108,192	533,880	522,085
Goodwill		38,638	38,638	-	-
Intangible assets		112,336	114,949	48,394	48,223
Other non-current assets		25,218	24,212	-	-
Total non-current assets		6,637,092	6,643,677	4,753,105	4,811,998
Total assets		15,664,268	15,097,114	7,893,221	7,911,454

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

Loxley Public Company Limited and its Subsidiaries
Statements of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019 (Unaudited)	31 December 2018	31 March 2019 (Unaudited)	31 December 2018
<i>(in thousand Baht)</i>					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	11	2,043,587	1,823,175	342,094	340,863
Trade accounts payable	12	2,055,132	1,866,796	609,197	647,242
Other payables	13	960,620	984,435	236,408	275,320
Contract liabilities	3, 15	1,400,888	-	585,824	-
Advances received from customers	3	-	1,371,959	-	531,885
Current portion of long-term liabilities	11	251,009	65,308	413	405
Short-term loans from related parties	4, 11	84,280	81,280	-	-
Short-term loans from other parties	11	27,044	48,506	-	-
Income tax payable		40,508	8,416	-	-
Current provisions for employee benefits		50,261	33,738	38,147	26,270
Total current liabilities		6,913,329	6,283,613	1,812,083	1,821,985
Non-current liabilities					
Other payables	13	8,295	7,651	-	-
Long-term liabilities	11	916,111	1,000,478	445	551
Long-term debentures	11	1,000,000	1,000,000	1,000,000	1,000,000
Deferred tax liabilities		202,451	205,640	149,682	152,880
Non-current provisions for employee benefits		593,010	599,488	302,739	317,405
Total non-current liabilities		2,719,867	2,813,257	1,452,866	1,470,836
Total liabilities		9,633,196	9,096,870	3,264,949	3,292,821
Equity					
Share capital					
Authorised share capital		2,331,250	2,331,250	2,331,250	2,331,250
Issued and paid-up share capital		2,264,955	2,264,955	2,264,955	2,264,955
Additional paid in capital					
Premium on ordinary shares		503,251	503,251	503,251	503,251
Retained earnings					
Appropriated					
Legal reserve		141,747	141,747	141,747	141,747
Unappropriated		1,139,801	1,104,313	1,273,416	1,254,223
Other components of equity		1,875,579	1,882,887	444,903	454,457
Equity attributable to owners of the parent		5,925,333	5,897,153	4,628,272	4,618,633
Non-controlling interests		105,739	103,091	-	-
Total equity		6,031,072	6,000,244	4,628,272	4,618,633
Total liabilities and equity		15,664,268	15,097,114	7,893,221	7,911,454

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

Loxley Public Company Limited and its Subsidiaries
Statements of income (Unaudited)

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		Three month period ended		Three month period ended	
		31 March		31 March	
		2019	2018	2019	2018
<i>(in thousand Baht)</i>					
<i>Income</i>	<i>14, 15</i>				
Revenue from sale of goods and rendering of services	4	3,176,939	3,223,343	798,177	985,060
Dividend income	8, 9	-	-	145,212	185,360
Fees and other income	4	103,611	71,120	45,009	60,788
Total income		3,280,550	3,294,463	988,398	1,231,208
<i>Expenses</i>					
Cost of sale of goods and rendering of services	4	2,741,051	2,824,298	693,443	861,945
Distribution costs	4	167,654	186,832	97,962	108,507
Administrative expenses	4	328,083	333,545	161,012	169,668
Finance costs	4	46,149	47,925	16,788	22,242
Total expenses		3,282,937	3,392,600	969,205	1,162,362
<i>Share of profit of investments in associates and joint ventures, net</i>	<i>8</i>	91,489	122,008	-	-
Profit before income tax expense		89,102	23,871	19,193	68,846
Income tax expense	16	(52,656)	(7,931)	-	-
Profit for the period		36,446	15,940	19,193	68,846
Profit (loss) attributable to:					
Owners of the parent		35,488	19,310	19,193	68,846
Non-controlling interests		958	(3,370)	-	-
Profit for the period		36,446	15,940	19,193	68,846
Basic earnings per share (in Baht)	<i>17</i>	0.02	0.01	0.01	0.03

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

Loxley Public Company Limited and its Subsidiaries
Statements of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three month period ended		Three month period ended	
	31 March		31 March	
	2019	2018	2019	2018
	<i>(in thousand Bahr)</i>			
Profit for the period	36,446	15,940	19,193	68,846
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	2,211	3,644	-	-
Change in fair value of available-for-sale investments, net	(12,708)	(62,450)	(12,752)	(62,482)
Income tax relating to items that will be reclassified subsequently to profit or loss	3,189	12,490	3,198	12,497
Other comprehensive income (expense) for the period	(7,308)	(46,316)	(9,554)	(49,985)
Total comprehensive income (expense) for the period	29,138	(30,376)	9,639	18,861
Total comprehensive income (expense) attributable to:				
Owners of the parent	28,180	(27,006)	9,639	18,861
Non-controlling interests	958	(3,370)	-	-
Total comprehensive income (expense) for the period	29,138	(30,376)	9,639	18,861

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

Loxley Public Company Limited and its subsidiaries
Statements of changes in equity (Unaudited)

	Consolidated financial statements													
	Retained earnings		Other components of equity								Total other components of equity	Equity attributable to owners of the parent	Non-controlling interests	Total equity
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Exchange differences on translating foreign operations	Change in fair value of available-for-sale investments, net	Revaluation surplus on assets, net		Change in percentage of holding in subsidiaries and associates					
						Company	Portion of subsidiary							
Three-month period ended 31 March 2018	2,264,955	503,251	135,142	1,197,918	(6,693)	307,718	355,215	137,631	1,303,338	2,097,409	6,194,075	95,971	6,294,046	
Balance at 1 January 2018	-	-	-	-	-	-	-	-	-	-	-	300	300	
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-	
Contributions by and distributions to owners of the parent	-	-	-	-	-	-	-	-	-	-	-	-	-	
Paid-up share capital of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total contributions by and distributions to owners of the parent	-	-	-	-	-	-	-	-	-	-	-	-	-	
Comprehensive income for the period	-	-	-	19,310	-	-	-	-	-	-	19,310	(3,370)	15,940	
Profit or loss	-	-	-	-	-	(49,950)	-	-	-	(46,316)	(46,316)	-	(46,316)	
Other comprehensive income	-	-	-	19,310	3,644	(49,950)	-	-	-	(46,316)	(27,006)	(3,370)	(30,376)	
Total comprehensive income (expense) for the period	-	-	-	19,310	3,644	(49,950)	-	-	-	(46,316)	(27,006)	(3,370)	(30,376)	
Balance at 31 March 2018	2,264,955	503,251	135,142	1,216,628	(3,049)	257,738	355,215	137,631	1,303,338	2,051,093	\$,171,069	92,901	\$,263,970	

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

Loxley Public Company Limited and its subsidiaries
Statements of changes in equity (Unaudited)

	Consolidated financial statements												
	Retained earnings		Other components of equity								Total equity		
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Exchange differences on translating foreign operations	Change in fair value of available-for-sale investments, net	Portion of Company (in thousands Bch)	Portion of subsidiary	Change in percentage of holding in subsidiaries and associates	Total other components of equity		Equity attributable to owners of the parent	Non-controlling interests
Three-month period ended 31 March 2019	2,264,955	503,251	141,747	1,104,313	(7,882)	99,352	355,215	137,831	1,288,371	1,282,867	5,897,153	163,091	6,000,244
Balance at 1 January 2019	-	-	-	-	-	-	-	-	-	-	-	1,275	1,275
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	1,275	1,275
Contributions by and distributions to owners of the parent	-	-	-	-	-	-	-	-	-	-	-	-	-
Paid-up share capital of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-
Total contributions by and distributions to owners of the parent	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease in non-controlling interests with a change in control	-	-	-	-	-	-	-	-	-	-	-	-	-
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Total transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit or loss	-	-	-	35,488	-	-	-	-	-	-	35,488	958	36,446
Other comprehensive income	-	-	-	-	2,211	(9,519)	-	-	-	(7,308)	(7,308)	-	(7,308)
Total comprehensive income (expense) for the period	-	-	-	35,488	2,211	(9,519)	-	-	-	(7,308)	28,180	958	29,138
Balance at 31 March 2019	2,264,955	503,251	141,747	1,139,801	(5,671)	89,833	355,215	137,831	1,288,371	1,275,579	5,925,333	105,739	6,031,072

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

Loxley Public Company Limited and its subsidiaries
Statements of changes in equity (Unaudited)

	Separate financial statements						
	Retained earnings			Other components of equity			
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Change in fair value of available-for-sale investments, net	Revaluation surplus on assets, net	Total other component of equity
<i>(in thousand Baht)</i>							
Three-month period ended 31 March 2018							
Balance at 1 January 2018	2,264,955	503,251	135,142	1,306,381	307,717	355,215	662,932
Comprehensive income for the period	-	-	-	68,846	-	-	-
Profit or loss	-	-	-	-	(49,985)	-	(49,985)
Other comprehensive income	-	-	-	68,846	(49,985)	-	(49,985)
Total comprehensive income (expense) for the period	-	-	-	68,846	(49,985)	-	(49,985)
Balance at 31 March 2018	2,264,955	503,251	135,142	1,375,227	257,732	355,215	612,947
Three-month period ended 31 March 2019							
Balance at 1 January 2019	2,264,955	503,251	141,747	1,254,223	99,242	355,215	454,457
Comprehensive income for the period	-	-	-	19,193	-	-	-
Profit or loss	-	-	-	-	(9,554)	-	(9,554)
Other comprehensive income	-	-	-	19,193	(9,554)	-	(9,554)
Total comprehensive income (expense) for the period	-	-	-	19,193	(9,554)	-	(9,554)
Balance at 31 March 2019	2,264,955	503,251	141,747	1,273,416	89,688	355,215	444,903

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

Loxley Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Three month period ended		Three month period ended	
		31 March		31 March	
		2019	2018	2019	2018
		<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>					
Profit for the period		36,446	15,940	19,193	68,846
<i>Adjustments to reconcile profit to cash receipts (payments)</i>					
Depreciation and amortisation		41,723	39,701	10,250	9,993
Interest income		(9,735)	(8,920)	(9,316)	(9,545)
Finance costs		46,149	47,925	16,788	22,242
Unrealised (gain) loss on exchange		(526)	86	(410)	832
Dividends received		-	-	(145,212)	(185,360)
Written off withholding tax deducted at source		375	-	-	-
Set up provision for:					
- Doubtful accounts for trade and other accounts receivable		7,449	8,238	7,199	6,984
- Doubtful accounts for short-term loans to related parties		3,850	2,550	3,850	2,550
Gain on sale of investments in subsidiaries		(6,690)	-	(50)	-
Gain on sales of other-long term investments		(16,529)	-	(16,480)	-
(Gain) loss on disposals of/written-off property, plant and equipment and intangible assets		30	(607)	32	52
Share of profit from investments in associates and joint ventures, net		(91,489)	(122,008)	-	-
Gain on bargain purchase		(7,551)	-	-	-
Exchange differences on translating foreign operations		2,211	3,644	-	-
Income tax expense		52,656	7,931	-	-
		58,369	(5,520)	(114,156)	(83,406)
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		(368,524)	(180,041)	212,802	(29,607)
Other receivables		(21,413)	3,236	6,166	21,898
Contract assets	3	(1,804,367)	-	(885,690)	-
Unbilled trade accounts receivable	3	1,419,591	(24,904)	614,042	(5,199)
Retentions receivable	3	251,505	(9,055)	231,900	(9,055)
Receivable under debt restructuring agreement		4,586	37,159	-	-
Inventories		(304,199)	320,679	(164,740)	66,609
Advances paid to suppliers		(33,357)	(5,782)	(508)	(3,454)
Other current assets		2,108	2,171	(117)	(2)
Trade accounts payable		181,208	(749,058)	(37,348)	(495,087)
Other payables		(35,475)	(11,265)	(47,515)	(9,285)
Contract liabilities	3	1,401,024	-	585,975	-
Advances received from customers	3	(1,371,959)	(224,251)	(531,885)	(13,987)
Provisions for employee benefits		8,830	(2,353)	(2,789)	(7,788)

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

Loxley Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three month period ended 31 March		Three month period ended 31 March	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Withholding tax deducted at source refunded	54,677	904	54,270	-
Income tax paid and withholding tax deducted at source paid	(34,903)	(35,848)	(8,888)	(8,104)
Net cash used in operating activities	(592,299)	(883,928)	(88,481)	(576,467)
<i>Cash flows from investing activities</i>				
Interest received	2,211	1,617	2,185	2,432
Dividends received	5,212	25,360	105,212	258,360
Proceeds from disposal of subsidiaries, net of cash disposed of subsidiaries	47	-	50	-
Decrease in current investments	487,805	479,791	494,031	219,755
Acquisition of subsidiaries, net of cash acquired	(370)	-	-	-
Increase in investments in subsidiaries	-	-	(11,000)	(2,700)
Proceed from paid-up share capital of non-controlling interests	1,275	300	-	-
Increase in investments in associates and joint ventures	(14,127)	-	(14,127)	-
Increase in other long-term investments	-	(750)	-	(750)
Increase in short-term loans to related parties	(66,450)	(12,800)	(33,168)	(8,696)
Decrease in short-term loans to other parties	-	141	-	-
Increase in property, plant and equipment	(30,753)	(16,287)	(20,264)	(6,745)
Increase in intangible assets	(4,065)	(4,434)	(2,035)	(3,242)
Proceed from sales of other long-term investments	21,580	-	21,330	-
Proceed from sales of property, plant and equipment and intangible assets	823	1,653	51	102
Net cash from investing activities	403,188	474,591	542,265	458,516
<i>Cash flows from financing activities</i>				
Finance costs paid	(31,500)	(28,686)	(7,017)	(10,211)
Increase in bank overdrafts and short-term loans from financial institutions	220,412	91,442	1,231	185,417
Increase (decrease) in short-term loans from related parties	3,000	-	-	(44,000)
Decrease in short-term loans from other parties	(20,287)	(6,973)	-	-
Increase in long-term liabilities	126,210	-	-	-
Repayment of long-term liabilities	(25,853)	(17,292)	(99)	-
Net cash from (used in) financing activities	271,982	38,491	(5,885)	131,206
Net increase (decrease) in cash and cash equivalents	82,871	(370,846)	447,899	13,255
Cash and cash equivalents at 1 January	1,117,683	1,099,929	163,339	224,660
Effect of exchange rate changes on balances held in foreign currencies	(35)	(1,654)	(34)	(1,654)
Cash and cash equivalents at 31 March	1,200,519	727,429	611,204	236,261

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

Loxley Public Company Limited and its Subsidiaries

Statements of cash flows (Unaudited)

Non-cash transactions

During the three-month period ended 31 March 2019, the Company had dividend received amounting to Baht 145 million (2018: Baht 185 million). The Company received dividend in cash of Baht 105 million (including payment of dividend receivables at beginning of period of Baht 100 million) (2018: Baht 258 million). The Company had dividend receivables amounting to Baht 140 million (2018: Baht 160 million).

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

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Note	Contents
1	General information
2	Basis of preparation of the interim financial statements
3	Change in accounting policy
4	Related parties
5	Trade accounts receivable
6	Other receivables
7	Receivable under debt restructuring agreement
8	Investments in associates and joint ventures
9	Investments in subsidiaries
10	Other investments
11	Interest-bearing liabilities
12	Trade accounts payable
13	Other payables
14	Segment information
15	Revenue
16	Income tax expense
17	Basic earnings per share
18	Financial instruments
19	Commitments with non-related parties
20	Events after the reporting period
21	Thai Financial Reporting Standards (TFRS) not yet adopted

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (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 statutory financial statements, and were approved and authorised for issue by the Executive Board of Directors on 13 May 2019.

1 General information

Loxley Public Company Limited, the “Company”, is incorporated in Thailand, and has its registered office at 102 Na Ranong Road, Klong Toey, Klong Toey, Bangkok, 10110, Thailand.

The Company was listed on the Stock Exchange of Thailand in 1994.

The Company’s major shareholder during the financial period was Ekpavee Company Limited (26% shareholding) which was incorporated in Thailand.

The principal businesses of the Company are trading and turnkey contract sales of telecommunication equipment and other items. Active subsidiaries mainly engage in their core businesses of trading, sales and services of computers, sales of consumer products, providing food service and others services. Details of the Company’s subsidiaries as at 31 March 2019 and 31 December 2018 were as follows:

Name of the entity	Type of Business	Ownership interest (%)	
		31 March 2019	31 December 2018
<i>Direct subsidiaries</i>			
Loxbit Public Company Limited	Trading of telecommunication equipment, computers and computer programs	99	99
Loxley Orbit Public Company Limited	Telecommunication and computerised database service	99	99
Data Mining Co., Ltd.	Service of information technology equipment and computer systems	99	99
Loxley Joint and Hold Co., Ltd.	Holding company	99	99
Loxley Mobile Company Limited	Sale and service of various prepaid electronics cash card	99	99
L Food Solutions Company Limited	Provide food service	99	99
Loxley Intertrade (Guangzhou) Co., Ltd.	Trading in the People’s Republic of China	99	99
Loxley Business Innovation Company Limited	Sale, service, and installation of automatic telephone switching systems	99	99
Loxley Power Systems Co., Ltd.	System integration of power system	99	99
L-Elevator and Engineering Co., Ltd.	Trading and installation of elevator and escalator	99	99
Loxley Engineering Co., Ltd.	Engineering services in the telecommunication network systems, and trading all kinds of related materials and tools	99	99
Loxley System Integrator Company Limited	Engineering services in telecommunication network systems	99	99
ASM Security Management Co., Ltd.	Provide security service at Suvarnabhumi Airport and others	99	99

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Name of the entity	Type of Business	Ownership interest (%)	
		31 March 2019	31 December 2018
Direct subsidiaries			
Loxley Automotive Co., Ltd.	Manufacture, assembly, trading, rent, lease, import, export and after sale service of all kinds of vehicles and their spare parts	99	99
Loxley Evolution Technology Co., Ltd. (Formerly "Law Enforcement Technology Solutions Co., Ltd.")	Distribution and providing security solutions using equipment and technology	99	-
Loxley Property Development Co., Ltd.	Renting of building, advertising board and providing services	90	90
The Foodsource Co., Ltd.	Import, wholesale, and distribution of food ingredients and food products	90	90
Loxley Wireless Public Company Limited	Sale and service of telecommunication and information technology systems	85	85
Green Natural Products Co., Ltd.	Manufacture and distribute citrus essential oil	75	75
L Solar 3 Co., Ltd.	Manufacture and distribute electricity, plan, design, install and construct solar power plant, substation, processing power station, high voltage transmission lines, electric wire, cable and related equipment	74	74
Loxley Global Co., Ltd.	Holding company	51	51
LB EV Co., Ltd.	Manufacturing, assembly, trading electricity automotive including related equipment	51	51
Lego 99 Co., Ltd.	Solar power plant business	50	50
Loxley Trading Company Limited	Sale of consumer products	50	50
Societe Commercial Lao	Trading in Lao People's Democratic Republic	50	50
Loxley Environmental Dynamics Co., Ltd.	Provide advice and guidance on the management of garbage, waste and the establishment of a waste disposal plant for electricity generation	-	94
Indirect subsidiaries			
NetONE Network Solution Co., Ltd.	Trading of computer, computer spare parts and equipment, of all types	99	99
Thai Gateway Company Limited	Trading of telecommunication equipment	99	99
Professional Computer Company Limited	Supply, maintenance and set up of work system, installation of computers and management of computerised center	99	99
L Hardware & Services Co., Ltd.	Installation and repair of IT equipment, sale of computers and peripherals	99	99
Loxley Simulation Technology Co., Ltd.	Import, export and distribution virtual learning services and system development	99	99
ASM Professional Manpower Co., Ltd.	Recruitment and other related services	99	99
ASM Training Co., Ltd.	Personnel development, Training, and other related services	99	99
ProProve Rojana Joint Venture Company Limited	IT infrastructure improvement project	95	-

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Name of the entity	Type of Business	Ownership interest (%)	
		31 March 2019	31 December 2018
<i>Indirect subsidiaries</i>			
LWSN Company Limited	Service of telecommunication, information technology systems and submarine cable network	85	85
Siamsamut Warin Co., Ltd.	Import, Wholesale, and distribution of food ingredients and food products	54	54
Bangkok Healthcare Management Co., Ltd.	Providing care and nursery for the elderly and dependents person and the elderly care facility	51	-
Phetkasem Green Holding Co., Ltd.	Manufacturing, assembling and distributing steam generator, pressure tank, filter, and conveyor belt	50	50

The above direct subsidiaries and indirect subsidiaries were incorporated in Thailand except Societe Commercial Lao which was incorporated in Lao People's Democratic Republic and Loxley Intertrade (Guangzhou) Co., Ltd. which was incorporated in the People's Republic of China.

2 Basis of preparation of the interim financial statements

(a) *Statement of compliance*

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2018) *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 are prepared to provide an update on the financial statements for the year ended 31 December 2018. They 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 2018.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2018 except that the Group/Company has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2019. The effects of these change in accounting policy, where such effects are considered material to the financial statements, are disclosed in note 3.

For a number of new and revised TFRS which are not yet effective for current period, the Group/Company has not early adopted these standards in preparing these interim financial statements before the effective date. Those new and revised TFRS that are relevant to the Group's/Company's operations are disclosed in note 21.

(b) *Functional and presentation currency*

The interim financial statements are presented in Thai Baht, which is the Company's functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest million, unless otherwise stated.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

(c) Use of judgements and estimates

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the 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/Company'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 2018, except for revenue recognition which requires judgement in determining the timing of the transfer of control - at a point in time or over time - according to the requirements of TFRS 15 which the Group/Company has initially adopted as disclosed in note 3.

Measurement of fair values

The Group/Company has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group/Company Audit Committee.

When measuring the fair value of an asset or a liability, the Group/Company uses observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- *Level 1:* quoted prices (unadjusted) in active markets for identical assets or liabilities.
- *Level 2:* inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- *Level 3:* inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Further information about the assumptions made in measuring fair values is included in note 18 Financial instruments.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

3 Change in accounting policy

The Group/Company has initially applied TFRS 15 *Revenue from Contracts with Customers* (“TFRS 15”) from 1 January 2019. TFRS 15 establishes a comprehensive framework for determining how much and when revenue is recognised. It replaced TAS 18 *Revenue* (“TAS 18”), TAS 11 *Construction Contracts* (“TAS 11”) and related interpretations.

Under TFRS 15, the Group/Company recognises revenue when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group/Company expects to be entitled to. In addition, judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Whereas, under TAS 18, the Group/Company recognises revenue from sale of goods when the significant risks and rewards of ownership of the goods have been transferred to the buyer, and recognises revenue from rendering of services by reference to the stage of completion of the transaction at the end of the reporting period. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due.

The Group/Company has adopted TFRS 15 using the cumulative effect method at 1 January 2019. The disclosure requirements under TFRS 15 have not been applied to comparative information.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

The following tables summarise the impacts of initial application of TFRS 15 on the Group/Company's financial statements.

<i>Statement of financial position</i> <i>At 31 March 2019</i>	Consolidated financial statements			Separate financial statements		
	Amounts as reported	Amounts without adoption of TFRS 15	Amounts as reported <i>(in million Baht)</i>	Reclass.	Reclass.	Amounts without adoption of TFRS 15
Assets						
Contract assets - current portion	1,466	-	565	(1,466)	(565)	-
Unbilled trade accounts receivable - current portion	-	1,443	-	1,443	545	545
Retentions receivable - current portion	-	23	-	23	20	20
Contract assets - non-current portion	334	-	316	(334)	(316)	-
Unbilled trade accounts receivable - non-current portion	-	131	-	131	131	131
Retentions receivable - non-current portion	-	203	-	203	185	185
Liabilities						
Contract liabilities	1,401	-	586	(1,401)	(586)	-
Advances received from customers	-	1,401	-	1,401	586	586

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

4 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group/Company if the Group/Company 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/Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with subsidiaries, associates and joint ventures are described in notes 8 and 9. Relationships with key management and other related parties were as follows:

Name of entities	Nature of relationships
Major shareholder	
Ekpavee Company Limited	A major shareholder, 26% shareholding of the Company, common director
Key management personnel	
Key management personnel	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.
Other related parties	
Thanakorn Vegetable Oil Products Co., Ltd.	A related party, shareholding by the major shareholder and subsidiary company, common director
L-TAG Technologies Company Limited	A related party, shareholding by the major shareholder
Zin Suapah Company Limited	A related party, shareholding by the major shareholder, common director
L Business Process Outsourcing Co., Ltd.	A related party, shareholding by the major shareholder, common director
LOC Thai Joint Stock Company	A related party, shareholding by the major shareholder
Loxley International Company Limited	A related party, shareholding by the Company's director, common director
Loxley Evolution Technology Co., Ltd. (Formerly "Law Enforcement Technology Solutions Co., Ltd.") (become a subsidiary during the year 2019)	A related party, shareholding by the Company's director, common director
Eximnet Co., Ltd.	A related party, shareholding by indirect subsidiary company, common director
Muang Thai Insurance Public Company Limited	A related party, shareholding by the Company, common director
Muang Thai Life Assurance Public Company Limited	A related party, common director
GMP (Thailand) Co., Ltd.	A related party, shareholding by the major shareholder, common director
MappointAsia (Thailand) Public Company Limited	A related party, shareholding by the major shareholder
The Lamsam Estate Co., Ltd.	A related party, shareholding by the Company's director, common director
Mainstay Property Solutions & Security Services Co., Ltd.	A related party, shareholding by the major shareholder, common director
Spie Oil & Gas Services (Thailand) Ltd.	A related party, common director

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Name of entities	Nature of relationships
Other related parties	
Phatra Leasing Public Company Limited	A related party, common director
Phuket Smart Bus Co., Ltd.	A related party, shareholding by the Company, common director
Q Solar 1 Co., Ltd.	A related party, common director
Lox Service Co., Ltd.	A related party, shareholding by the major shareholder
NP Point Asia Co., Ltd.	A related party, shareholding by subsidiary
LN Siam Co., Ltd.	A related party, shareholding by the major shareholder

The above related parties were incorporated in Thailand except LOC Thai Joint Stock Company which was incorporated in the Socialist Republic of Vietnam.

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Sale of goods and rendering of services	Market prices, contractually agreed prices or third party compatible prices
Fees and other income	Market prices or contractually agreed prices
Dividend income	As declared for dividend
Purchase of goods and rendering of services	Market prices, contractually agreed prices or prices agreed by distributors who absorb distribution costs
Distribution costs	Market prices or contractually agreed prices
Administrative expenses	Market prices or contractually agreed prices
Finance costs	Market rates or contractually agreed rates
Key management personnel compensation	Shareholders and/or Board of Directors approve/ employment contract
Purchase of asset	Market prices or contractually agreed prices

Significant transactions for the three-month periods ended 31 March 2019 and 2018 with related parties were as follows:

Three-month period ended 31 March	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Subsidiaries				
Sale of goods and rendering of services	-	-	5	57
Fees and other income	-	-	14	14
Dividend income	-	-	140	160
Purchases of goods and rendering of services	-	-	30	41
Distribution costs	-	-	1	1
Administrative expenses	-	-	35	23
Associates and joint ventures				
Sale of goods and rendering of services	-	27	-	11
Fees and other income	9	10	7	7
Dividend income	-	-	5	25
Purchase of goods and rendering of services	62	81	62	81

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

<i>Three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Other related parties				
Sale of goods and rendering of services	11	13	5	6
Fees and other income	2	3	1	3
Purchases of goods and rendering of services	289 ¹	308 ¹	-	5
Distribution costs	-	1	-	-
Administrative expenses	7	11	7	7
Finance cost	1	1	-	-
Purchase of asset	1	-	-	-
Key management personnel				
Key management personnel compensation				
Short-term management benefits	37	38	18	17
Long-term management benefits	3	2	2	1

¹ The amount mainly comprises a subsidiary's purchase of vegetable oil from a related party totaling Baht 289 million and Baht 300 million for the three-month periods ended 31 March 2019 and 2018 in the consolidated financial statements, respectively. The pricing policy is based on prices agreed by distributors who absorb distribution costs.

Balances as at 31 March 2019 and 31 December 2018 with related parties were as follows:

Trade accounts receivable - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
Subsidiaries	-	-	108	180
Associates and joint ventures	243	244	114	114
Other related parties	15	10	5	3
Total	258	254	227	297
Less allowance for doubtful accounts	(246)	(246)	(119)	(119)
Net	12	8	108	178

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Reversals of bad debts and doubtful debts expense for the three-month period ended 31 March	-	(1)	-	-

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Other receivables - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
<i>Receivables - other income</i>				
Subsidiaries	-	-	10	34
Associates and joint ventures	251	245	251	245
Other related parties	1	5	-	5
Total	252	250	261	284
Less allowance for doubtful accounts	(249)	(242)	(252)	(245)
Net	3	8	9	39

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Bad debts and doubtful debts expense for the three-month period ended 31 March	7	7	7	7

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
<i>Deposit</i>				
Subsidiaries	-	-	17	18

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
<i>Accrued income</i>				
Subsidiaries	-	-	1	-
Associates and joint ventures	3	3	3	3
Total	3	3	4	3

Dividend receivables - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
Subsidiaries	-	-	140	100

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Loans to related parties

	Interest rate		Consolidated		Separate	
	31	31	financial statements		financial statements	
	March	December	31	31	31	31
	2019	2018	March	December	March	December
	(% per annum)		(in million Baht)			
Short-term loans						
Subsidiaries	3 - 5	3 - 5	-	-	75	45
Associate and joint ventures	3 - 7.5	3 - 7.5	606	539	521	517
Total			606	539	596	562
Less allowance for doubtful accounts			(511)	(507)	(511)	(507)
Net			95	32	85	55

	Consolidated		Separate	
	financial statements		financial statements	
	2019	2018	2019	2018
	(in million Baht)			
Bad debts and doubtful debts expense for the three-month period ended 31 March	4	3	4	3

	Interest rate		Consolidated		Separate	
	31	31	financial statements		financial statements	
	March	December	31	31	31	31
	2019	2018	March	December	March	December
	(% per annum)		(in million Baht)			
Long-term loans						
Subsidiaries	3.5 - 5	3.5 - 5	-	-	37	37

Movements during the three-month period ended 31 March 2019 and 2018 of loans to related parties were as follows:

Loans to related parties

	Consolidated		Separate	
	financial statements		financial statements	
	2019	2018	2019	2018
	(in million Baht)			
Short-term loans				
Subsidiaries				
At 1 January	-	-	25	115
Increase	-	-	30	2
At 31 March	-	-	55	117
Associates and joint ventures				
At 1 January	32	2	30	-
Increase	70	13	4	7
Decrease	(3)	-	-	-
Decrease from set up allowance for doubtful accounts	(4)	(3)	(4)	(3)
At 31 March	95	12	30	4

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Loans to related parties

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Total short-term loans to related parties				
At 1 January	32	2	55	115
Increase	70	13	34	9
Decrease	(3)	-	-	-
Decrease from set up allowance for doubtful accounts	(4)	(3)	(4)	(3)
At 31 March	95	12	85	121

Long-term loans

Subsidiaries

At 1 January and 31 March

-	-	37	-
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Trade accounts payable - related parties

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	31	31	31	31
	March	December	March	December
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Subsidiaries	-	-	15	15
Associates and joint ventures	56	50	56	50
Other related parties	203	150	-	1
Total	259	200	71	66

Other payables - related parties

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	31	31	31	31
	March	December	March	December
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Subsidiaries	-	-	6	15
Other related parties	1	7	1	1
Total	1	7	7	16

Payables - other expenses

Loans from related parties

	Interest		Consolidated		Separate	
	rate	rate	financial statements	financial statements	financial statements	financial statements
	31	31	31	31	31	31
	March	December	March	December	March	December
	2019	2018	2019	2018	2019	2018
	<i>(% per annum)</i>		<i>(in million Baht)</i>			
Short-term loans						
Major shareholder	5	5	80	80	-	-
Other related parties	3	3	4	1	-	-
Total			84	81	-	-

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Movements during the three-month period ended 31 March 2019 and 2018 of loans from related parties were as follows:

Loans from related parties

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Short-term loans				
Major shareholder				
At 1 January and 31 March	80	80	-	-
Subsidiaries				
At 1 January	-	-	-	206
Decrease	-	-	-	(44)
At 31 March	-	-	-	162
Other related parties				
At 1 January	1	-	-	-
Increase	3	-	-	-
At 31 March	4	-	-	-
Total short-term loans from related parties				
At 1 January	81	80	-	206
Increase	3	-	-	-
Decrease	-	-	-	(44)
At 31 March	84	80	-	162

Future minimum lease payments under non-cancellable operating leases - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
Other related parties				
Within one year	26	24	24	23
After one year but within five years	28	27	20	20
Total	54	51	44	43

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

5 Trade accounts receivable

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31	31	31	31
		March	December	March	December
		2019	2018	2019	2018
<i>(in million Baht)</i>					
Related parties	4	258	254	227	297
Other parties		3,575	3,197	760	903
Total		3,833	3,451	987	1,200
Less allowance for doubtful accounts		(444)	(444)	(218)	(218)
Net		3,389	3,007	769	982
		Consolidated		Separate	
		financial statements		financial statements	
		2019	2018	2019	2018
<i>(in million Baht)</i>					
Bad debts and doubtful debts expense for the three-month period ended 31 March		-	1	-	-

Aging analyses for trade accounts receivable were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	31	31	31	31
	March	December	March	December
	2019	2018	2019	2018
<i>(in million Baht)</i>				
Related parties				
Within credit terms	1	2	8	108
Overdue:				
Less than 3 months	8	3	94	21
3 - 6 months	2	17	2	17
6 - 12 months	32	24	4	32
Over 12 months	215	208	119	119
	258	254	227	297
Less allowance for doubtful accounts	(246)	(246)	(119)	(119)
	12	8	108	178
Other parties				
Within credit terms	1,581	1,468	372	274
Overdue:				
Less than 3 months	1,128	829	172	349
3 - 6 months	102	222	22	55
6 - 12 months	212	248	59	87
Over 12 months	552	430	135	138
	3,575	3,197	760	903
Less allowance for doubtful accounts	(198)	(198)	(99)	(99)
	3,377	2,999	661	804
Net	3,389	3,007	769	982

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Included in trade accounts receivable from other parties over the age thresholds of 6 months as at 31 March 2019 and 31 December 2018 are amounts receivable from government agencies and state enterprises as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
6 - 12 months	185	232	38	78
Over 12 months	324	206	11	14
Total	509	438	49	92

6 Other receivables

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		<i>(in million Baht)</i>			
Receivables - other income	4	271	271	272	293
Prepaid withholding tax		206	247	75	120
Finance lease receivables		108	118	4	7
Value added tax		80	34	14	-
Prepaid expenses		66	43	20	14
Advance to employees		63	50	15	7
Accrued income	4	28	14	7	10
Deposit	4	23	25	18	19
Refundable retentions		19	19	-	-
Promotion receivables		11	20	-	-
Other receivables		-	56	-	-
Others		26	19	-	1
Total		901	916	425	471
Less allowance for doubtful accounts		(256)	(249)	(258)	(251)
Net		645	667	167	220
Current		324	295	72	76
Non-current		321	372	95	144
Total		645	667	167	220

	Note	Consolidated financial statements		Separate financial statements	
		2019	2018	2019	2018
		<i>(in million Baht)</i>			
Bad debts and doubtful debts expense for the three-month period ended 31 March	4	7	7	7	7

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

7 Receivable under debt restructuring agreement

In December 2017, Loxley Wireless Public Company Limited (“Loxley Wireless”) and Office of the Welfare Promotion Commission for Teachers and Educational Personnel (“OTEP”) entered into a compromise agreement. The said debtor agrees to pay the amount of Baht 1,294 million as follows;

- 1) Repayment as textbooks amount of Baht 165 million, which will be delivered to Loxley Wireless within 60 days from the agreement date.
- 2) The remaining amount of Baht 1,129 million is repayable within 6 years. The first installment is due within 25 January 2018 and the last installment is due within 25 December 2023.
 - 2.1) Monthly payment of not less than Baht 5 million, the first installment within 25 January 2018 and within 25th of the following month until the end of the agreement but not later than 25 December 2023.
 - 2.2) Additional payment as follows;
 - Additional payment within May 2019 amounting to not less than Baht 120 million
 - Additional payment within May 2020 amounting to not less than Baht 120 million
 - Additional payment within May 2021 amounting to not less than Baht 120 million
 - Additional payment within May 2022 amounting to not less than Baht 200 million
 - The rest of payment will be made within May 2023

In February 2018, Loxley Wireless requested to extend the period of textbooks delivery from OTEP for another 30 days until 31 March 2018. As at 31 March 2019, Loxley Wireless received textbooks from OTEP in amount of Baht 123.7 million, remaining undelivered textbooks of Baht 41.3 million. The Group has recorded allowance for decline in books value as a part of loss on debt restructuring during 2017 in full.

Receivable under restructuring agreement as at 31 March 2019 and 31 December 2018 are as follows;

	Within one year		After one year but within five years		Total	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>					
Receivable under debt restructuring agreement	180	181	874	889	1,054	1,070
Less unearned interest income	(40)	(41)	(75)	(85)	(115)	(126)
Total receivable under debt restructuring agreement	140	140	799	804	939	944

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

8 Investments in associates and joint ventures

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Associates				
At 1 January	2,724	2,847	852	947
Share of profit from investments, net	96	126	-	-
Dividend income	(5)	(25)	-	-
At 31 March	2,815	2,948	852	947
Joint ventures				
At 1 January	26	47	113	25
Increase	14	-	14	-
Share of loss from investments, net	(5)	(4)	-	-
At 31 March	35	43	127	25
Total				
At 1 January	2,750	2,894	965	972
Increase	14	-	14	-
Share of profit from investments, net	91	122	-	-
Dividend income	(5)	(25)	-	-
At 31 March	2,850	2,991	979	972

In February 2019, the Company invested in Travel Ads Network (Thailand) Co., Ltd. amounting to Baht 14 million. The said company has an authorised and fully paid up share capital amounting to Baht 28 million and engage in business of providing digital platform and other related services for tourism and hospitality sectors in Thailand and the region. The Company held 51% of shares and voting right in the joint venture.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Investments in associates and joint ventures as at 31 March 2019 and 31 December 2018, and dividend income from those investments for the three-month period ended 31 March 2019 and 2018 were as follows:

	Consolidated financial statements												Dividend income for the three-month period ended				
	Ownership interest (%)		Paid-up capital:		Cost method		Equity method		Impairment		At equity - net			31 March 2019	31 March 2018	31 March 2019	31 March 2018
	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018					
Associates																	
Oriental Post Co., Ltd.	50	50	150 million Baht	150 million Baht	82	82	14	14	(14)	(14)	-	-	-	-	-	-	-
K2 Venture Capital Co., Ltd.	50	50	100 million Baht	100 million Baht	50	50	41	43	-	-	41	43	-	-	-	-	-
TLK2 Management Co., Ltd.	50	50	1 million Baht	1 million Baht	1	1	-	-	-	-	-	-	-	-	-	-	-
Parts Zone (Thailand) Co., Ltd.	46	46	56 million Baht	56 million Baht	26	26	2	2	(2)	(2)	-	-	-	-	-	-	-
DM-Loxley Co., Ltd.	45	45	45 million Baht	45 million Baht	20	20	20	20	-	-	20	20	-	-	-	-	-
Thai Fiber Optics Company Limited	40	40	100 million Baht	100 million Baht	40	40	163	166	-	-	163	166	-	-	5	-	-
BP - Castrol (Thailand) Limited	40	40	49 million Baht	49 million Baht	20	20	996	892	-	-	996	892	-	-	-	-	-
Loxley GTECH Technology Co., Ltd.	35	35	300 million Baht	300 million Baht	105	105	-	-	-	-	-	-	-	-	-	-	-
Thanhya Technology Co., Ltd.	30	30	11 million Baht	11 million Baht	15	15	20	20	-	-	20	20	-	-	-	-	-
Wisdom Vast Company Limited	30	30	10 million Baht	10 million Baht	5	5	4	4	-	-	4	4	-	-	-	-	-
Mobile Innovation Co., Ltd.	27	27	184 million Baht	184 million Baht	50	50	23	21	-	-	23	21	-	-	-	-	-
Foseco (Thailand) Limited	26	26	10 million Baht	10 million Baht	3	3	25	21	-	-	25	21	-	-	-	-	-
MOCAP Limited	25	25	61 million Baht	61 million Baht	15	15	10	10	-	-	10	10	-	-	-	-	-
NS BlueScope Lysaght (Thailand) Limited	20	20	600 million Baht	600 million Baht	120	120	215	220	-	-	215	220	-	-	-	-	3
NS BlueScope (Thailand) Limited	20	20	5,000 million Baht	5,000 million Baht	640	640	1,298	1,307	-	-	1,298	1,307	-	-	-	-	22
BlueScope Buildings (Thailand) Limited (Ceased its operation during 2018)	20	20	360 million Baht	360 million Baht	72	72	9	9	(9)	(9)	-	-	(9)	(9)	-	-	-
					<u>1,264</u>	<u>1,264</u>	<u>2,840</u>	<u>2,749</u>	<u>(25)</u>	<u>(25)</u>	<u>2,815</u>	<u>2,724</u>	<u>5</u>	<u>5</u>	<u>25</u>	<u>25</u>	<u>25</u>

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

	Consolidated financial statements												Dividend income for the three-month period ended						
	Ownership interest		Paid-up capital		Cost method		Equity method		Impairment		At equity - net								
	31	31	31	31	31	31	31	31	31	31	31	31							
	March	December	March	December	March	December	March	December	March	December	March	December							
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	
	(%)																		
Joint ventures																			
Car Convenic Co., Ltd.	51	51	50 million Baht	50 million Baht	25	25	-	-	-	-	-	-	-	-	-	-	-	-	-
Travel Ads Network (Thailand) Co., Ltd.	51	-	28 million Baht	-	14	-	14	-	-	-	-	-	-	14	-	-	-	-	-
L S Technology Solutions Co., Ltd.	50	50	10 million Baht	10 million Baht	5	5	-	-	-	-	-	-	-	-	-	-	-	-	-
Loxley Numap Infra Plus Joint Venture	-	-	-	-	-	-	1	1	-	-	-	-	-	1	1	-	-	-	-
LXFM Joint Venture	-	-	-	-	-	-	2	3	-	-	-	-	-	2	3	-	-	-	-
Loxley & AIT Holding Co., Ltd.	50	50	200 million Baht	200 million Baht	113	113	18	22	-	-	-	-	-	18	22	-	-	-	-
Loxtrade Specialty Innovation Co., Ltd.	25	25	5 million Baht	5 million Baht	3	3	-	-	-	-	-	-	-	-	-	-	-	-	-
LPDPS Joint Venture*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total			<u>160</u>	<u>146</u>	<u>146</u>	<u>140</u>	<u>35</u>	<u>26</u>	<u>(25)</u>	<u>(25)</u>	<u>35</u>	<u>26</u>	<u>26</u>	<u>2,850</u>	<u>2,750</u>	<u>5</u>	<u>5</u>	<u>25</u>	<u>25</u>
			<u>1,424</u>	<u>1,410</u>	<u>2,875</u>	<u>2,775</u>	<u>(25)</u>	<u>(25)</u>	<u>2,850</u>	<u>2,750</u>	<u>5</u>	<u>5</u>	<u>25</u>	<u>2,850</u>	<u>2,750</u>	<u>5</u>	<u>5</u>	<u>25</u>	<u>25</u>

* As at 31 March 2019 and 31 December 2018, the Group recorded share of loss from the joint venture by recognising allowance for doubtful accounts for trade accounts receivable and short-term loans to in the consolidated financial statements as the Group has an obligation to pay in accordance with the contract.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

	Separate financial statements												Dividend income for the three-month period ended			
	Ownership interest (%)			Paid-up capital			Cost method			Impairment				At cost - net		
	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018		31 March 2019	31 March 2018	31 March 2018
	(in million Baht)															
Associates																
Oriental Post Co., Ltd.	50	50	150 million Baht	150 million Baht	82	82	82	(82)	-	-	-	-	-	-	-	
Parts Zone (Thailand) Co., Ltd.	46	46	56 million Baht	56 million Baht	26	26	26	(26)	-	-	-	-	-	-	-	
DM-Loxley Co., Ltd.	45	45	45 million Baht	45 million Baht	20	20	20	-	-	20	20	-	-	-	-	
Thai Fiber Optics Company Limited	40	40	100 million Baht	100 million Baht	40	40	40	-	-	40	40	-	-	5	-	
Thianhiya Technology Co., Ltd.	30	30	11 million Baht	11 million Baht	15	15	15	-	-	15	15	-	-	-	-	
Mobile Innovation Co., Ltd.	27	27	184 million Baht	184 million Baht	50	50	50	(36)	-	14	14	-	-	-	-	
Fosoco (Thailand) Limited	26	26	10 million Baht	10 million Baht	3	3	3	-	-	3	3	-	-	-	-	
NS BlueScope Lysaght (Thailand) Limited	20	20	600 million Baht	600 million Baht	120	120	120	-	-	120	120	-	-	-	3	
NS BlueScope (Thailand) Limited	20	20	5,000 million Baht	5,000 million Baht	640	640	640	-	-	640	640	-	-	-	22	
BlueScope Buildings (Thailand) Limited (Ceased its operation during 2018)	20	20	360 million Baht	360 million Baht	72	72	72	(72)	-	-	-	-	-	-	-	
Loxley GTECH Technology Co., Ltd.	18	18	300 million Baht	300 million Baht	55	55	55	(55)	-	-	-	-	-	-	-	
			<u>1,123</u>	<u>1,123</u>	<u>72</u>	<u>72</u>	<u>72</u>	<u>(72)</u>	<u>(55)</u>	<u>852</u>	<u>852</u>	<u>(271)</u>	<u>(271)</u>	<u>5</u>	<u>25</u>	
Joint ventures																
Car Convenie Co., Ltd.	51	51	50 million Baht	50 million Baht	25	25	25	(25)	-	-	-	-	-	-	-	
Travel Ads Network (Thailand) Co., Ltd.	51	-	28 million Baht	-	14	-	-	-	-	14	-	-	-	-	-	
L S Technology Solutions Co., Ltd.	50	50	10 million Baht	10 million Baht	5	5	5	(5)	-	-	-	-	-	-	-	
Loxley & AIT Holding Co., Ltd.	50	50	200 million Baht	200 million Baht	113	113	113	-	-	113	113	-	-	-	-	
			<u>157</u>	<u>143</u>	<u>143</u>	<u>143</u>	<u>(30)</u>	<u>(30)</u>	<u>113</u>	<u>127</u>	<u>113</u>	<u>(30)</u>	<u>(30)</u>	<u>-</u>	<u>-</u>	
Total			<u>1,280</u>	<u>1,266</u>	<u>979</u>	<u>979</u>	<u>(301)</u>	<u>(301)</u>	<u>979</u>	<u>965</u>	<u>965</u>	<u>5</u>	<u>5</u>	<u>25</u>	<u>25</u>	

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

The above associates and joint ventures were incorporated in Thailand except DM-Loxley Co., Ltd., which was incorporated in Lao People's Democratic Republic

Investment in the 3-digit and 2-digit online lotteries project

Loxley GTECH Technology Co., Ltd., an associate of the Company, has entered into an agreement with the Government Lottery Office (GLO) of Thailand on 29 July 2005 to service the lottery project. The terms stipulated in the agreement require that the lottery commence within 7 months after the agreement has been signed. Because of circumstances, however, the project could not begin as scheduled. On 28 May 2008, the associate received a letter from GLO indicating that the project was to be launched by 16 September 2008. Later, on 18 August 2008, the associate was informed in writing by GLO about the results of their examination of the lottery system and the lottery vending machines installation. According to GLO's letter, the associate was permitted to partially install the vending machine (6,761 machines) in preparation for the project commencement. On 7 November 2008, the associate sent the notice letter to GLO requesting them to comply with the contract and manage to have the sales of lottery started. The associate also demanded compensation for losses arising from the investment outlay totaling over Baht 2 billion within 30 days. In the case GLO neglected to take appropriate actions, the associate would take legal action against GLO as deemed necessary. On 24 December 2008, GLO replied to the associate's letter requesting fairness regarding the commercial launch of 3-digit and 2-digit online lotteries. GLO responded that they had passed a resolution agreeing to such project; and that their resolution had been furnished to the Ministry of Finance. In April 2009, the associate lodged another letter with GLO demanding that the Government should comply with the contract. However, the Board of Directors of GLO passed a resolution for GLO to conduct further study over legal and social impacts concerns. A public poll commissioned later on revealed that more than 50 percent of the respondents supported the lottery launch. In August 2009, the Council of State replied to the queries of GLO in respect of the sale of the 3-digit and 2-digit online lotteries that GLO could be done under the Government Lottery Office Act, B.E.2517. And the associate received a letter from GLO dated 14 December 2009 notifying that its Board of Directors ("the Board") had passed a resolution on 4 December 2009 agreeing in principle to the sales of 3-digit and 2-digit online lotteries. The Board then requested that the project preparation be completed within 90 days for commercial launch, and reported to the Board for further Cabinet notification. In January 2010, the Prime Minister appointed a panel to study and examine the facts and legal concerns over the sales of 3-digit and 2-digit online lotteries so as to determine options of and alternatives to the sales of online lotteries within 30 days. As a consequence, the Board issued a letter dated 15 January 2010 to the associate stating that the Board had resolved on 5 January 2010 to delay the commercial launch preparation in accordance with the Board's previous resolution on 4 December 2009 until the Prime Minister's appointed panel could finalise its decision for the Board's consideration. On 30 March 2010, the associate submitted a letter to GLO requesting that they honor the agreement, and pay for the damages arising from non-compliance. The associate demanded that GLO urgently comply with the contract, and launch the sales of lotteries. The associate also called for payment for damages incurred due to the operational delay and breach of agreement until GLO honor the agreement. The demanded payment together with interest must be paid to the associate within 30 days after GLO received the letter. The associate would, otherwise, take legal action and other measures deemed necessary to protect and enforce its rights. Consequently, on 9 June 2010, the associate was informed in writing by GLO that GLO, as a government agency operating under GLO Act, B.E. 2517, must strictly abide by the cabinet resolution and the prime minister's direction. GLO is aware of the business consequence that the associate has sustained, and has already furnished all relevant facts to those having authorities under GLO Act for consideration. Once the conclusion is obtained, the associate shall be accordingly informed. GLO strongly hopes that the issue will be resolved in the near future. However, the associate will be able to recover all amounts due under the agreement with GLO as it proposes to take legal action in consultation with its legal advisors to make GLO honor the agreement and to recover all expenses incurred plus related damages due under the terms of the agreement. On 7 April 2011, the associate filed a complaint to the Administrative Court

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

against GLO to order GLO to resolve and proceed with the matter accordingly. On 22 December 2017, the Administrative Court of First Instance (Central Administrative Court) issued a notice to the associate that 16 January 2018 would be the final day of affirmation. On 19 April 2018, the Administrative Court of First Instance (Central Administrative Court) set its first hearing date on 24 May 2018. On 28 June 2018, the Administrative Court of First Instance (Central Administrative Court) judged GLO to pay a total of Baht 945.6 million plus interest at the rate of 7.5% of such principal amount from the filing date until the payment to the associate. On 25 July 2018, the associate filed an appeal against the judgment of the Administrative Court of First Instance (Central Administrative Court) dated 28 June 2018, requesting the Supreme Administrative Court to consider and adjudicate GLO to comply with the service of contract of the lottery project and compensate for the damages incurred by the delayed of the contract until the date of lawsuit and cost to restart the lottery project (Restart-Up Cost). However, if the service contract for the lottery project has to be cancelled because of the failure to comply with the contract of GLO, the associate asked the Supreme Administrative Court to consider and adjudicate GLO to compensate for the actual damage to the associate. As at 31 March 2019, the litigation proceeding in the Supreme Administrative Court was underway and the outcome was yet to be determined.

Furthermore, loss of the associate's financial positions has been increasing and operating costs have been rising over the initial budgets. The Company cannot reliably estimate the effect and the amount of time required to recover its investment in the associate.

In respect of the above, the Company recorded full impairment loss on all remaining balances in respects of such project in the separate financial statements as at 31 March 2019 and 31 December 2018 as required by TAS 36 (revised 2018) "Impairment of Assets." The standard provided that when the recoverable amount of an investment is less than its carrying value, the Company must record impairment loss on such investment directly in the profit or loss by reducing the investment cost to its recoverable amount. The details are as follows:

Separate financial statements	Investment	Trade and other receivables (note 4) (in million Baht)	Short-term loans (note 4)	Total
Balance				
At 31 December 2018	105	357	483	945
Addition	-	7	4	11
At 31 March 2019	105	364	487	956
Allowance for doubtful accounts				
At 31 December 2018	105	357	483	945
Addition	-	7	4	11
At 31 March 2019	105	364	487	956
Net book value				
At 31 December 2018	-	-	-	-
At 31 March 2019	-	-	-	-

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

In the consolidated financial statements, the Group complies with TAS 28 (revised 2018) “Investments in Associates and Joint Ventures” which states that the Group normally must record share of loss of an associate equals to its interest in the associate. The interest in an associate is the carrying amount of the investment in the associate under the equity method together with any long-term interests that, in substance, form part of the investor’s net investment in the associate, such as a settlement of loan that is neither planned nor likely to occur in the foreseeable future. The Group’s additional share of loss recognised under the equity method is treated as deductions to the components of the interests in the associate. The Group only recognises additional share of loss as liability only when the Group has incurred legal or constructive obligations or made payments on behalf of the associate.

As at 31 March 2019 and 31 December 2018, the Group recorded additional share of loss over its interest in the associate on the consolidated financial statements, representing 35% interest in the associate. Such share of loss over its interest in the associate is presented as deductions to the trade and other receivables and short-term loans to the associate. In addition, the Group recorded additional allowance for trade and other receivables and short-term loans to the associate in the consolidated financial statements. The details are as follows:

Consolidated financial statements	Investment	Trade and other receivables (note 4) (in million Baht)	Short-term loans (note 4)	Total
<i>Balance</i>				
At 31 December 2018	105	357	483	945
Addition	-	7	4	11
At 31 March 2019	105	364	487	956
<i>Equity loss</i>				
At 31 December 2018	105	143	57	305
Addition	-	-	-	-
At 31 March 2019	105	143	57	305
<i>Allowance for doubtful accounts</i>				
At 31 December 2018	-	214	426	640
Addition	-	7	4	11
At 31 March 2019	-	221	430	651
<i>Net book value</i>				
At 31 December 2018	-	-	-	-
At 31 March 2019	-	-	-	-

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

9 Investments in subsidiaries

	Separate financial statements	
	2019	2018
	<i>(in million Baht)</i>	
At 1 January	2,173	2,134
Acquisitions	11	3
Disposals		
Disposal	(8)	-
Reversal of loss from impairment	8	-
At 31 March	<u>2,184</u>	<u>2,137</u>

Acquisitions

2019

In January 2019, the Company purchased 199,998 shares of Loxley Evolution Technology Co., Ltd. (Formerly “Law Enforcement Technology Solutions Co., Ltd.”), an other related party, from related parties amounting to Baht 11 million. The said company is engaged in the business of distribution and providing security solutions using equipment and technology. The Company held 99% of shares and voting right in the said subsidiary. The Group has gain on bargain purchase amounting to Baht 8 million which was recorded statement of income for the three-month period ended 31 March 2019. The consolidation of such entity does not have any material impact on the consolidated financial statements.

2018

In January 2018, the Company incorporated a new subsidiary, The Foodsource Co., Ltd., with a registered and paid-up share capital of Baht 3 million. This subsidiary engages in import, wholesale, distribution of food ingredients and food products. The Company held 90% of shares and voting right in the subsidiary.

Disposal

2019

In February 2019, the Company disposed its entire investment in Loxley Environmental Dynamics Co., Ltd., a subsidiary of the Company, to a non-related party amounting to Baht 0.05 million, resulting in a loss of control in the said subsidiary. The Group recognized an increase in non-controlling interest of Baht 0.41 million and has gain from disposal of investments in consolidated and separate financial statements amounting to Baht 6.69 million and Baht 0.05 million, respectively, which was recorded in the consolidated and separate statements of income for the three-month period ended 31 March 2019. The deconsolidation of such entity does not have any material impact on the consolidated financial statements.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Investments in subsidiaries as at 31 March 2019 and 31 December 2018 and dividend income from those investments for the three-month period ended 31 March 2019 and 2018 were as follows:

	Separate financial statements										Dividend income for the three-month period ended		
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net			31 March 2019	31 March 2018
	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018			
	(in million Baht)												
Subsidiaries													
Loxbit Public Company Limited	99	450 million Baht	450 million Baht	476	476	-	-	476	476	-	-	-	
Loxley Orbit Public Company Limited	99	45 million Baht	45 million Baht	110	110	-	-	110	110	-	-	-	
Data Mining Co., Ltd.	99	20 million Baht	20 million Baht	20	20	-	-	20	20	-	-	-	
Loxley Joint and Hold Co., Ltd.	99	1,000 million Baht	1,000 million Baht	1,000	1,000	-	-	1,000	1,000	95	160	-	
Loxley Mobile Company Limited	99	20 million Baht	20 million Baht	20	20	(20)	(20)	-	-	-	-	-	
L Food Solutions Company Limited	99	50 million Baht	50 million Baht	50	50	(30)	(30)	20	20	-	-	-	
Loxley Intertrade (Guangzhou) Co., Ltd.	99	1.05 million USD	1.05 million USD	35	35	-	-	35	35	-	-	-	
Loxley Business Innovation Co., Ltd.	99	5 million Baht	5 million Baht	5	5	-	-	5	5	5	5	-	
Loxley Power Systems Co., Ltd.	99	30 million Baht	30 million Baht	30	30	-	-	30	30	20	20	-	
L-Elevator and Engineering Co., Ltd.	99	3 million Baht	3 million Baht	3	3	-	-	3	3	-	-	-	
Loxley Engineering Co., Ltd.	99	10 million Baht	10 million Baht	10	10	-	-	10	10	-	-	-	
Loxley System Integrator Co., Ltd.	99	20 million Baht	20 million Baht	28	28	-	-	28	28	20	20	-	

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

	Separate financial statements										Dividend income for the three-month period ended
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		
	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	
	(in million Baht)										
Subsidiaries											
ASM Security Management Co., Ltd.	99	99	100 million Baht	100 million Baht	95	95	-	-	95	95	-
Loxley Automotive Co., Ltd.	99	99	1 million Baht	1 million Baht	1	1	-	-	1	1	-
Loxley Evolution Technology Co., Ltd. (Formerly "Law Enforcement Technology Solutions Co., Ltd.")	99	-	20 million Baht	-	11	-	-	-	11	-	-
Loxley Property Development Co., Ltd.	90	90	250 million Baht	250 million Baht	255	255	-	-	255	255	-
The Foodsource Co., Ltd.	90	90	30 million Baht	30 million Baht	27	27	-	-	27	27	-
Loxley Wireless Public Company Limited	85	85	275 million Baht	275 million Baht	255	255	(255)	(255)	-	-	-
Green Natural Products Co., Ltd.	75	75	4 million Baht	4 million Baht	14	14	-	-	14	14	-
L Solar 3 Co., Ltd.	74	74	10 million Baht	10 million Baht	7	7	-	-	7	7	-
Loxley Global Co., Ltd.	51	51	99 million Baht	99 million Baht	50	50	(50)	(50)	-	-	-
LB EV Co., Ltd.	51	51	10 million Baht	10 million Baht	5	5	-	-	5	5	-
Lego 99 Co., Ltd.	50	50	15 million Baht	15 million Baht	7	7	-	-	7	7	-
Loxley Trading Company Limited	50	50	50 million Baht	50 million Baht	25	25	-	-	25	25	-
Societe Commercial Lao Loxley Environmental Dynamics Co., Ltd.	50	50	4,135 million Kip	4,135 million Kip	15	15	(15)	(15)	-	-	-
	-	94	-	9 million Baht	-	8	-	(8)	-	-	-
					<u>2,554</u>	<u>2,551</u>	<u>(370)</u>	<u>(378)</u>	<u>2,184</u>	<u>2,173</u>	<u>140</u>
											<u>160</u>

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

10 Other investments

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
Current investments				
Short-term deposits at financial institutions	11	5	5	-
Equity securities held for trading	81	575	4	503
	<u>92</u>	<u>580</u>	<u>9</u>	<u>503</u>
Other long-term investments				
Equity securities available for sale	396	409	381	394
Other non-marketable equity securities	55	60	13	18
	<u>451</u>	<u>469</u>	<u>394</u>	<u>412</u>
Total	<u>543</u>	<u>1,049</u>	<u>403</u>	<u>915</u>

Movements during the three-month period ended 31 March 2019 and 2018 of other investments were as follows:

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht)</i>			
Current investments				
Trading securities				
At 1 January	575	798	503	223
Purchases during the period	5	50	-	-
Sales during the period	(500)	(531)	(500)	(220)
Valuation adjustment	1	1	1	-
At 31 March	<u>81</u>	<u>318</u>	<u>4</u>	<u>3</u>
Other long-term investments				
Available-for-sale securities				
At 1 January	409	654	394	639
Valuation adjustment	(13)	(63)	(13)	(63)
At 31 March	<u>396</u>	<u>591</u>	<u>381</u>	<u>576</u>
General investments				
At 1 January	60	57	18	16
Acquisition	-	1	-	1
Disposals				
Disposal	(12)	-	(12)	-
Reversal of loss from impairment	7	-	7	-
At 31 March	<u>55</u>	<u>58</u>	<u>13</u>	<u>17</u>

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Other long-term investments as at 31 March 2019 and 31 December 2018, and dividend income from those investments for the three-month period ended 31 March 2019 and 2018 were as follows:

		Consolidated financial statements													
		Ownership interest		Paid-up capital		Cost method		Impairment		Unrealised gain (loss) from fair value changes		Fair value (Market price of listed securities)/ At cost - net		Dividend income for the three-month period ended	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 December 2018	31 March 2019	31 March 2018		
(in million Baht)															
<i>Available-for-sale securities - at fair value</i>															
Other related parties															
Muang Thai Insurance Public Company Limited	5	5	590	590	36	36	-	-	257	274	293	310	-	-	
QTC Energy Public Company Limited	5	5	341	341	218	218	(14)	(14)	(116)	(120)	88	84	-	-	
Other parties					15	15	-	-	-	-	15	15	-	-	
					269	269	(14)	(14)	141	154	396	409	-	-	
<i>General investments - at cost</i>															
Other related parties															
Thanakorn Vegetable Oil Products Co., Ltd.	7	7	300	300	39	39	-	-	-	-	39	39	-	-	
Others					15	15	(12)	(12)	-	-	3	3	-	-	
Other parties					16	28	(3)	(10)	-	-	13	18	-	-	
					70	82	(15)	(22)	-	-	55	60	-	-	
Total					339	351	(29)	(36)	141	154	451	469	-	-	

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

		Separate financial statements																												
		Ownership interest						Paid-up capital			Cost method			Impairment			Unrealised gain (loss) from fair value changes			Fair value (Market price of listed securities)/ At cost - net			Dividend income for the three-month period ended							
		31 March 2019		31 December 2018		31 March 2019		31 December 2018		31 March 2019		31 December 2018		31 March 2019		31 December 2018		31 March 2019		31 December 2018		31 March 2019		31 December 2018		31 March 2019		31 December 2018		
		(in million Baht)																												
<i>Available-for-sale securities</i>																														
<i>- at fair value</i>																														
Other related parties																														
Muang Thai Insurance Public Company Limited		5	5	590	590	36	36	36	36	-	-	257	274	293	310	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
QTC Energy Public Company Limited		5	5	341	341	218	218	254	254	(14)	(14)	(116)	(120)	88	84	(14)	(14)	141	154	381	394	13	18	10	15	3	3	-	-	
General investments - at cost																														
Other related parties						3	3																							
Other parties						13	25			(3)	(10)																			
Total						16	28	270	282	(17)	(24)	141	154	394	412	(13)	(18)	394	412	394	412	13	18	10	15	3	3	-	-	

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

12 Trade accounts payable

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		<i>(in million Baht)</i>			
Related parties	4	259	200	71	66
Other parties		1,796	1,667	538	581
Total		2,055	1,867	609	647

13 Other payables

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		<i>(in million Baht)</i>			
Accrued cost and warranty cost		564	570	146	170
Accrued expenses		208	225	28	19
Payables - other expenses	4	63	66	45	50
Revenue Department payable		40	49	4	22
Promotion expense received in advance		24	15	-	-
Deposit		8	8	-	-
Others		62	59	13	14
Total		969	992	236	275
Current		961	984	236	275
Non-current		8	8	-	-
Total		969	992	236	275

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

14 Segment information

Information about reportable segments:

<i>Three-month period ended 31 March</i>	Information Technology Business Group		Food Services & Distribution Business Group		Energy Business Group		Network Solutions Business Group		Services Business Group		Special and other businesses		Total reportable segments	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
External revenue	1,027	970	790	733	257	244	544	516	526	502	110	329	3,254	3,294
Inter-segment revenue	12	5	17	72	20	21	7	15	51	38	19	9	126	160
Total segment revenue	1,039	975	807	805	277	265	551	531	577	540	129	338	3,380	3,454
	<i>(in million Baht)</i>													
Segment profit (loss) before finance costs and income tax expense	93	4	7	(3)	(2)	(6)	(8)	24	25	31	9	11	124	61
Segment assets as at 31 March 2019/ 31 December 2018	3,970	3,291	1,365	1,539	910	1,061	1,826	1,587	1,871	1,846	1,300	1,226	11,242	10,550

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Reconciliation of reportable segment profit or loss and assets

<i>Three-month period ended 31 March</i>	2019	2018
	<i>(in million Baht)</i>	
Profit or loss		
Total profit for reportable segments before finance costs and income tax expense	124	61
Eliminate of inter-segment profits	(5)	(4)
Unallocated amounts:		
- Revenue	27	-
- Other operating expenses	(102)	(107)
Share of profit from investments, net	91	122
Consolidated profit before finance costs and income tax expense	135	72
	31	31
	March	December
	2019	2018
	<i>(in million Baht)</i>	
Assets		
Total assets for reportable segments	11,242	10,550
Investments in associates and joint ventures	2,850	2,750
Other unallocated amounts	1,572	1,797
Consolidated total assets	15,664	15,097
Unallocated liabilities	9,633	9,097

Geographical segments

The Group is managed and operates principally in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

15 Revenue

The Group's/Company's operations and main revenue streams are described in the last annual financial statements. The Group's/Company's main revenue is derived from contracts with customers.

Disaggregation of revenue

In the following table, revenue is disaggregated by major products and service lines and timing of revenue recognition.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

Three-month period ended 31 March	Consolidated financial statements												
	Reportable segments						Network Solutions Business Group				Total reportable segments		
	Information Technology Business Group		Food Services & Distribution Business Group		Energy Business Group		Services Business Group		Special and other businesses				
2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018		
	<i>(in million Baht)</i>												
Major products/service lines													
Consumer and chemical products	-	-	778	724	-	-	-	-	-	-	-	778	724
Information technology equipment	268	688	-	-	101	136	32	16	-	-	8	19	409
Project works	470	46	-	-	140	91	493	466	-	-	38	175	1,141
Security services	-	-	-	-	-	-	-	-	450	414	-	-	450
Maintenance and other services	249	229	-	-	14	12	7	4	75	85	40	57	385
Others	40	7	12	9	2	5	12	30	1	3	24	78	91
Total	1,027	970	790	733	257	244	544	516	526	502	110	329	3,254
													3,294
Timing of revenue recognition													
At a point in time	292	680	790	733	116	153	32	47	1	18	37	119	1,268
Over time	735	290	-	-	141	91	512	469	525	484	73	210	1,986
Total	1,027	970	790	733	257	244	544	516	526	502	110	329	3,254
													3,294

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

<i>Three-month period ended 31 March</i>	Separate financial statements	
	2019	2018
	<i>(in million Baht)</i>	
Major products/service lines		
Consumer and chemical products	262	281
Information technology equipment	35	55
Project works	448	604
Dividend	145	185
Others	98	106
Total	988	1,231
Timing of revenue recognition		
At a point in time	518	606
Over time	470	625
Total	988	1,231

Contract Balances

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers.

	Consolidated financial statements		Separate financial statements	
	31 March 2019	1 January 2019	31 March 2019	1 January 2019
	<i>(in million Baht)</i>			
Trade accounts receivable	3,389	3,007	769	982
Contract assets				
- Current	1,466	1,302	565	496
- Non-current	334	365	316	346
Contract liabilities				
- Current	(1,401)	(1,372)	(586)	(532)

The contract assets primarily relate to the Group's/Company's rights to consideration for work completed but not billed at the reporting date. The contract assets are transferred to receivables when the rights become unconditional to the Group/Company. This usually occurs when an invoice is issued to the customer.

The contract liabilities primarily relate to the advance consideration received from customers. The Group/Company recognises such contract liabilities as revenue when transferring control of the goods to the customers and consideration allocated to unsatisfied service-type warranty, for which revenue is recognised on a straight-line basis over the term of the service-type warranty.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

16 Income tax expense

The current tax expense in the consolidated and separate statements of income is higher/less than the amount determined by applying the Thai corporation tax rate to the accounting profit for the period principally because:

- (a) the Group/Company unutilised tax losses brought forward from the previous period have been utilised during the period to set-off against the current period's tax charge.
- (b) the different treatment for accounting and taxation purposes of certain items of expense, in particular, provision for doubtful accounts and other provisions.
- (c) losses suffered by certain subsidiaries of the Group/Company cannot be set-off against the profits of other subsidiaries of the Group for tax purposes.

17 Basic earnings per share

The calculations of basic earnings per share for the three-month period ended 31 March 2019 and 2018 were based on the profit 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 31 March</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in million Baht / million shares)</i>			
Profit for the period attributable to ordinary shareholders of the Company (basic)	<u>35.49</u>	<u>19.31</u>	<u>19.19</u>	<u>68.85</u>
Number of ordinary shares outstanding	<u>2,264.95</u>	<u>2,264.95</u>	<u>2,264.95</u>	<u>2,264.95</u>
Basic earnings per share (in Baht)	<u>0.02</u>	<u>0.01</u>	<u>0.01</u>	<u>0.03</u>

18 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.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
31 March 2019					
<i>Current</i>					
Short-term investment in trading securities	81	-	81	-	81
<i>Non-current</i>					
Long-term investment in available-for-sale securities	396	396	-	-	396
31 December 2018					
<i>Current</i>					
Short-term investment in trading securities	575	-	575	-	575
<i>Non-current</i>					
Long-term investment in available-for-sale securities	409	409	-	-	409
	Carrying amount	Separated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in million Baht)</i>					
31 March 2019					
<i>Current</i>					
Short-term investment in trading securities	4	-	4	-	4
<i>Non-current</i>					
Long-term investment in available-for-sale securities	381	381	-	-	381
31 December 2018					
<i>Current</i>					
Short-term investment in trading securities	503	-	503	-	503
<i>Non-current</i>					
Long-term investment in available-for-sale securities	394	394	-	-	394

Carrying amounts and fair values of financial instruments not measured at fair value

- Cash and short-term investments

The carrying amount approximates fair value because of the short period to maturity.

- Current account receivable and account payable - trade and other

The carrying amount approximates fair value because of the short period to maturity.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

- Loans to and loans from related and other companies and non-current accounts receivable

The carrying amount approximates fair value because most of these financial instruments bear interest rates approximately at market rates.

- Investment in common shares

The management believes that the carrying amount of investment in common shares for which there are no available quoted market prices approximates the fair value based on the underlying net asset base of the investment. The fair value of investments in available-for-sale equity securities is determined by reference to their quoted bid price at the reporting date.

- Bank overdrafts and short-term loans from financial institutions

The carrying amount approximates fair value because of the short period to maturity of these financial instruments.

- Long-term loan

The carrying amount approximates fair value because most of these financial instruments bear interest at market rates.

- Long-term debentures

The carrying amount approximates fair value because these debenture bear interest at approximately market rates.

19 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	<i>(in million Baht)</i>			
<i>Future minimum lease payments under non-cancellable operating leases</i>				
Within one year	49	53	8	7
After one year but within five years	75	82	4	5
After five years	211	209	-	-
Total	335	344	12	12
<i>Other commitments</i>				
Unnegotiated letters of credits for goods and supplies	602	95	175	37
Purchase orders for goods and services accepted by suppliers	4,766	3,923	3,249	3,384
Purchase forward contracts	992	369	992	369
Selling forward contracts	10	22	10	22
Bank guarantees (for projects performance, customers tender guarantees and debentures)	5,609	5,435	3,255	3,145
Total	11,979	9,844	7,681	6,957

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

As at 31 March 2019, the above forward contracts will come to maturity within February 2020 (31 December 2018: December 2019).

As at 31 March 2019, the Company has commitments from securing the credit facilities of an associate amounting to Baht 375 million (31 December 2018: Baht 375 million).

As at 31 March 2019, the Company has commitments from securing the credit facilities of a subsidiary and an indirect subsidiary totaling to Baht 90 million (31 December 2018: Baht 90 million).

Agreement

A subsidiary has entered into an agreement relating to the co-operation project for managing book stores with a government agency. The agreement has period of 12 years, starting from 2014. The subsidiary has commitments and conditions to comply with the agreement. However, as at 31 March 2019, the subsidiary has ceased the operation from the said agreement and is under negotiation on the expenses, damages and termination of agreement.

20 Events after the reporting period

- (a) On 5 April 2019, the Labor Protection Act was amended to include a requirement that an employee who is terminated after having been employed by the same employer for an uninterrupted period of twenty years or more, receives severance payment of 400 days of wages at the most recent rate. The Group/Company has therefore amended its retirement plan in accordance with the changes in the Labor Protection Act in the second quarter of 2019. As a result of this change, the provision for retirement benefits as at 30 June 2019 as well as past service cost recognised during the three-month and six-month periods then ended in the consolidated and separate financial statements will increase by an amount of Baht 100 million and Baht 46 million, respectively.
- (b) At the annual general meeting of shareholders of the Company held on 26 April 2019, the shareholders approved as follows:
- The appropriation of legal reserve amounting to Baht 7 million
 - The issuance and offering of the Debentures in the principal amount of not more than Baht 2,000 million
- (c) In May 2019, Loxley Power Systems Co., Ltd., a subsidiary of the Company, increased its registered share capital from Baht 30 million to Baht 50 million, which were fully paid up. The Company paid up the increase in share capital according to percentage of shareholding of 99%, amounting to Baht 20 million
- (d) In May 2019, Loxley Property Development Co., Ltd., a subsidiary of the Company, increased its registered share capital from Baht 250 million to Baht 300 million, which were fully paid up. The Company fully paid up the increase in share capital, resulting in the increase in percentage of holding from 90% to 92%.

Loxley Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2019 (Unaudited)

21 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new and revised TFRS which are relevant to the Group's/Company's operations are expected to have significant impact on the consolidated and separate financial statements on the date of initial application. Those TFRS which become effective for annual financial reporting periods beginning on or after 1 January 2020 are as follows:

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

* TFRS - Financial instruments standards

(a) TFRS - Financial instruments standards

These TFRSs establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting.

The Group/Company has made a preliminary assessment of the potential impact of adopting and initially applying TFRS - Financial instruments standards on the consolidated and separate financial statements and expects that there will be no material impact on the consolidated and separate financial statements in the period of initial application.

(b) TFRS 16 Leases

TFRS 16 introduces a single lessee accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard, i.e. lessors continue to classify leases as finance or operating leases.

Management is presently considering the potential impact of adopting and initially applying TFRS 16 on the consolidated and separate financial statements.