

**THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
INTERIM FINANCIAL INFORMATION
JUNE 30, 2018
AND INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM FINANCIAL INFORMATION**

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Board of Directors of Thai Luxe Enterprises Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position as at June 30, 2018, the related consolidated and separate statements of comprehensive income for three-month and six-month periods ended June 30, 2018, the consolidated and separate statements of changes in shareholders' equity, and the consolidated and separate statements of cash flows for six-month period ended June 30, 2018 and the 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.

Emphasis of matter

Without expressing a qualified conclusion on the aforementioned interim financial information, I draw attention to the Note 10.1 to the consolidated financial statements, the Company has an investment in the ordinary shares of a related company that is listed on the Market for Alternative Investment (MAI), representing approximately 14% of the total share capital of that company. Some shareholders of the Company are also shareholders of that company. The Company has informed us that the Company has no intention to participate in the management of that company and also has no influence over it. The outstanding balance of this investment as at June 30, 2018 is approximately Baht 240.01 million, This is considered as an asset with risk being concentrated in only one related company. The value of the investment depends on the operating results and the future market price of this related company and on Company's decisions regarding the sale of the investment.

Other matters

The consolidated and separate statements of financial position as at December 31, 2017 (Before adjustment), of Thai Luxe Enterprises Public Company Limited, presented herewith for comparative purpose only, were audited by another auditor in my firm whose report dated on February 28, 2018, expressed an unqualified opinion on those financial statements the consolidated and separate statements of comprehensive income for three-month and six-month periods ended June 30, 2017, the consolidated and separate statements of changes in shareholders' equity, and the consolidated and separate statements of cash flows for six-month period ended June 30, 2017, presented herewith for comparative purpose only, were reviewed by another auditor in my firm, and concluded that nothing has come to attention that causes 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" in report dated on August 15, 2017.

(Mr. Jadesada Hungsapruerk)

Certified Public Accountant

Registration No. 3759

Karin Audit Company Limited

Bangkok, Thailand

August 14, 2018

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2018

(Unit : Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		June 30, 2018 "UNAUDITED" "REVIEWED"	December 31, 2017 "AUDITED" (RESTATED)	June 30, 2018 "UNAUDITED" "REVIEWED"	December 31, 2017 "AUDITED"
Assets					
Current assets					
Cash and cash equivalents		25,814	48,293	17,317	14,707
Current investments	4				
Available - for - sale securities		46,759	308,186	46,759	308,186
Bills of Exchange		90,000	110,500	90,000	110,500
Total current investments		136,759	418,686	136,759	418,686
Trade and other current receivables	3, 5.1	247,669	193,786	345,781	281,581
Inventories	6	205,764	217,857	205,764	217,857
Other current assets		6,628	29,656	6,296	4,558
Disposal groups classified as held for sale	7	1,204,255	-	-	-
Total current assets		1,826,889	908,278	711,917	937,389
Non - current assets					
Investment in associate	9	-	-	-	-
Investments in subsidiaries	8	-	-	80,775	3,000
Other long - term investments	10	499,806	858,930	499,806	858,930
Trade and other non - current receivables	5.2	-	-	-	-
Long - term loans	3	146,952	72,452	1,783,911	1,515,742
Investment properties	11	37,551	10,376	37,551	10,376
Property, plant and equipment	12	739,555	1,494,455	623,977	663,223
Goodwill	8.2	15,715	57,091	-	-
Other intangible assets	13	45,732	346,305	11,127	10,437
Deferred tax assets		66,216	39,778	66,216	34,789
Other non - current assets					
Restricted bank deposits		7,830	7,796	7,830	7,796
Advances payment	14	194,547	181,845	127,669	65,053
Other		5,825	10,464	5,811	4,753
Total other non - current assets		208,202	200,105	141,310	77,602
Total non-current assets		1,759,729	3,079,492	3,244,673	3,174,099
Total assets		3,586,618	3,987,770	3,956,590	4,111,488

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2018

(Unit : Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		June 30, 2018 "UNAUDITED" "REVIEWED"	December 31, 2017 "AUDITED" (RESTATED)	June 30, 2018 "UNAUDITED" "REVIEWED"	December 31, 2017 "AUDITED"
Liabilities and shareholders' equity					
Current liabilities					
Short-term borrowings from financial institutions	15	507,543	408,761	507,543	408,761
Trade and other current payables	3, 16	172,113	163,938	169,170	156,786
Current portion of long - term liabilities	17	652,207	1,025,882	652,207	1,025,882
Current income tax payable		1,636	2,856	1,594	1,847
Other current liabilities		5,241	6,275	3,957	4,188
Liabilities included in disposal groups classified as held for sale	7	130,475	-	-	-
Total current liabilities		1,469,215	1,607,712	1,334,471	1,597,464
Non - current liabilities					
Long - term loan	17	1,060,683	868,531	1,060,683	868,531
Defered tax liabilities		5,705	120,966	5,705	59,288
Non - current provisions for employee benefits		14,764	13,545	14,764	13,545
Total non - current liabilities		1,081,152	1,003,042	1,081,152	941,364
Total liabilities		2,550,367	2,610,754	2,415,623	2,538,828

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2018

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
	"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
	Note	"REVIEWED"	(RESTATED)	"REVIEWED"
Shareholders' equity				
Share capital				
Authorized share capital				
568,451,520 ordinary shares of Baht 1 each	568,452	568,452	568,452	568,452
Issued and paid share capital				
563,050,687 ordinary shares of Baht 1 each	563,051	563,051	563,051	563,051
Share premium - ordinary shares	489,124	489,124	489,124	489,124
Capital reserve for share-based payment transactions	41,479	41,479	41,479	41,479
Retained earnings				
Appropriated - Legal reserve	56,845	56,845	56,845	56,845
Unappropriated	396,409	421,417	879,365	573,266
Other components of shareholders' equity	(510,657)	(194,900)	(488,897)	(151,105)
Total shareholders' equity	1,036,251	1,377,016	1,540,967	1,572,660
Total liabilities and shareholders' equity	3,586,618	3,987,770	3,956,590	4,111,488

Director

STATEMENT OF COMPREHENSIVE INCOME

"REVIEWED"

FOR THE THREE - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Revenues					
Revenues from sales		513,715	439,777	496,822	432,952
Other income					
Gain on investments in securities		901	-	901	-
Interest income		2,702	7,227	6,028	18,932
Reversed allowance of impairment on assets		2,898	-	-	-
Reversed allowance of impairment on loans		-	-	270,800	-
Reversed allowance of impairment on investment in subsidiary Company		-	-	77,775	-
Other		20,907	5,185	16,176	3,719
Total revenues		541,123	452,189	868,502	455,603
Expenses					
Cost of sales		439,845	363,156	422,981	357,285
Cost of distributions		22,530	16,280	22,530	16,279
Administrative expenses		51,460	46,550	43,245	40,492
Other expenses					
Loss on investments in securities		-	895	-	895
(Profit) Loss on foreign exchange		(4,299)	10,023	11,562	1,845
Finance costs		29,159	22,136	29,159	22,136
Total expenses		538,695	459,040	529,477	438,932
Share of loss from investments in associates	9	-	(199)	-	-
Profit (loss) before income tax expenses		2,428	(7,050)	339,025	16,671
Tax expenses (tax Income)		3,347	906	3,746	797
Profit (loss) for the period		(919)	(7,956)	335,279	15,874

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

"REVIEWED"

FOR THE THREE - MONTH PERIOD ENDED JUNE 30, 2018

		(Unit : Thousand Baht)			
		Consolidated financial statements		Separate financial statements	
Note		2018	2017	2018	2017
Other comprehensive income :					
	Other comprehensive income to be reclassified				
	to profit or loss in subsequent period :				
	Exchange differences on translation of financial statements				
	in foreign currency	16,022	(1,733)	-	-
	Gain (loss) on changes in value of available - for - sale investments				
	- net of income tax	(264,640)	(86,633)	(264,640)	(86,633)
	Components of other comprehensive income that will not be				
	reclassified to profit or loss				
	Gains (losses) on remeasurements of defined benefit plans	(586)	-	(586)	-
	Other comprehensive income (expense) for the period	(249,204)	(88,366)	(265,226)	(86,633)
	Total comprehensive income (expense) for the period	(250,123)	(96,322)	70,053	(70,759)
	Earning (Loss) per share (Baht: Shares)	(0.0016)	(0.0141)	0.5955	0.0282
	19				

STATEMENT OF COMPREHENSIVE INCOME

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Revenues					
Revenues from sales		929,768	840,442	900,080	827,290
Other income					
Gain on investments in securities		1,454	3,836	1,454	3,836
Interest income		5,081	16,146	12,089	38,664
Reversed allowance of impairment on assets		2,898	-	-	-
Reversed allowance of impairment on loans		-	-	270,800	-
Reversed allowance of impairment on investment in subsidiary Company		-	-	77,775	-
Other		37,434	8,698	19,859	7,226
Total revenues		976,635	869,122	1,282,057	877,016
Expenses					
Cost of sales		799,013	700,052	766,893	688,967
Cost of distributions		40,520	29,414	40,520	29,413
Administrative expenses		105,378	91,631	86,817	79,522
Other expenses					
(Profit) Loss on foreign exchange		(5,946)	18,994	20,901	7,262
Finance costs		58,089	43,803	58,089	43,799
Total expenses		997,054	883,894	973,220	848,963
Share of loss from investments in associates	9	-	(367)	-	-
Profit (loss) before income tax expenses		(20,419)	(15,139)	308,837	28,053
Tax expenses (tax Income)		4,003	5,729	2,152	5,512
Profit (loss) for the period		(24,422)	(20,868)	306,685	22,541

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Other comprehensive income :					
Other comprehensive income to be reclassified					
to profit or loss in subsequent period :					
Exchange differences on translation of financial statements					
in foreign currency		22,035	1,210	-	-
Gain (loss) on changes in value of available - for - sale investments					
- net of income tax		(337,792)	(2,896)	(337,792)	(2,896)
Components of other comprehensive income that will not be					
reclassified to profit or loss					
Gains (losses) on remeasurements of defined benefit plans		(586)	-	(586)	-
Other comprehensive income (expense) for the period		(316,343)	(1,686)	(338,378)	(2,896)
Total comprehensive income (expense) for the period		(340,765)	(22,554)	(31,693)	19,645
Earning (Loss) per share (Baht: Shares)	19	(0.0434)	(0.0371)	0.5447	0.0400

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

"UNAUDITED"

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

Consolidated financial statements											
Equity attributable to owners of the Company											
	Note	Capital reserve				Other components of shareholders' equity					
		Issued and fully paid - up share capital	Share premium - ordinary shares	for share - based payment transactions	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Surplus (deficit) on changes in value of available - for - sale investments	Gains(losses) on remeasurements of defined benefit plans	Total other components of shareholders' equity	Total shareholders' equity
				Appropriated	Unappropriated						
Balance as at January 1, 2017		563,051	489,124	41,479	56,845	673,824	(5,910)	933	-	(4,977)	1,819,346
Changes in shareholders' equity :											
Total comprehensive income (expense) for the period		-	-	-	-	(20,868)	1,210	(2,896)	-	(1,686)	(22,554)
Balance as at June 30, 2017		563,051	489,124	41,479	56,845	652,956	(4,700)	(1,963)	-	(6,663)	1,796,792
Balance as at January 1, 2018 (as previously reported)		563,051	489,124	41,479	56,845	424,259	(43,840)	(151,105)	-	(194,945)	1,379,813
New adjustment	8.1	-	-	-	-	(2,842)	45	-	-	45	(2,797)
Brought forward as at 1 January,2018 (Restated)		563,051	489,124	41,479	56,845	421,417	(43,795)	(151,105)	-	(194,900)	1,377,016
Changes in shareholders' equity :											
Total comprehensive income (expense) for the period		-	-	-	-	(24,422)	22,035	(337,792)	(586)	(316,343)	(340,765)
Transferred to retained earnings		-	-	-	-	(586)	-	-	586	586	-
Balance as at June 30, 2018		563,051	489,124	41,479	56,845	396,409	(21,760)	(488,897)	-	(510,657)	1,036,251

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

"UNAUDITED"

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

		Separate financial statements							
		Other components of shareholders' equity							
		Other comprehensive income							
		Surplus (deficit)							
		Capital reserve	Retained earnings		on changes	Gains(losses) on	Total other	Total	
		for share - based	available - for - sale		in value of	remeasurements	components of	shareholders'	
		payment	Appropriated	Unappropriated	investments	of defined	shareholders'	shareholders'	
		transactions	Unappropriated	Unappropriated	investments	benefit plans	equity	equity	
Note	Issued and	Share premium	Retained earnings		investments	benefit plans	equity	equity	
	fully paid - up	- ordinary shares	Appropriated	Unappropriated	investments	benefit plans	equity	equity	
	share capital		Appropriated	Unappropriated	investments	benefit plans	equity	equity	
	563,051	489,124	41,479	56,845	679,035	933	-	933	1,830,467
Changes in shareholders' equity :									
	-	-	-	-	22,541	(2,896)	-	(2,896)	19,645
	563,051	489,124	41,479	56,845	701,576	(1,963)	-	(1,963)	1,850,112
	563,051	489,124	41,479	56,845	573,266	(151,105)	-	(151,105)	1,572,660
Changes in shareholders' equity :									
	-	-	-	-	306,685	(337,792)	(586)	(338,378)	(31,693)
	-	-	-	-	(586)	-	586	586	-
	563,051	489,124	41,479	56,845	879,365	(488,897)	-	(488,897)	1,540,967

CASH FLOWS STATEMENTS

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Profit (loss) before income tax expenses	(20,419)	(15,139)	308,837	28,053
Adjustments to reconcile profit (loss) to cash received (paid)				
Adjusted financial costs	58,089	42,994	58,089	42,990
Adjusted trade accounts and other current receivables (increase) decrease	(68,876)	(150,494)	(61,529)	(149,468)
Adjusted inventories (increase) decrease	12,520	(45,133)	12,520	(45,133)
Adjusted other assets (increase) decrease	1,712	9,555	(1,724)	122
Adjusted trade accounts and other current payable increase (decrease)	12,936	66,723	13,387	65,339
Adjusted other liabilities increase (decrease)	1,064	(6,088)	(230)	153
Depreciation and amortization	68,222	47,305	36,858	38,720
Adjusted provisions for employee benefits (reversal)	633	1,131	633	1,131
Adjusted unrealised on exchange loss (gain)	20,901	4,878	20,901	3,019
Adjusted share of loss (gain) from investments in associates	-	367	-	-
Adjusted bad debts and doubtful accounts (reversal)	6,374	2,238	6,374	2,238
Adjusted loss (gain) sales of non - current asset				
-Gain on sales of available for sale securities	-	(3,836)	-	(3,836)
-Loss (gain) on sales of equipment	(491)	(2,283)	(491)	(1,718)
Adjusted other reconcile profit (loss)				
- Dividend income from investments held as available for sale	(10,827)	(122)	(10,827)	(122)
- Reversal of reduce cost of inventories to net realisable value	(428)	(6,390)	(428)	(6,390)
- Reversed allowance of impairment on loans	-	-	(270,800)	-
- Reversed allowance of impairment on investment in subsidiary Company	-	-	(77,775)	-
- Reversed allowance of impairment on assets	(2,898)	-	-	-
- Amortized of inventories	-	972	-	972
- Interest income	(5,081)	(16,146)	(12,090)	(38,664)
Total adjustment to reconcile profit (loss)	93,850	(54,329)	(287,132)	(90,647)
Net cash provided by (used in) operating activities	73,431	(69,468)	21,705	(62,594)
Interest expenses	(59,517)	(38,836)	(58,140)	(38,790)
Tax received (paid)	(880)	(410)	(2,316)	(293)
Net cash provided by (used in) operating activities	13,034	(108,714)	(38,751)	(101,677)

CASH FLOWS STATEMENTS (CONTINUED)

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from investing activities				
Cash received from sale of investment in subsidiary	-	10,867	-	10,867
Cash received from sale of investment in associate	-	14,122	-	14,122
Cash received from sales other equity instrument	695,277	759,716	695,277	759,716
Cash paid for purchases other equity instrument	(497,616)	(591,517)	(497,616)	(591,517)
Cash received from property, plant and equipment	491	2,283	491	2,283
Cash paid for property, plant and equipment	(20,679)	(80,225)	(20,679)	(27,246)
Cash paid for intangible assets	(1,405)	(853)	(1,405)	(853)
Cash received from loan to related parties	-	-	72,660	-
Cash paid for loans to related person or parties	(97,717)	(15,541)	(70,029)	(229,288)
Dividend received	10,827	122	10,827	122
Interest income	2,939	14,710	3,045	14,702
Other cash received (paid) from investment activities				
- Cash received from investments in bill of exchange	110,500	241,327	110,500	241,327
- Cash paid for investments in bill of exchange	(90,000)	(80,603)	(90,000)	(80,603)
- Restricted bank deposits (increase) decrease	(34)	(37)	(34)	(37)
- Advance for acquisition of assets	-	(18,000)	(309)	(18,000)
- Deposit for acquisition of investment	(62,307)	-	(62,307)	-
Net cash provided by (used in) investing activities	50,276	256,371	150,421	95,595
Cash flows from financing activities				
Cash received from borrowing				
- From bill of exchange	70,000	-	70,000	-
- From debenture	200,000	-	200,000	-
Cash paid for repayment of borrowing				
- Maturity debenture	(386,200)	-	(386,200)	-
- Borrowing from financial institutions	(17,022)	(1,540)	(17,022)	-
Cash paid for repayment of liabilities under long - term lease agreements	(1,178)	(634)	(1,178)	(634)
Other cash received (paid) from financing activities				
- Accounts payable - trust receipts increases	29,358	-	29,358	-
- Payment of front end fee and debenture issuing costs	(4,018)	-	(4,018)	-
- Deposits from sales geothermal power plant	59,980	-	-	-
Net cash provided by (used in) financing activities	(49,080)	(2,174)	(109,060)	(634)

CASH FLOWS STATEMENTS (CONTINUED)

"REVIEWED"

FOR THE SIX - MONTH PERIOD ENDED JUNE 30, 2018

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Net cash and cash equivalents increase (decrease)				
before effect of exchange rate	14,230	145,483	2,610	(6,716)
Effect of exchange rate to cash and cash equivalents	(21,640)	8,969	-	-
Net in cash and cash equivalents increase (decrease)	(7,410)	154,452	2,610	(6,716)
Cash and cash equivalents at beginning of the period	48,293	73,202	14,707	25,353
Cash and cash equivalents from discontinued operations at the end of the period	(15,069)	-	-	-
Cash and cash equivalents at ending of the period	25,814	227,654	17,317	18,637

Supplemental Disclosure of Cash flows information

Non - cash items

Reclassification of current investments in trading securities

to available - for - sale securities	-	1,027,603	-	1,027,603
--------------------------------------	---	-----------	---	-----------

Acquisition of power plants for which paid in advance	-	76,163	-	-
---	---	--------	---	---

Acquisition of intangible assets for which paid in advance	-	11,179	-	-
--	---	--------	---	---

Acquisition of assets that have not yet been paid	2,156	4,076	2,156	4,076
---	-------	-------	-------	-------

Assets acquired under long-term lease agreements	1,238	3,942	1,238	3,942
--	-------	-------	-------	-------

Transferred Property Plant and Equipment to Investment Property	27,176	-	27,176	-
---	--------	---	--------	---

Disposal groups classified as held for sale	1,204,255	-	-	-
---	-----------	---	---	---

Past of liabilities in disposal groups classified as held for sale	130,475	-	-	-
--	---------	---	---	---

1. GENERAL INFORMATION

1.1. Corporate information

Thai Luxe Enterprises Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the manufacture and distribution of feeds for aquatic animals and pets. The registered office of the Company is at 69/5 Moo 5 Rama 2 Road (Km. 71) Tambol Bangkhantaek, Amphur Muang, Samutsongkhram.

2. BASIS FOR INTERIM FINANCIAL STATEMENT PREPARATION AND PRINCIPLES OF CONSOLIDATION

2.1 Basis for interim financial statements preparation

These interim financial statements are prepared in accordance with Accounting Standards Pronouncement No. 34: “Interim financial reporting”, whereby the Company chooses to present condensed interim financial statements. However, additional line items are presented in the financial statements to bring them into the full format similar to the annual financial statements.

The interim financial statements are prepared to provide information in addition to those included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances to avoid repetition of information previously reported. These interim financial statements should, therefore, be read in conjunction with the financial statements for the year ended December 31, 2017.

The interim financial statements are officially prepared in Thai language. The translation of these statutory financial statements to other language must conform to the Thai financial report.

2.2 Principles of consolidation

The consolidated financial statements have been prepared by including the financial statements of Thai Luxe Enterprises Public Company Limited and its subsidiary and also have been using the same principle of computation as were used in the consolidated statement for the year ended December 31, 2017.

2.3 Significant accounting policies

These interim financial statements have been prepared by using the same accounting policies and methods of computation as were used in the preparation of the financial statements for the year ended December 31, 2017.

The Federation of Accounting Professions has announced the new and amendments to some Thai accounting standards and Thai financial reporting standards, and accounting standard interpretations and financial reporting standards interpretations.

2.3.1 The Thai financial reporting standards which are effective for the preparation of financial statements with accounting periods beginning on or after January 1, 2018. The Company has adopted the application of those

standards for preparation of financial statements effective January 1, 2018. These accounting standards and interpretations do not have significant impact on the financial position and results of operations for the period.

TAS 7 (revised 2017)	Statement of cash flows
TAS 12 (revised 2017)	Income taxes

TAS 7 (revised 2017) The amendments require additional disclosure of changes in liabilities arising from financing activities. This includes changes arising from cash and non-cash.

TAS 12 (revised 2017) The amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. Specifically, the amendments confirm that:

- A temporary difference exists whenever the carrying amount of an asset is less than its tax base at the end of the reporting period.
- An entity can assume that it will recover an amount higher than the carrying amount of an asset to estimate its future taxable profits.
- Where the tax law restricts the source of taxable profits against which particular types of deferred tax assets can be recovered, the recoverability of the deferred tax assets can only be assessed in combination with other deferred tax assets of the same type.
- Tax deductions resulting from the reversal of deferred tax assets are excluded from the estimated future taxable profits.

Management has assessed and considered that the above revised standards not have a material impact on the Company.

- 2.3.2 Financial reporting standard that will become effective in the future, during the period, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after January 1, 2019. Key principles of this standard are summarized below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations.

Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

At present, the management of the Company and its subsidiaries are evaluating the impact of this standard to the financial statements in the year when it is adopted.

2.4 Estimation

When preparing the interim financial statements, management undertake judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation were the same as those applied in the preparation of annual financial statements for the year ended December 31, 2017.

3. RELATED PARTY TRANSACTIONS

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and related parties.

(Unit: Million Baht)

	For the three – month period ended 30 June				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2018	2017	2018	2017	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Interest income	-	-	4	13	3 - 8 percent per annum
<u>Transactions with associated company</u>					
Interest income	1	1	-	-	3 percent per annum
<u>Transactions with related companies</u>					
Sales of goods	58	48	58	48	Cost plus contract rate
Interest income	2	5	1	5	5 - 7 percent per annum
Purchase of raw materials	13	18	13	18	Market prices
Consulting fee	1	-	1	-	Contract prices

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2018

“UNAUDITED”
“REVIEWED”

(Unit: Million Baht)

	For the six – month period ended 30 June				Transfer pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	2018	2017	2018	2017	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Interest income	-	-	8	24	3 - 8 percent per annum
<u>Transactions with associated company</u>					
Interest income	1	1	-	-	3 percent per annum
<u>Transactions with related companies</u>					
Sales of goods	105	93	105	93	Cost plus contract rate
Interest income	2	12	2	12	5 - 7 percent per annum
Purchase of raw materials	23	37	23	37	Market prices
Consulting fee	2	-	1	-	Contract prices

The balances of the accounts as at June 30, 2018 and December 31, 2017 between the Company and its related parties are as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
<u>Other current investments – related party (Note 4)</u>				
Related party (common shareholders and the Company is a shareholder)				
	90,000	80,500	90,000	80,500
	90,000	80,500	90,000	80,500
<u>Trade and other current receivables – related parties (Note 5)</u>				
Subsidiaries	-	-	103,631	95,186
Associate	4,487	3,406	-	-
Related party (common director)	303	16	-	-
Related party (common shareholders)	30,614	11,730	30,614	11,730
Related party (common shareholders and the Company is a shareholder)	708	-	708	-
	36,112	15,152	134,953	106,916

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2018

“UNAUDITED”
“REVIEWED”

(Unit : Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
<u>Trade and other current payables – related parties</u> (Note 16)				
Related party (common director)	5	5	-	-
Related party (common director and shareholders)	5,591	4,250	5,591	4,250
Related parties (director of subsidiaries)	1,621	1,179	-	-
	7,217	5,434	5,591	4,250

Long – term loans to related party

As at June 30, 2018, the balance of loans between the Company and those related parties and the movement are as follows:

(Unit : Thousand Baht)

		Consolidated financial statements			
Loans to related parties	Relationship	Balance as at January 1, 2018	Increase during the period	Translation adjustment	Balance as at June 30, 2018
M - Luxe Energy Co., Ltd.*	Associate	72,452	-	2,523	74,975
Aulux Power Co., Ltd.**	Co-directors	-	71,977	-	71,977
Total		72,452	71,977	2,523	146,952

*The loans to related parties carried interest rate at 3 percent per annum and has maturity date on August 2018 and March 2020. However, the Company has no plans to call the loans to associate on August 2018, therefore, classified such loans as non-current assets in the financial statements.

** The loans to related parties carried interest rate at 3 percent per annum and are has maturity date on March 2020

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2018

“UNAUDITED”
“REVIEWED”

(Unit : Thousand Baht)

		Separate financial statements			
Loans to related parties	Relationship	Balance as at January 1, 2018	Increase during the period	Decrease during the period	Balance as at June 30, 2018
Tluxe Power Co., Ltd.	Subsidiary	166,659	-	(9,659)	157,000
PPSN Co., Ltd.	Subsidiary	598,786	68,241	(62,307)	604,720
Sumo Power Co., Ltd.	Subsidiary	83,729	-	-	83,729
Geothermal Power A Co., Ltd.	Subsidiary	557,619	-	-	557,619
Geothermal Power B Co., Ltd.	Subsidiary	375,939	-	-	375,939
P Green Energy Co., Ltd	Subsidiary	3,810	1,788	(694)	4,904
Total		1,786,542	70,029	(72,660)	1,783,911
Less : Allowance for impairment		(270,800)	-	270,800	-
		1,515,742	70,029	198,140	1,783,911

Board of Directors Meeting No. 8/2018 convened on May 18, 2018, to approved that the Company disposes of the 15 geothermal power plant projects located in the same vicinity in Oasa-Tsurumi, Beppu city, Oita prefecture, Japan which have already commenced their commercial operations (the “Power Plant Projects”) at the purchase price of approximately JPY 320 million per one power plant project or equivalent to approximately THB 91.71 million per one power plant project, making a total purchase price for the Power Plant Projects of not less than JPY 4,800 million or equivalent to approximately THB 1,375.69 million and then on June 21,2018, the Company has a sale contract of Power Plant Projects with the buyer(Relocation Group), the Company has received the deposit amounting of JPY 200 millions (approximately of Baht 59.98 millions), according to the sale contract indentify that the buyer (Relocation Group) will pay remaining amounting of JPY 4,600 millions within February 2019 so that the Company therefore recognised allowance for impairment on loans amounting to Baht 270.80 million in statement of income in separate financial statement for six-month period ended June 30, 2018 and the Company reversed allowance of impairment on investment at Baht 77.78 million in the consolidated statement of comprehensive income. (Note 8 to the financial statements)

The loans to subsidiaries are loans used for investing in the geothermal power plant in Japan. These loans carry interest at rates of 3 – 8 percent per annum and mature on demand. However, the Company has no plans to call the loans within one year, and therefore classified them as non-current assets in the financial statements.

Directors and management’s benefits

For the three-month and six – month periods ended June 30, 2018 and 2017, the Company and its subsidiaries had employee benefit expenses payable to their directors and managements as below.

(Unit: Thousand Baht)

	For the three – month period ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Short – term employee benefits	5,070	4,200	3,815	3,089
Post – employment benefits	223	213	223	213
Other long – term benefits	1	1	1	1
Total	5,294	4,414	4,039	3,303

(Unit: Thousand Baht)

	For the six – month period ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
Short – term employee benefits	11,524	8,547	9,017	6,323
Post – employment benefits	447	441	447	441
Other long – term benefits	2	1	2	1
Total	11,973	8,989	9,466	6,765

4. CURRENT INVESTMENTS

(Unit : Thousand Baht)

	Consolidated / Separate financial statements	
	June 30, 2018	December 31, 2017
Investments in trading securities (Mutual Fund)		
Investments in available – for – sale securities, cost	46,745	307,522
Add: Gain on changes in value of investments	14	664
Investments in available – for – sale securities, fair value	46,759	308,186
Bills of exchange	90,000	110,500
Total	136,759	418,686

4.1 Investments in trading securities (Mutual Fund)

During the six-month period ended June 30, 2018, the movement of available-for-sale investments is as follows:

	<u>(Unit: Thousand Baht)</u>
	<u>Consolidated / Separate</u>
	<u>financial statements</u>
Book value as at January 1, 2018	307,522
Acquisition during the period	434,500
Disposal during the period – at cost	(695,277)
Gain (loss) on changes in value of available – for – sale investments during the period	14
Book value as at June 30, 2018	<u>46,759</u>

During six – month period ended June 30, 2018, the Company sold available–for–sale securities with book value totaling Baht 646.08 million (2017 : Baht 731.90 million) and recognised gains on the sales amounting to Baht 1.45 million (2017 : Baht 3.84 million) in profit and loss financial statement.

4.2 Bills of exchange

During the six-month period ended June 30, 2018, the movement of the bills of exchange is as follows:

	<u>(Unit : Thousand Baht)</u>
	<u>Consolidated / Separate</u>
	<u>financial statements</u>
Net book value as at January 1, 2018	110,500
Increase	90,000
Decrease	(110,500)
Net book value as at June 30, 2018	<u>90,000</u>

As at June 30, 2018, bills of exchange was Baht 90 million with the carrying interest at rates of 5.50 percent per annum and the bills of exchange are unsecured then on August 6, 2018, the Company has received the repayment of these bills of exchange with full amount.

5. TRADE AND OTHER CURRENT RECEIVABLES

5.1 Trade and other current receivables

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
<u>Trade receivables – related party</u>				
Aged on the basis of due dates				
Not yet due	30,614	11,730	30,614	11,730
	30,614	11,730	30,614	11,730
<u>Trade receivables – unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	190,552	140,033	189,009	136,064
Past due				
Up to 3 months	18,576	29,445	18,576	29,445
3 – 6 months	5,972	17,770	5,972	17,770
6 – 12 months	16,354	8,082	16,354	8,082
Over 12 months	4,946	228	4,946	228
Total	236,400	195,558	234,857	191,589
Less: Allowance for doubtful debts	(24,286)	(17,195)	(24,286)	(17,195)
Total trade receivables – unrelated parties – net	212,114	178,363	210,571	174,394
	242,728	190,093	241,185	186,124
<u>Other current receivables</u>				
Amounts due from related parties	130	916	2,063	1,997
Amounts due from unrelated parties	170	140	170	140
Interest receivable – related parties	4,553	2,506	102,276	93,189
Interest receivable – unrelated parties	88	131	87	131
Total other receivables	4,941	3,693	104,596	95,457
	247,669	193,786	345,781	281,581

5.2 Trade and other non-current receivables

These represent the balance of long outstanding debts amounting to Baht 56.86 million due from various trade debtors against whom the Company has taken legal actions. As at June 30, 2018, the Company has set up an allowance for doubtful accounts amounting to Baht 56.86 million in its accounts by taking into consideration the auction price and the value of the related collaterals.

6. INVENTORIES

Movements in the reduction of inventory to net realisable value account during the six – month period ended June 30, 2018, is summarised below.

	(Unit: Thousand Baht)
	Consolidated / Separate financial statements
Balance as at January 1, 2018	13,900
Reversal of reduction of inventory to net realisable value	427
Balance as at June 30, 2018	14,327

7. DISPOSAL ASSETS(LIABILITIES) GROUPS CLASSIFIED AS HELD FOR SALE

Board of Directors Meeting No. 8/2018 convened on May 18, 2018, to approved that the Company disposes of the 15 geothermal power plant projects located in the same vicinity in Oasa-Tsurumi, Beppu city, Oita prefecture, Japan which have already commenced their commercial operations (the “Power Plant Projects”) at the purchase price of approximately JPY 320 million per one power plant project or equivalent to approximately THB 91.71 million per one power plant project, making a total purchase price for the Power Plant Projects of not less than JPY 4,800 million or equivalent to approximately THB 1,375.69 million (based on the exchange rate of THB 28.6602 per JPY 100 as announced by the Bank of Thailand on May 17, 2018) to Relocation Group, a company incorporated under the laws of Japan (the “Buyer”). This transaction may be undertaken by way of disposition of shares in the Company’s subsidiaries or disposition of assets of the Power Plant Projects.

Then on June 21,2018, the Company has a sale contract of Power Plant Projects with the buyer(Relocation Group), the Company has received the deposit amounting of JPY 200 millions (approximately of Baht 59.98 millions), according to sale contract indentify that the buyer (Relocation Group) will pay remaining amounting of JPY 4,600 millions within February 2019.

The Group's management has assessed that it is highly probable that the agreement will be completed. As a result, the Company has reclassified related assets and liabilities of the project as assets and liabilities held-for-sale in the consolidated statement of financial position and measured them at the lower than between carrying amount and fair value less costs of sell. The lower amount is the carrying amount

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2018

“UNAUDITED”
“REVIEWED”

Disposal groups classified as held for sale comprised:

	(Unit: Thousand Baht)
	<u>Consolidated financial statements</u>
	<u>June 30, 2018</u>
Cash and cash equivalents	15,069
Trade and other current receivables	10,762
Other current assets	21,421
Property, plant and equipment	727,767
Other intangible assets	336,597
Long - term loans related party	20,693
Deferred tax assets	4,983
Other non - current assets	23,598
Goodwill	43,365
Total	<u><u>1,204,255</u></u>

Liabilities included in disposal groups classified as held for sale comprised:

	(Unit: Thousand Baht)
	<u>Consolidated financial statements</u>
	<u>June 30, 2018</u>
Trade account payable	2,472
Current income tax payable	4,218
Other current liabilities	62,078
Deferred tax liabilities	61,707
Total	<u><u>130,475</u></u>

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2018

“UNAUDITED”
“REVIEWED”

8. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as presented in separate financial statements as at June 30, 2018 and December 31, 2017 are as follows:

Company's name	(Unit : Thousand Baht)									
	Paid-up capital		Shareholding		Cost		Provision for		Carrying amounts	
	2018	2017	2018	2017	2018	2017	impairment		based on cost	
			(%)	(%)			of investments		method - net	
Subsidiaries directly held by the Company										
Thuxe Global Business Co., Ltd.	3,000	3,000	100	100	3,000	3,000	-	-	3,000	3,000
Thuxe Power Co., Ltd.	100,000	100,000	100	100	100,000	100,000	(22,225)	(100,000)	77,775	-
Investments in subsidiaries directly held by the Company - net					103,000	103,000	(22,225)	(100,000)	80,775	3,000
Subsidiary held through Thuxe Power Limited										
Thuxe Investments Limited	10*	10*	100	100	-	-	-	-	-	-
Subsidiary held through Thuxe Investments Limited										
Thuxe Holdings Limited	10*	10*	100	100	-	-	-	-	-	-
Geothermal Power A Co., Ltd.	10*	10*	100	100	-	-	-	-	-	-
Geothermal Power B Co., Ltd.	10*	10*	100	100	-	-	-	-	-	-
Subsidiaries held through Thuxe Holdings Limited										
Sumo Power Co., Ltd.	1,000**	1,000**	100	100	-	-	-	-	-	-
Beppu Tsurumi Onsen Geothermal Power Station No.1 Liaison Company	10**	10**	100	100	-	-	-	-	-	-
P Green Energy Co., Ltd.	1,000**	1,000**	100	100	-	-	-	-	-	-
Subsidiaries held through Geothermal Power A Co., Ltd.										
Fino Binary Power Plant LLC.	10**	10**	100	100	-	-	-	-	-	-
NIS Binary Power Plant LLC.	10**	10**	100	100	-	-	-	-	-	-
Lena Power Station No.1 LLC.	5,000**	5,000**	100	100	-	-	-	-	-	-
Subsidiaries held through Geothermal Power B Co., Ltd.										
PPSN Co., Ltd.	12,000**	12,000**	100	100	-	-	-	-	-	-
SNS Power Co., Ltd.	500**	500**	100	100	-	-	-	-	-	-
Dual Energy Binary - Power Plant No.1 LLC.	100**	100**	100	100	-	-	-	-	-	-
Subsidiaries held through Sumo Power Co., Ltd										
Otomeyama Energy Co., Ltd.	500**	500**	100	100	-	-	-	-	-	-
S-Power Co., Ltd.	500**	500**	100	100	-	-	-	-	-	-
Total investments in subsidiaries - net					103,000	103,000	(22,225)	(100,000)	80,775	3,000

* Unit: Thousand US dollar

** Unit: Thousand Yen

The Company reversed allowance of impairment on investment at Baht 77.78 million in the consolidated statement of comprehensive income. (Note 3 to the consolidated financial statements)

8.1 Business acquisition

- On June 27, 2017, a meeting of the Company’s Board of Directors passed a resolution to approve investments in the geothermal power generation business in Japan, with a total project value of JPY 2,200 million (Baht 675 million), through the acquisition of four companies which were incorporated in Japan (each company has 2 units of power plant), i.e. Fino Binary Power Plant Limited Liability Company, NIS Binary Power Plant Limited Liability Company, Beppu Tsurumi Onsen Geothermal Power Station No.1 Liaison Company and Dual Energy Binary - Power Plant No.1 Limited Liability Company. On June 28, 2017, PPSN Company Limited signed an investment proposal letter with a seller and on July 3, 2017, paid a deposit equal to 20% of the total project cost, amounting to JPY 440 million (Baht 134 million).

Then, on August 28, 2017, the Company signed a share purchase agreement to acquire shares of Fino Binary Power Plant Limited Liability Company and on September 4, 2017, the Company signed share purchase agreements to acquire shares of NIS Binary Power Plant Limited Liability Company, Beppu Tsurumi Onsen Geothermal Power Station No.1 Liaison Company and Dual Energy Binary - Power Plant No.1 Limited Liability Company, made the remaining payments for the ordinary shares of these companies, amounting to JPY 1,760 million (Baht 541 million) and refund the deposits amounting to JPY 440 million (Baht 134 million) to PPSN Company Limited.

- On August 2, 2017, a meeting of the Board of Directors of the Company passed a resolution to approve investment in Lena Power Station No.1 Limited Liability Company, which is engaged in geothermal power generation business in Japan, 2 units of power plant under this company, and on August 28, 2017, Geothermal Power A Company Limited signed a share purchase agreement to acquire shares of this company and made payment approximately JPY 530 million (Baht 160 million) for the shares.

Subsequently, on September 30, 2017, the Company restructured its shareholding by selling all of its shares in Fino Binary Power Plant Limited Liability Company and NIS Binary Power Plant Limited Liability Company to Geothermal Power A Company Limited, at a price of Baht 375.9 million, and selling all of its shares in Beppu Tsurumi Onsen Geothermal Power Station No.1 Liaison Company and Dual Energy Binary - Power Plant No.1 Limited Liability Company to Geothermal Power B Company Limited at a price of Baht 375.9 million.

The subsidiary has assessed the fair value of identifiable assets acquired and liabilities assumed at the acquisition date and the assessment process has been completed in the second quarter of 2018 within the period of twelve months from the acquisition date allowed by Financial Reporting Standard No.3 (revised 2017), Business Combinations. During this measurement period, the Company obtained further information on the fair value of part of the assets and liabilities and has retrospectively adjusted the provisional amount recognised at the acquisition date. The Company has restated the consolidated financial statements As at December 31, 2017, as presented herein for comparative purposes, to reflect the provisional amount recognised at the acquisition date (August 28, 2017) as below.

	(Unit : Thousand Baht)		
	As previously reported	New adjusted	Restated
Assets			
Cash and cash equivalents	48,293	-	48,293
Total current investments	418,686	-	418,686
Trade and other current receivables	193,786	-	193,786
Inventories	217,857	-	217,857
Other current assets	29,656	-	29,656
Other long - term investments	858,930	-	858,930
Long - term loans	72,452	-	72,452
Investment properties	10,376	-	10,376
Property, plant and equipment	1,494,455	-	1,494,455
Goodwill	16,258	40,833	57,091
Other intangible assets	123,467	222,838	346,305
Deferred tax assets	39,778	-	39,778
Other non - current assets :			
Restricted bank deposits	7,796	-	7,796
Unallocated costs of business acquisition	205,856	(205,856)	-
Advances payment	181,845	-	181,845
Other non - current assets	10,464	-	10,464
Total assets	3,929,955	57,815	3,987,770

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
 AS AT JUNE 30, 2018

“UNAUDITED”
 “REVIEWED”

	(Unit : Thousand Baht)		
	As previously reported	New adjusted	Restated
Liabilities			
Short-term borrowings from financial institutions	(408,761)	-	(408,761)
Trade and other current payables	(163,938)	-	(163,938)
Current portion of long - term liabilities	(1,025,882)	-	(1,025,882)
Current income tax payable	(2,856)	-	(2,856)
Other current liabilities	(6,275)	-	(6,275)
Long - term borrowings	(868,531)	-	(868,531)
Deferred tax liabilities	(60,354)	(60,612)	(120,966)
Non - current provisions for employee benefits	(13,545)	-	(13,545)
Total liabilities	(2,550,142)	(60,612)	(2,610,754)
Shareholders' equity			
Ordinary shares	(563,051)	-	(563,051)
Share premium - ordinary shares	(489,124)	-	(489,124)
Capital reserve for share-based payment transactions	(41,479)	-	(41,479)
Retained earnings			
Appropriated - Legal reserve	(56,845)	-	(56,845)
Unappropriated	(424,259)	2,842	(421,417)
Other components of shareholders' equity	194,945	(45)	194,900
Total shareholders' equity	(1,379,813)	2,797	(1,377,016)
Total liabilities and shareholders' equity	(3,929,955)	(57,815)	(3,987,770)

	(Unit : Thousand Baht)
<u>Total comprehensive income</u>	<u>For the year ended December 31, 2017</u>
Other revenues (increase)	658
Cost of sales (increase)	(4,808)
Tax expenses decrease	1,308
Net profit/Retained earning (decrease)	(2,842)
Other comprehensive income	
on differences translation of financial statements in foreign	
currency (increase)	45

8.2 During the year 2017, the Company and its subsidiaries has assessed all geothermal power plant projects in Japan for impairment, by comparing the carrying amounts and recoverable amounts of the CGUs. The Company and its subsidiaries determined the recoverable amounts of the CGUs on a value-in-use basis, by preparing projections of the cash flows that are expected to be generated from each group of assets in the future, with reference to financial projections approved by the management, under the key assumption that the power purchase agreements of the power plant projects would cover a period of 15 years. Other key assumptions of the value in use calculation can be summarised as follows:

Energy capacity (Unit: Kilowatt per hour)	83 - 100
Growth rates (Unit: Percent per annum)	0.1, 1.2
Pre-tax discount rates (Unit: Percent per annum)	3.0

The management determined growth rates based on long-term inflation rate and discount rates is the pre-tax rate that reflects the risks specific to each CGU.

Based on the impairment review of the assets above, In 2017 the Company and its subsidiaries recognised allowance for impairment loss on the geothermal power plant projects amounting to Baht 29 million. This consisted of allowance for impairment loss amounting to Baht 26 million on new geothermal power plant projects that were purchased during the year 2017, which is recorded as impairment loss on Good will, and allowance for impairment loss of Baht 3 million on power plant, machinery and equipment, the net book value of Good will as at June 30, 2018 and December 31, 2017 are presented below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	June 30, 2018	December 31, 2017
Net book value at beginning of period/year	57,091	19,082
Increased from acquisition of subsidiaries	-	69,860
Impairment loss	-	(25,578)
Exchange difference translation adjustment	1,989	(6,273)
Assets classified as held for sale (Note 7)	(43,365)	-
Net book value at end of period/year	<u>15,715</u>	<u>57,091</u>

8.3 Dividend income

During the three – month and six – month periods ended June 30, 2018 and 2017, The company has not dividend income from the investments in subsidiaries.

9. INVESTMENTS IN ASSOCIATE

Company's name	(Unit : Thousand Baht)			
	Consolidated financial statements			
	Carrying amounts based			
	on equity method			
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
	(%)	(%)		
M-Luxe Energy Co., Ltd.	25	25	-	-
Total			-	-

9.1 Investment in associate with capital deficit

The Company recognised share of losses from investment in 1 associates, as listed below, until the value of the investments approached zero. Subsequent losses incurred by those associates have not been recognised in the Company's accounts since the Company has no obligations, whether legal or constructive, to make any payments on behalf of those associates. The amount of such unrecognised share of losses is set out below:

(Unit : Million Baht)		
Unrecognised share of losses		
during the period/the years		
Associate company	For the six – month period ended	For the year ended
	June 30, 2018	December 31, 2017
M-Luxe Energy Co., Ltd.	0.33	2.00

10. OTHER LONG-TERM INVESTMENTS

(Unit : Thousand Baht)		
Consolidated / Separate financial statements		
	June 30, 2018	December 31, 2017
Investments in available – for – sale securities – cost	1,108,120	1,045,004
Less: Loss on changes in value of investments	(611,764)	(189,524)
Investments in available – for – sale securities – fair value	496,356	855,480
Other investments – cost	5,000	5,000
Less: Provision for impairment of investment	(1,550)	(1,550)
Other investments – net	3,450	3,450
Total	499,806	858,930

During the six – month period ended June 30, 2018, the movement of available – for – sale is as follows:

	<u>Consolidated / Separate financial statements</u>	
	Number of shares	Amount
	<u>(Thousand Shares)</u>	<u>(Thousand Baht)</u>
Book value as at January 1, 2018	147,717	1,045,004
Acquisition during the period	10,410	63,116
Increase number of shares form Stock dividend and Warrants	13,808	-
Disposal during the period - at cost	-	-
Gain (loss) on changes in value of Available – for – sale investments during the period	-	(611,764)
Book value as at June 30, 2018	<u>171,935</u>	<u>496,356</u>

10.1 The Company invested in ordinary shares of ASIA Capital Group Public Company Limited, a related company listed on the Market for Alternative Investment (MAI). The investment in these shares represents approximately 14 percent of that company’s paid-up share capital, and some shareholders of the Company are also shareholders of this company. The Company has no intention to take part in the management of this company and has no influence over it. As at June 30, 2018, the investments have amount 43.25 million shares (Book value of Baht 240.01 million) this is concentration risk asset in only one related company. The value of the Company's investments depends on the operating results and future market prices of related company and the company will decide to sell this investment.

10.2 As at June 30, the Company has led Available-for-sale amount 112.25 million shares (Book value of Baht 420.05 million) pledge as collateral for short-term loans. As a guarantee for the issuance of debentures.

Then On July 11, 2018, the Company has led available-for-sale of amount 59.68 million shares (Book value of Baht 76.31 million) as collateral for the issuance of additional debentures. As discussed in Note 15 and 17.2 to the consolidated financial statements, respectively.

11. INVESTMENT PROPERTIES

	(Unit : Thousand Baht)
	Consolidated / Separate financial statements
Net book value as at January 1, 2018	10,376
Transfer in (out)	27,175
Depreciation for period	-
Net book value as at June 30, 2018	37,551

The subsidiary transferred Property, plant and equipment to investment property. The net book value is Baht 27.18 million due to the change in the use of assets for rent. The Company is in the process of evaluating the fair value.

Investment property presented at cost, less accumulated depreciation and allowance for impairment. (if any)

The fair value of the investment properties stated below:

	(Unit : Thousand Baht)	
	Consolidated / Separate financial statements	
	June 30, 2018	December 31, 2017
Land not being used in operation/land for rent	32,793	32,793
Office building for rent	32,105	32,105

The fair value of the above investment properties has been determined based on valuation performed by an accredited independent value. The fair value of the land not being used in operation has been determined based on market prices, while that of the land and office using the income approach. Key assumptions used in the valuation include yield rate, inflation rate, long-term vacancy rate and long-term growth in real rental rates.

12. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account during the six-month period ended June 30, 2018 are summarised below.

	(Unit : Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at January 1, 2018	1,494,455	663,223
Acquisitions during period – at cost	24,073	24,073
Disposals during period – at cost	(3,530)	(3,530)
Disposals during period – at accumulated depreciation	3,530	3,530
Reversed allowance of impairment on assets	2,898	-
Depreciation for period	(55,482)	(36,144)
Exchange difference on translation adjustment	28,553	-
Assets classified as held for sale (Note 7)	(727,767)	-
Assets classified as investment property (Note 11)	(27,175)	(27,175)
Net book value as at June 30, 2018	<u>739,555</u>	<u>623,977</u>

As at June 30, 2018, certain items of buildings and equipment of the Company were fully depreciated but are still in use. The gross carrying amount before deducting accumulated depreciation and allowance for impairment loss of those assets amounted to approximately Baht 741 million.

The Company have pledge of Property, plant and equipment at cost approximately Baht 609 million as collateral against credit line received from financial institutions as disclosed in the Note 17.1 to the consolidated financial statements.

13. OTHER INTANGIBLE ASSETS

Movements of the intangible assets accounts during the six-month period ended June 30, 2018 are summarised below.

	(Unit : Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at January 1, 2018	346,305	10,437
Acquisitions during period	1,405	1,405
Transfer in (out)	34,777	-
Amortisation for the period	(12,740)	(715)
Exchange difference on translation adjustment	12,582	-
Assets classified as held for sale (Note 7)	(336,597)	-
Net book value as at June 30, 2018	45,732	11,127

14. ADVANCES PAYMENT

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
Advance payment for construction of geothermal power plants	30,890	29,850	-	-
Advance payment for Riverside Project	62,307	-	62,307	-
Advance payment for construction of wind power plants	-	-	-	-
Advance payment for Hot spring rights	35,988	86,942	-	-
Advance payment for assets	65,362	65,053	65,362	65,053
Total	194,547	181,845	127,669	65,053

Advance payment for construction of geothermal power plants

On December 13, 2017, a meeting of the Board of Directors of the Company passed a resolution to approve investment in 9 units of geothermal power plant in Japan, with a total project value of JPY 2,700 million (Baht 786 million). As at June 30, 2018, Sumo Power Company Limited, a subsidiary, has paid a deposit of JPY 103 million (Baht 30 million) for 2 units of power plant.

Advance payment for Riverside Project

Board of Directors Meeting No.8/2018 convened on May 18, 2018, to approved that the Company enters into the joint investment transaction with Rich Partners Co., Ltd. (“Rich Partners”) in the mixed-use development project under the project’s name “Riverside Tower” located in Da Nang City, Vietnam (the “Riverside Project”) which is being developed by Sun Frontier Investment Co., Ltd. (“Sun Frontier Investment”), a company incorporated under Vietnamese law. The Company will invest in the Riverside Project for the investment amount of not more than JPY 3,100 million or equivalent to THB 911.83 million (based on the exchange rate of THB 29.4140 per JPY 100 as announced by the Bank of Thailand on May 17, 2018). Under the joint investment agreement which to be entered into between the Company and Rich Partners (the “Joint Investment Agreement”), the Company will be entitled to the rights to sell the residential units and receive the consideration from the sale of residential units in the Riverside Project selected by the Company and agreed with Rich Partners the approximate area of which will be not less than 50 percent of the total residential area of the Riverside Project, whereby the Company’s investment return shall be guaranteed at the rate of not less than six percent per annum in respect of the total investment amount of the Company, the terms and conditions of which are currently being negotiated and shall further be executed by the Company and Rich Partners Co., Ltd.

On June 25, 2018, the Company has paid a deposit amount of JPY 210 million (approximately of THB 62.31 million), whilst the remaining investment amount shall be payable to Rich Partners upon completion of all the conditions precedent so specified under the Joint Investment Agreement. If any of the conditions precedent cannot be completed within the specific timeframe, the Company shall be entitled to receive full amount of deposit from Rich Partners.

On July 2, 2018, the Company has memorandum of agreement with shareholder and Rich Partners Co., Ltd., the shareholder of Rich Partners Co., Ltd. agrees to transfer all of the shares in Rich Partners Co., Ltd. at its par value (JPY 10 million) as security against payment of deposit and to ensure that Rich Partners Co., Ltd. and its shareholder shall comply with all conditions precedent under the Joint Investment Agreement which include inter alia Rich Partners Co., Ltd. or its subsidiary acquiring the entire equity stake in Sun Frontier Investment Co., Ltd. Upon all conditions precedent having been completely fulfilled by Rich Partners Co., Ltd. the Company shall transfer the shares of Rich Partners Co., Ltd. back to Rich Partners’ shareholder at its par value.

Then on July 10, 2018, the Company has paid amount of JPY 10 million (approximately of THB 3 million)

15. SHORT-TERM LOAN FROM FINANCIAL INSTITUTIONS

	Interest rate (% per annum)	Maturity date	(Unit : Thousand Baht)	
			Consolidated / Separate financial statements	
			June 30, 2018	December 31, 2017
Promissory note from financial institutions	3.79	8 August 2018	180,000	180,000
Bills of exchange from other persons	7.00 and 7.50	30 August and 4 September 2018	69,105	-
Short-term loan from financial institutions	5.75	5 September 2018	230,000	230,000
Trust Receipt Payable			29,358	-
			508,463	410,000
Deferred front end fee			(920)	(1,239)
			507,543	408,761

Bills of exchange from other persons

Bills of exchange from other persons, the securities used are as follows:

1. Pledge of available-for-sale securities of amount 43.95 million shares (Book value of Baht 56.26 million), with a value of not less than 2 times of the credit line, as mentioned in Note 10.2 to the consolidated financial statements
2. Director of the Company pledge the ordinary shares of Thai Luxe Enterprises Public Company Limited with a value of not less than 2 times the credit line, There is no charge between them.

Short-term loan form financial institutions

Short-term loans amounting to Baht 230 million were guaranteed by pledge of investments in available-for-sale amount 30.50 million shares (Book value of Baht 169.28 million), with a value of not less than 1.2 times the credit line, as mentioned in Note 10.2 to the consolidated financial statements

Under the loan agreement the Company must comply with condition of financial terms as specified in the agreement, such as maintaining debt to equity ratio.

16. TRADE AND OTHER CURRENT PAYABLES

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
Trade payables – related party	5,322	3,980	5,322	3,980
Trade payables – unrelated parties	112,039	87,010	112,039	87,010
Other payables – related parties	1,363	1,179	-	-
Other payables – unrelated parties	13,906	13,675	13,138	8,239
Other payables for purchases of assets	2,156	4,409	2,156	4,409
Accrued interest – related party	-	5	-	-
Accrued interest –unrelated parties	10,619	12,385	10,619	12,381
Accrued expenses – related party	269	270	269	270
Accrued expenses – unrelated parties	26,439	41,025	25,627	40,497
Total trade and other current payables	172,113	163,938	169,170	156,786

17. LONG-TERM LOAN

As at June 30, 2018 and December 31, 2017 are as follows.

	(Unit : Thousand Baht)	
	Consolidated / Separate financial statements	
	June 30, 2018	December 31, 2017
Long-term loan		
Long-term loan from financial institutions	651,698	646,678
Debentures	1,056,119	1,242,811
Liabilities under hire purchase and financial lease agreements	5,073	4,924
Total long-term loan	1,712,890	1,894,413
Less: Current portion of long – term		
Long-term loan from financial institutions	(52,581)	(40,185)
Debentures	(597,372)	(983,830)
Liabilities under hire purchase and financial lease agreements	(2,254)	(1,867)
Total current portion of long – term	(652,207)	(1,025,882)
	1,060,683	868,531

17.1 Long – term loan from financial institutions

Movements of the long-term loan account during the six-month period ended June 30, 2018 are as follows:

	(Unit : Thousand Baht)
	Consolidated / financial statements
Balance as at January 1, 2018	646,678
<u>Add</u> Increase	-
<u>Less</u> Payment	(17,022)
Exchange differences on translation adjustment	22,298
Deferred financial fee	(256)
Balance as at June 30, 2018	<u>651,698</u>

		(Unit : Thousand Baht)	
		Consolidated / Separate financial statements	
Interest rate (% per annum)	Maturity date	June 30, 2018	December 31, 2017
JPY LIBOR (3 months) plus 3%	Repayable in monthly installments commencing from the fourth month after the loan is drawn down (November 2017), with 35 installments of JPY 14.5 million each and the balance payable in the thirty six installment	651,698	646,678
Less: Portion due within one year		(52,581)	(40,185)
Long-term loan - net of current portion		<u>599,117</u>	<u>606,493</u>

In accordance with the conditions specified in the agreement, this loan amounting to JPY 2,147 million (Baht 651 million) is secured by the pledge of land and buildings of the Company and the Company has to mortgage property of the geothermal power plant projects in Japan, pledge power purchases agreements and shares of the companies that own the geothermal power plant projects, pledge or transfer the rights in the electricity revenue accounts of 4 of the companies, which consist of 8 power plants.

The loan agreements contain several covenants which, among other things, require the Company to maintain a debt-to-equity ratio.

17.2 Debentures

	(Unit : Thousand Baht)	
	Consolidated / Separate financial statements	
	June 30, 2018	December 31, 2017
Debentures	1,060,500	1,246,700
Less: Deferred arrangement fee for debentures	(4,381)	(3,889)
Debentures – net of arrangement fee	1,056,119	1,242,811
Less: Portion due within one year	(597,372)	(983,830)
Debentures – net of current portion	<u>458,747</u>	<u>258,981</u>

Movements of the debentures accounts during the six-month period ended June 30, 2018 are summarised below.

	(Unit : Thousand Baht)
	Consolidated / Separate financial statements
Balance as at January 1, 2018	1,246,700
Issuance of debentures	200,000
Redemption of debentures	(386,200)
Deferred arrangement fee for debentures	(4,381)
Balance as at June 30, 2018	<u>1,056,119</u>

As at June 30, 2018, the balance of the debentures issued by the Company is Baht 1,060 million. Such debentures were offered to investors by private placement. The debentures pay interest every 3 months. Significant details are as follows:

Issue date	Units	Par value per unit (Baht)	Total value (Million Baht)	Interest rate (% per annum)	Maturity date
------------	-------	------------------------------	-------------------------------	--------------------------------	---------------

Registered holders of Debentures unsubordinated and unsecured debentures, which do not have a debenture holders' representative.*

July 28, 2016	200,000	1,000	200	5.0	July 30, 2018
August 5, 2016	400,000	1,000	400	5.0	August 5, 2018
July 26, 2017	260,500	1,000	261	6.3	July 26, 2019

Registered holders of Debentures unsubordinated and secured debentures, which do have a debenture holders' representative.**

May 8, 2018	200,000	1,000	200	7.0	May 8, 2020
-------------	---------	-------	-----	-----	-------------

* The conditions regarding the rights and obligations of the debenture issuer stipulate certain covenants, pertaining to matters such as the maintenance of debt-to-equity ratio.

** As at June 30, 2018, guarantee by pledge investment available for sale amount 37.80 million shares (Book value of Baht 194.51 million), then on July 11, 2018, the Company has brought the investment available for sale amount 59.68 million shares (Book value of 76.31 million) as collateral for the issuance of additional debentures, the Company has to comply with conditions that the value of guarantee not less than 1.10 times of the credit line and the Company has to remain the ratio of guarantee to value of debenture not less than 1.10 : 1

On July 30, 2018 and August 5, 2018, the Company has paid debentures on due amounting to Baht 200 million and Baht 400 million, respectively.

18. PROMOTIONAL PRIVILEGES

The Company has received promotional privileges which approved by the Board of Investment for the manufacture and distribution of feeds for aquatic animals, pursuant to the investment promotion certificate No. 2091 (2)/2554 issued on August 31, 2011. Subject to certain imposed conditions, the privileges include an exemption from corporate income tax for a period of 8 years from the date the promoted operations commenced generating revenues (June 1, 2012) with the corporate income tax exempted capped at the amount of capital investment made, excluding in land and working capital. They also include a reduction of import duty on imported machinery as approved by the Board of Investment and an exemption from income tax on dividend paid to the shareholders from the profit of the promoted activities during the corporate income tax exemption period.

In addition, the Company has received promotional privileges which approved by the Board of Investment for the manufacture and distribution of feeds for aquatic animals, pursuant to the investment promotion certificate No. 1856 (2)/2556 issued on June 19, 2013 and the investment promotion certificate No. 1131 (2)/2558 issued on February 4, 2015. Subject to certain imposed conditions, the privileges include an exemption from corporate income tax for a period of 8 years from the date the promoted operations commenced generating revenues (the investment promotion certificate No. 1856(2)/2556 has not yet generated revenues and the investment promotion certificate No. 1311(2)/2558 has revenues generate on April 30, 2015) with the corporate income tax exempted capped at the amount of capital investment made, excluding in land and working capital. They also include a reduction of import duty on imported machinery as approved by the Board of Investment, an exemption from income tax on dividend paid to the shareholders from the profit of the promoted activities during the corporate income tax exemption period, and permission to deduct 25 percent of the amount in invested in the installation of facilities in addition to normal depreciation.

19. EARNINGS PER SHARE

Basic earnings (loss) per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

The following table sets forth the computation of basic earnings (loss) per share for the three-month and six-month periods ended June 30, 2018 and 2017:

	For the three – month period ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Profit (Loss) attributable to equity holders of the parent company	(919)	(7,956)	335,279	15,874
Number of common shares (Thousand Shares)	563,051	563,051	563,051	563,051
Profit (Loss) per share (Baht / Share)	<u>(0.0016)</u>	<u>(0.0141)</u>	<u>0.5955</u>	<u>0.0282</u>
	For the six – month period ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Profit (Loss) attributable to equity holders of the parent company	(24,422)	(20,868)	306,685	22,541
Number of common shares (Thousand Shares)	563,051	563,051	563,051	563,051
Profit (Loss) per share (Baht / Share)	<u>(0.0434)</u>	<u>(0.0371)</u>	<u>0.5447</u>	<u>0.0400</u>

20. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as Board of Directors.

For management purposes, the Company and its subsidiaries are organised into business units based on its products and services and have three reportable segments as follows:

1. Aquatic animal feed segment
2. Pets food segment
3. Production and distribution of electricity segment

No operating segments have been aggregated to form the above reportable operating segments.

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and on a basis consistent with that used to measure operating profit or loss in the financial statements.

The basis of accounting for any transactions between reportable segments is consistent with that for outsider transactions.

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIE
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

“UNAUDITED”
“REVIEWED”

AS AT JUNE 30, 2018

The following tables present revenue and profit (loss) information regarding the Company’s and its subsidiaries’ operating segments for the three-month and six-month periods ended June 30, 2018 and 2017, respectively.

(Unit : Million Baht)

	For the three-month period ended 30 June											
	Domestic				Overseas							
	Aquatic animal feed		Pets food		Production and distribution of electricity		Total segments		Eliminations		Consolidated	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Revenue form external customers	439	384	58	48	17	7	514	439	-	-	514	439
Total revenues	439	384	58	48	17	7	514	439	-	-	514	439
Results												
Segment profit (loss)	6	18	2	1	(8)	(5)	-	14	-	-	-	14
Gain (loss) on investments in securities											1	(1)
Interest income											3	7
Other income (expenses)											27	(5)
Share of loss from investments in associates											-	-
Finance cost											(29)	(22)
Loss before income tax expenses											2	(7)
Income tax expenses											(3)	(1)
Loss for the period											(1)	(8)

THAI LUXE ENTERPRISES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIE
 NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

“UNAUDITED”
 “REVIEWED”

AS AT JUNE 30, 2018

(Unit : Million Baht)

	For six-month period ended 30 June											
	Domestic				Overseas							
	Aquatic animal feed		Pets food		Production and distribution of electricity		Total segments		Eliminations		Consolidated	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Revenue form external customers	795	734	105	93	30	13	930	840	-	-	930	840
Total revenues	795	734	105	93	30	13	930	840	-	-	930	840
Results												
Segment profit (loss)	3	27	3	2	(21)	(10)	(15)	19	-	-	(15)	19
Gain (loss) on investments in securities											1	4
Interest income											5	16
Other income (expenses)											47	(10)
Share of loss from investments in associates											-	-
Finance cost											(58)	(44)
Loss before income tax expenses											(20)	(15)
Income tax expenses											(4)	(6)
Loss for the period											(24)	(21)

21. COMMITMENTS AND CONTINGENT LIABILITIES

21.1 Power purchase agreements

As at June 30, 2018 a subsidiary entered into PPA with an unrelated company. The PPA is effective for a period of 15 years starting from scheduled commercial operation date. The sales quantity and its price must be complied with the agreement.

21.2 Hot springs service agreement

As at June 30, 2018 the overseas subsidiaries have commitments in respect of power plant hot springs service agreements made with an unrelated company, amounting to approximately JPY 0.4 million per month per power plant for periods of 15 years from the commercial operation dates.

In November 2017 and January 2018, the subsidiaries entered into a memorandum of understanding with an unrelated company to waive hot springs service charges, in accordance with the conditions specified in the agreement.

21.3 Power plant operation and maintenance agreement

As at June 30, 2018 an overseas subsidiary has commitments in respect of power plant operation and maintenance agreements made with an unrelated company, amounting to approximately JPY 0.1 million per month per power plant for 5 years starting from a project awarded date, which can be extended every 5 years, and has maximum duration of 15 years, under the same conditions.

21.4 Property rights of land agreement

As at June 30, 2018 an overseas subsidiary has commitments in respect of property rights of land agreement with an unrelated company to operate in a project of electricity production from wind power amounting to approximately JPY 0.1 million per month per power plant. The term of this agreement is 21 years starting from an agreement signing date.

21.5 Capital Commitments

As at June 30, 2018 the Company had capital commitments of approximately Baht 1.80 million (December 31, 2017: Baht 7 million), relating to acquisition and installation of machinery and equipment. In addition, the overseas subsidiaries had capital commitments of approximately JPY 1,854 million (December 31, 2017: JPY 1,981 million), relating to the construction of power plant.

21.6 Purchase of raw material commitments

As at June 30, 2018 the Company had purchase commitments of USD 1.23 million (December 31, 2017: USD 2 million) in respect of the purchase of raw materials for aquatic animal feed.

AS AT JUNE 30, 2018

21.7 Lease and services commitments

The Company has entered into several lease agreements in respect of office building space and service agreement and vehicle rental. The terms of the agreements are generally duration from 1 to 3 years.

Future minimum lease payments required under these non-cancellable leases and services contracts were as follows.

	(Unit : Million Baht)	
	June 30, 2018	December 31, 2017
Payable:		
within 1 year	9	9
more than 1 year but not over 2 years	-	-

21.8 Long-term property lease commitment

As at June 30, 2018 the Company had space lease contracts commitments of approximately Baht 7.2 million for a full service center. The term of the lease is 18 years, starting from the date the possession of assets is delivered. At present, the leased space is under construction and has yet been delivered.

21.9 Guarantees

As at June 30, 2018 the Company were outstanding bank guarantees of approximately Baht 8.40 million (December 31, 2017: Baht 8 million), issued by banks on behalf of the Company in respect of certain performance bonds as required in the normal course of business. These included letters of guarantee are relating to guarantee electricity use.

22. FINANCIAL INSTRUMENTS**22.1 Foreign currency risk**

The company and its subsidiaries have significant outstanding balances of financial liabilities denominated in foreign currencies are as follows:

Foreign currencies	Financial liabilities		Average exchange rate	
	June 30, 2018	December 31, 2017	June 30, 2018	December 31, 2017
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US dollar	-	-	33.16	32.68
Japanese yen	2,147.00	-	0.29	0.29

AS AT JUNE 30, 2018

22.2 Fair value hierarchy

As at June 30, 2018 and December 31, 2017, the Company had the assets and liabilities that were measured at fair value using different levels of inputs as follows:

		(Unit : Million Baht)							
		Consolidated/Separate financial statements							
		Level 1		Level 2		Level 3		Total	
		June	December	June	December	June	December	June	December
		30, 2018	31, 2017	30, 2018	31, 2017	30, 2018	31, 2017	30, 2018	31, 2017
Financial assets measured at fair value									
Held for trade investments									
Equity instruments		-	-	-	-	-	-	-	-
Available-for-sale investments									
Equity instruments		496	855	-	-	-	-	496	855
Debt instruments*		-	-	47	308	-	-	47	308
Other current investments									
Bill of exchanges		-	-	90	110	-	-	90	110
Financial assets for which fair value are disclosed									
Investment properties		-	-	38	10	55	55	93	65
Financial liabilities for which fair value are disclosed									
Debentures		-	-	1,056	1,243	-	-	1,056	1,243

* Level 2 - The fair value determined by using the net asset value as published by the Asset Management

During the current year, there were not transfer within the fair value hierarchy.

23. CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to ensure that it has appropriate capital structure in order to support its business and maximise shareholder value. As at June 30, 2018 the Group's debt-to-equity ratio was 2.46 : 1 (December 31, 2017: 1.85:1) and the Company's was 1.57 : 1 (December 31, 2017: 1.61:1).

24. Event after the reporting period

24.1 According to the resolution of the Extraordinary General Meeting of Shareholders No. 1/2018 held on 16 July 2018, has the resolutions of each agenda were as follows:

1. Approved the Company’s business restructuring plan by way of partial business transfer, i.e. manufacturing of aquatic animal feed (shrimp feed and fish feed) and pet feed, including all assets and liabilities, relevant licensing and promotional certificates, including all personnel involved in the business to the newly incorporated subsidiary for the purpose of business restructuring (the “Subsidiary”), whereby the Company will hold approximately 100 percent of the registered capital in the subsidiary.
2. Approved the incorporation of the new subsidiary to accept the transfer of partial business in which the Company shall hold 100 percent of the total shares in the new subsidiary. The new subsidiary shall have an initial registered capital of Baht 1,000,000.
3. Approve the amendment of company objectives and No. 3 Memorandum of Association in congruent with the addition of Company’s objectives from 60 objectives to 61 objectives by adding following details:
 - (61) To engage in the sale of real estate, property development, renting and subletting of real estate, or space renting for trading or manufacturing purposes, or to be used as commercial building to carry on shopping mall, shopping centre, services center, theater, hotel, restaurant, research center, educational center, convention hall, conference room, office, clinic, bank, parking lot, or other public building, as well as the provision of services related and necessary for the aforementioned businesses, e.g. electricity system, water supply system, telecommunication system, and other relevant public utilities.
4. Approved to propose the Extraordinary General Meeting of the Shareholders No. 1/2018 to consider approving the issuance and allocation of the warrants to purchase ordinary shares for capital increase of the Company No. 3 (TLUXE-W3) to the Company’s existing shareholders according to their shareholding percentage (Right Offering) (the “Warrants”) in the amount of not exceeding 140,762,672 units, free of charge, at the ratio of 4 existing ordinary share(s) to 1 unit of the Warrants (any fraction thereof shall be discarded), for a term of not exceeding 3 years from the issuance date of the Warrants, at the exercise ratio of 1 unit to 1 ordinary share(s) for capital increase, and at the exercise price of Baht 2 per share. In this regard, the Company would consider allocating not exceeding 140,762,672 ordinary shares for capital increase of the Company at the par value of Baht 1 per share to accommodate the exercise of the Warrants
5. Allocation of the newly issued convertible debentures with the right of conversion into ordinary shares of the Company (the “Convertible Debentures”) in the amount of not exceeding 980,000 units, at the offering price of Baht 1,000 per unit, representing the total offering value of not exceeding Baht 980,000,000 by way of private placement, major shareholders and/or financial institutions for a term of not exceeding 3 years from the issuance date of the Convertible Debentures, at the conversion ratio of 1 unit to 142 ordinary share(s) for capital increase

AS AT JUNE 30, 2018

(any fraction thereof in digit numbers shall be discarded), and at the conversion price of not less than Baht 7 per share. In this regard, the Company would consider allocating not exceeding 140,000,000 ordinary shares for capital increase of the Company at the par value of Baht 1 per share to accommodate the exercise of the right of conversion of the Convertible Debentures.

6. Approve the Company’s registered capital decrease by Baht 5,400,833, from the current registered capital of Baht 568,451,520 to be Baht 563,050,687, by way of cancellation of 5,400,833 ordinary shares allocated for 5,400,833 at the par value of Baht 1 per share.
7. Approve the amendment of Clause 4 of the Company’s Memorandum of Association to be in line with the Company’s registered capital decrease.

“Clause 4. The Company’s capital is Baht 563,050,687 (Five hundred sixty-three million fifty thousand Six Hundred and Eighty-Seven Baht)

divided into 563,050,687 shares (Five hundred sixty-three million fifty thousand Six Hundred and Eighty-Seven)

at the par value of Baht 1 (One Baht) per share

divided into

Ordinary shares 563,050,687 shares (Five hundred sixty-three million fifty thousand Six Hundred and Eighty-Seven)

Preferred shares - shares (-).”

Subsequently, on July 26, 2018, the Company has completely registered the reduction of registered capital together with the amendment to Clause 4 of the Memorandum of Association of the Company to be accorded with the reduction of the registered capital as detailed above, with the Department of Business Development, the Ministry of Commerce

8. Approve the Company’s registered capital increase by Baht 280,762,672 from the current registered capital of Baht 563,050,687 to be Baht 843,813,359, by way of issuance of not exceeding 280,762,672 ordinary shares for capital increase at the par value of Baht 1 per share, as per the following details:
 - 8.1 Capital increase by Baht 140,762,672, by way of issuance of 140,762,672 ordinary shares for capital increase at the par value of Baht 1 per share to accommodate the exercise of the Warrants
 - 8.2 Capital increase by Baht 140,000,000, by way of issuance of 140,000,000 ordinary shares for capital increase at the par value of Baht 1 per share to accommodate the conversion of the Convertible Debentures

AS AT JUNE 30, 2018

9. Approve the amendment of Clause 4 of the Company’s Memorandum of Association to be in line with the Company’s registered capital increase.

“Clause 4. The Company’s capital is	Baht 843,813,359 (Eight Hundred Forty- Three Million Eight Hundred Thirteen Thousand Three Hundred and Fifty-Nine Baht)
divided into	843,813,359 shares (Eight Hundred Forty-Three Million Eight Hundred Thirteen Thousand Three Hundred and Fifty-Nine)
at the par value of	Baht 1 (One Baht) per share
divided into	
Ordinary shares	843,813,359 shares (Eight Hundred Forty-Three Million Eight Hundred Thirteen Thousand Three Hundred and Fifty-Nine)
Preferred shares	- shares (-).”

Subsequently, on July 31, 2018, the Company has completely registered the increase of registered capital together with the amendment to Clause 4 of the Memorandum of Association of the Company to be accorded with the increase of the registered capital as detailed above, with the Department of Business Development, the Ministry of Commerce

10. Approve the allocation of not exceeding 280,762,672 ordinary shares for capital increase at the par value of Baht 1 per share, as per the following details:
- 10.1 Allocation of not exceeding 140,762,672 ordinary shares for capital increase at the par value of Baht 1 per share to accommodate the exercise of the Warrants as per the details of the Warrants
- 10.2 Allocation of not exceeding 140,000,000 ordinary shares for capital increase at the par value of Baht 1 per share to accommodate the conversion of the Convertible Debentures as per the details of the Convertible Debentures which issued and allocated by way of private placement offer major shareholders and/or financial institution.

AS AT JUNE 30, 2018

24.2 On July 19, 2018, the Export-Import Bank of Thailand (EXIM Bank) has approved the loan agreement details are as follows;

- 1) Long-term credit facilities of up to 1,040 million Yen (or about 303.75 million Baht, based on announcement by the Bank of Thailand on July 19, 2018 at 0.292067 baht per yen). A total of 7 projects were installed in Japan, totaling 875 kW.
- 2) The FX forward contract amounted to 1,040 million Yen (or about 303.75 million Baht, based on announcement by the Bank of Thailand on July 19, 2018 at 0.292067 baht per yen).
- 3) JPY LIBOR (3M) + 3.00% per year or Prime Rate -1.50% per year
- 4) 3-year loan period 3 months (including Grace Period 3 months)

Guarantee of borrowings are as follows:

- 1) Mortgage land and constructions by cost estimate for external Valuator company have total value not lower than of Baht 122 millions
- 2) Mortgage land and machine of project in Japan.
- 3) Pledge and Assignments Power Purchase Agreement (PPA).
- 4) Transfer assignments the Benefit of casualty insurance policy, after constructions for EXIM Bank.
- 5) Pledge the stocks of company are as follows:
 - PPSN Limited Liability Company
 - Lena Power Station No.1 Limited Liability Company
 - SNS POWER Limited Liability Company
 - SUMO POWER Limited Liability Company
- 6) Pledge or assignments with conditionals in deposit account of electric income from Power purchase Agency.
- 7) Pledge shares of Thai Luxe Enterprises Public amount 20,000,000 shares (ownership: the director of company)

24.3 The issued and offer of debentures

On August 2, 2018, Company has information on the 2/2561 issue of the private placement debenture the bonds not exceed 800,000 units with total amount no more than 800,000,000 Baht (Eight hundred million baht), redemption schedule at 2019 B.C. interest rate fix at 7.25 percent per annum.

On August 2, 2018, Company received the proceeds from debenture offering of Baht 319.50 million

AS AT JUNE 30, 2018

24.4 The board of directors of Thai Luxe Enterprises Public Co., Ltd. at a meeting 12/2018 held on August 14, 2018 that passed the following resolutions:-

1. To approved to propose to the Extraordinary General Meeting of Shareholders No. 2/2018 to approve the change of Company’s name, the change of Securities Symbol, the change of Company’s to be conform with the change of the Company’s name.

	Former Name	Change (New)
Thai	บริษัท ไทยลักซ์ เอ็นเตอร์ไพรส์ จำกัด (มหาชน)	บริษัท พีพี ไพร์ม จำกัด (มหาชน)
English	Thai Luxe Enterprises Public Company Limited	PP PRIME Public Company Limited
SecuritiesSymbol	“TLUXE”	“PP”

2. To approved to propose to the Extraordinary General Meeting of Shareholders No. 2/2018 to approve the amendment of Clause 1 of the Memorandum of Association of the Company to be conform with the change of the Company’s name

Old

Clause 1 “บริษัท ไทยลักซ์ เอ็นเตอร์ไพรส์ จำกัด (มหาชน)” “Thai Luxe Enterprises Public Company Limited”

Change to

Clause 1 “บริษัท พีพี ไพร์ม จำกัด (มหาชน)” “PP Prime Public Company Limited”

25. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company’s authorised director on August 14, 2018.