

One to One Contacts Public Company Limited and its subsidiaries
Report and consolidated interim financial statements
For the three-month and six-month period ended 30 June 2018

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of One to One Contacts Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of One to One Contacts Public Company Limited and its subsidiaries as at 30 June 2018, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2018, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month periods ended 30 June 2018, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of One to One Contacts Public Company Limited for the same period. 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.

Siriwan Suratepin

Certified Public Accountant (Thailand) No. 4604

EY Office Limited

Bangkok: 7 August 2018

One to One Contacts Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2018

(Unit: Thousand Baht)

| | <u>Note</u> | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|-------------|--|-------------------------|--------------------------------------|-------------------------|
| | | <u>30 June 2018</u> | <u>31 December 2017</u> | <u>30 June 2018</u> | <u>31 December 2017</u> |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | 3 | 470,578 | 486,495 | 463,841 | 483,699 |
| Temporary investment in trading securities | 4 | 615 | 610 | 615 | 610 |
| Trade and other receivables | 5 | 243,304 | 219,904 | 245,141 | 222,275 |
| Accrued income | 6 | 74,713 | 82,495 | 74,713 | 82,538 |
| Inventories | | 2,869 | 4,554 | 2,793 | 4,554 |
| Other current assets | 7 | 35,987 | 31,344 | 35,726 | 31,212 |
| Total current assets | | 828,066 | 825,402 | 822,829 | 824,888 |
| Non-current assets | | | | | |
| Investment in subsidiaries | 8 | - | - | 19,786 | 15,786 |
| Equipment | 9 | 58,494 | 69,489 | 57,492 | 67,935 |
| Intangible assets | 10 | 24,718 | 26,379 | 24,292 | 25,868 |
| Deferred tax assets | | 11,516 | 15,420 | 11,516 | 15,420 |
| Other non-current assets | | 9,126 | 9,834 | 8,685 | 9,400 |
| Total non-current assets | | 103,854 | 121,122 | 121,771 | 134,409 |
| Total assets | | 931,920 | 946,524 | 944,600 | 959,297 |

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

One to One Contacts Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2018

(Unit: Thousand Baht)

| | <u>Note</u> | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|-------------|--|-------------------------|--------------------------------------|-------------------------|
| | | <u>30 June 2018</u> | <u>31 December 2017</u> | <u>30 June 2018</u> | <u>31 December 2017</u> |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Liabilities and shareholders' equity | | | | | |
| Current liabilities | | | | | |
| Trade and other payables | 11 | 34,928 | 47,570 | 34,489 | 46,971 |
| Income tax payable | | 15 | 5 | - | - |
| Other current liabilities | 12 | 21,993 | 22,338 | 20,638 | 22,311 |
| Total current liabilities | | 56,936 | 69,913 | 55,127 | 69,282 |
| Non-current liabilities | | | | | |
| Provision for long-term employee benefits | | 11,140 | 10,501 | 11,140 | 10,501 |
| Other non-current liabilities | | 2,616 | 2,640 | 2,614 | 2,638 |
| Total non-current liabilities | | 13,756 | 13,141 | 13,754 | 13,139 |
| Total liabilities | | 70,692 | 83,054 | 68,881 | 82,421 |
| Shareholders' equity | | | | | |
| Share capital | | | | | |
| Registered | | | | | |
| 280,000,000 ordinary shares of Baht 1 each | | 280,000 | 280,000 | 280,000 | 280,000 |
| Issued and fully paid up | | | | | |
| 280,000,000 ordinary shares of Baht 1 each | | 280,000 | 280,000 | 280,000 | 280,000 |
| Share premium | | 304,419 | 304,419 | 304,419 | 304,419 |
| Retained earnings | | | | | |
| Appropriated - statutory reserve | | 24,000 | 24,000 | 24,000 | 24,000 |
| Unappropriated | | 252,607 | 254,992 | 267,300 | 268,457 |
| Other components of shareholders' equity | | 202 | 59 | - | - |
| Total shareholders' equity | | 861,228 | 863,470 | 875,719 | 876,876 |
| Total liabilities and shareholders' equity | | 931,920 | 946,524 | 944,600 | 959,297 |

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

Directors

(Unaudited but reviewed)

One to One Contacts Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 30 June 2018**

(Unit: Thousand Baht except earnings per share expressed in Baht)

| | Note | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|------|--|----------------|--------------------------------------|----------------|
| | | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> |
| Profit or loss: | | | | | |
| Revenues | | | | | |
| Service income | | 176,476 | 204,062 | 175,158 | 202,408 |
| Revenues from contract work | | 896 | - | 896 | - |
| Other income | | 2,134 | 3,947 | 2,260 | 4,066 |
| Total revenues | | <u>179,506</u> | <u>208,009</u> | <u>178,314</u> | <u>206,474</u> |
| Expenses | | | | | |
| Cost of services | | 146,872 | 179,111 | 145,926 | 177,801 |
| Cost of contract work | | 383 | - | 383 | - |
| Selling expenses | | 262 | 1,077 | 262 | 1,077 |
| Administrative expenses | | 19,830 | 15,006 | 18,969 | 14,057 |
| Other expenses | | 876 | - | 876 | - |
| Total expenses | | <u>168,223</u> | <u>195,194</u> | <u>166,416</u> | <u>192,935</u> |
| Profit before finance cost and income tax expenses | | 11,283 | 12,815 | 11,898 | 13,539 |
| Finance cost | | (48) | (42) | (45) | (41) |
| Profit before income tax expenses | | 11,235 | 12,773 | 11,853 | 13,498 |
| Income tax expenses | 13 | (2,131) | (2,365) | (2,108) | (2,353) |
| Profit for the period | | <u>9,104</u> | <u>10,408</u> | <u>9,745</u> | <u>11,145</u> |
| Other comprehensive income: | | | | | |
| <i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i> | | | | | |
| Exchange differences on translation of financial statements in foreign currency | | 184 | (27) | - | - |
| Other comprehensive income to be reclassified to profit or loss in subsequent periods | | 184 | (27) | - | - |
| Other comprehensive income for the period | | <u>184</u> | <u>(27)</u> | <u>-</u> | <u>-</u> |
| Total comprehensive income for the period | | <u>9,288</u> | <u>10,381</u> | <u>9,745</u> | <u>11,145</u> |
| Basic earnings per share | | | | | |
| Profit attributable to equity holders of the Company | 14 | <u>0.03</u> | <u>0.04</u> | <u>0.04</u> | <u>0.04</u> |
| Weighted average number of ordinary share (Thousand shares) | | <u>280,000</u> | <u>280,000</u> | <u>280,000</u> | <u>280,000</u> |

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

(Unaudited but reviewed)

One to One Contacts Public Company Limited and its subsidiaries**Statement of comprehensive income****For the six-month period ended 30 June 2018**

(Unit: Thousand Baht except earnings per share expressed in Baht)

| | Note | Consolidated financial statements | | Separate financial statements | |
|---|------|-----------------------------------|----------------|-------------------------------|----------------|
| | | 2018 | 2017 | 2018 | 2017 |
| Profit or loss: | | | | | |
| Revenues | | | | | |
| Service income | | 343,426 | 443,839 | 340,817 | 440,627 |
| Revenues from contract work | | 2,101 | 1,180 | 2,101 | - |
| Other income | | 3,969 | 5,395 | 4,201 | 5,735 |
| Total revenues | | 349,496 | 450,414 | 347,119 | 446,362 |
| Expenses | | | | | |
| Cost of services | | 284,547 | 370,627 | 282,681 | 368,089 |
| Cost of contract work | | 1,447 | 885 | 1,447 | - |
| Selling expenses | | 541 | 1,833 | 541 | 1,833 |
| Administrative expenses | | 40,589 | 32,987 | 38,894 | 31,123 |
| Other expenses | | 1,156 | - | 1,156 | - |
| Total expenses | | 328,280 | 406,332 | 324,719 | 401,045 |
| Profit before finance cost and income tax expenses | | 21,216 | 44,082 | 22,400 | 45,317 |
| Finance cost | | (59) | (63) | (53) | (55) |
| Profit before income tax expenses | | 21,157 | 44,019 | 22,347 | 45,262 |
| Income tax expenses | 13 | (3,942) | (8,127) | (3,904) | (8,089) |
| Profit for the period | | 17,215 | 35,892 | 18,443 | 37,173 |
| Other comprehensive income: | | | | | |
| <i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i> | | | | | |
| Exchange differences on translation of financial statements in foreign currency | | 143 | (195) | - | - |
| Other comprehensive income to be reclassified to profit or loss in subsequent periods | | 143 | (195) | - | - |
| Other comprehensive income for the period | | 143 | (195) | - | - |
| Total comprehensive income for the period | | 17,358 | 35,697 | 18,443 | 37,173 |
| Basic earnings per share | | | | | |
| Profit attributable to equity holders of the Company | 14 | 0.06 | 0.13 | 0.07 | 0.13 |
| Weighted average number of ordinary share (Thousand shares) | | 280,000 | 280,000 | 280,000 | 280,000 |

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

(Unaudited but reviewed)

One to One Contacts Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2018

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | | |
|--|--|----------------|--|----------------|---|----------------------------------|
| | Issued and paid up share capital | Share premium | Retained earnings Appropriated - statutory reserve | Unappropriated | Other components of equity Exchange differences on translation of financial statements in foreign currency | Total shareholders' equity |
| Balance as at 1 January 2017 | 280,000 | 304,419 | 21,300 | 268,462 | 307 | 874,488 |
| Profit for the period | - | - | - | 35,892 | - | 35,892 |
| Other comprehensive income for the period | - | - | - | - | (195) | (195) |
| Total comprehensive income for the period | - | - | - | 35,892 | (195) | 35,697 |
| Dividend paid (Note 15) | - | - | - | (42,000) | - | (42,000) |
| Balance as at 30 June 2017 | <u>280,000</u> | <u>304,419</u> | <u>21,300</u> | <u>262,354</u> | <u>112</u> | <u>868,185</u> |
| Balance as at 1 January 2018 | 280,000 | 304,419 | 24,000 | 254,992 | 59 | 863,470 |
| Profit for the period | - | - | - | 17,215 | - | 17,215 |
| Other comprehensive income for the period | - | - | - | - | 143 | 143 |
| Total comprehensive income for the period | - | - | - | 17,215 | 143 | 17,358 |
| Dividend paid (Note 15) | - | - | - | (19,600) | - | (19,600) |
| Balance as at 30 June 2018 | <u>280,000</u> | <u>304,419</u> | <u>24,000</u> | <u>252,607</u> | <u>202</u> | <u>861,228</u> |

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

(Unaudited but reviewed)

One to One Contacts Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2018

(Unit: Thousand Baht)

| | Separate financial statements | | | | Total shareholders' equity |
|---|--------------------------------------|----------------|--|----------------|----------------------------|
| | Issued and paid up share capital | Share premium | Retained earnings Appropriated - statutory reserve | Unappropriated | |
| Balance as at 1 January 2017 | 280,000 | 304,419 | 21,300 | 278,950 | 884,669 |
| Profit for the period | - | - | - | 37,173 | 37,173 |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 37,173 | 37,173 |
| Dividend paid (Note 15) | - | - | - | (42,000) | (42,000) |
| Balance as at 30 June 2017 | <u>280,000</u> | <u>304,419</u> | <u>21,300</u> | <u>274,123</u> | <u>879,842</u> |
| Balance as at 1 January 2018 | 280,000 | 304,419 | 24,000 | 268,457 | 876,876 |
| Profit for the period | - | - | - | 18,443 | 18,443 |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 18,443 | 18,443 |
| Dividend paid (Note 15) | - | - | - | (19,600) | (19,600) |
| Balance as at 30 June 2018 | <u>280,000</u> | <u>304,419</u> | <u>24,000</u> | <u>267,300</u> | <u>875,719</u> |

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

(Unaudited but reviewed)

One to One Contacts Public Company Limited and its subsidiaries

Cash flow statement

For the six-month period ended 30 June 2018

(Unit: Thousand Baht)

| | | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|-------------|--|----------------|--------------------------------------|----------------|
| | <u>Note</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> |
| Cash flows from operating activities | | | | | |
| Profit before tax | | 21,157 | 44,019 | 22,347 | 45,262 |
| Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities: | | | | | |
| Depreciation and amortisation | 9, 10 | 16,815 | 45,376 | 16,178 | 44,607 |
| Allowance for doubtful accounts | 5 | 561 | - | 561 | - |
| (Gain) loss on change in value of temporary investment in trading securities | 4 | 595 | (30) | 595 | (30) |
| Provision for long-term employee benefits | | 639 | 1,157 | 639 | 1,157 |
| Unrealised (gain) loss on exchange | | 8 | (9) | (28) | 215 |
| Interest income | | (2,935) | (2,063) | (2,933) | (2,058) |
| Profit from operating activities before changes in operating assets and liabilities | | 36,840 | 88,450 | 37,359 | 89,153 |
| Operating assets (increase) decrease | | | | | |
| Trade and other receivables | | (23,961) | 16,820 | (23,391) | 17,911 |
| Accrued income | | 7,782 | 33,838 | 7,825 | 33,649 |
| Inventories | | 1,685 | 2,359 | 1,761 | 2,359 |
| Other current assets | | 2,811 | (812) | 2,993 | (478) |
| Other assets | | 708 | 1,510 | 715 | 1,513 |
| Operating liabilities decrease | | | | | |
| Trade and other payables | | (12,767) | (28,746) | (12,607) | (28,795) |
| Other current liabilities | | (345) | (903) | (1,673) | (876) |
| Other non current liabilities | | (24) | - | (24) | - |
| Cash flows from operating activities | | 12,729 | 112,516 | 12,958 | 114,436 |
| Cash received from withholding tax refundable | | 53 | - | - | - |
| Cash paid for income tax | | (7,535) | (12,462) | (7,507) | (12,395) |
| Net cash flows from operating activities | | 5,247 | 100,054 | 5,451 | 102,041 |

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

(Unaudited but reviewed)

One to One Contacts Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the six-month period ended 30 June 2018

(Unit: Thousand Baht)

| | | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|-------------|--|-----------------------|--------------------------------------|-----------------------|
| | <u>Note</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> |
| Cash flows from investing activities | | | | | |
| Cash received from interest income | | 2,935 | 2,063 | 2,933 | 2,058 |
| Cash outflows from purchase temporary investment in trading securities | 4 | (600) | - | (600) | - |
| Cash paid for investment in subsidiaries | 8 | - | - | (4,000) | - |
| Cash paid for acquisitions of equipment and intangible assets | 9, 10 | (4,042) | (7,602) | (4,042) | (7,602) |
| Net cash flows used in investing activities | | <u>(1,707)</u> | <u>(5,539)</u> | <u>(5,709)</u> | <u>(5,544)</u> |
| Cash flows from financing activities | | | | | |
| Dividend paid | 15 | (19,600) | (42,000) | (19,600) | (42,000) |
| Net cash flows used in financing activities | | <u>(19,600)</u> | <u>(42,000)</u> | <u>(19,600)</u> | <u>(42,000)</u> |
| Increase (decrease) in translation adjustments | | <u>143</u> | <u>(23)</u> | <u>-</u> | <u>-</u> |
| Net increase (decrease) in cash and cash equivalents | | <u>(15,917)</u> | <u>52,492</u> | <u>(19,858)</u> | <u>54,497</u> |
| Cash and cash equivalents at beginning of the period | | <u>486,495</u> | <u>350,139</u> | <u>483,699</u> | <u>344,968</u> |
| Cash and cash equivalents at end of the period | | <u><u>470,578</u></u> | <u><u>402,631</u></u> | <u><u>463,841</u></u> | <u><u>399,465</u></u> |

Supplement disclosures of cash flows information

Non-cash items

| | | | | | |
|---|-------|-----|-------|-----|-------|
| Increase in payable for equipment and intangible assets | 9, 10 | 117 | 1,417 | 117 | 1,417 |
|---|-------|-----|-------|-----|-------|

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

One to One Contacts Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and six-month period ended 30 June 2018

1. General information

1.1 Corporate information

One to One Contacts Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its parent company is Smart Corporation Public Company Limited which was incorporated in Thailand. The Company is principally engaged in providing customer contact center services. Its registered address is at 99/19, Moo 4, Software Park Building, 17th Floor, Chaengwattana Road, Klong Glur, Pak-Kred, Nonthaburi.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

1.3 Basis of consolidation

These consolidated interim financial statements include the financial statements of One to One Contacts Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2017. There have been no structural changes related to subsidiaries during the current period except as discussed in Note 8 to the financial statements.

1.4 New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements.

(b) 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 1 January 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 is evaluating the impact of this standard to the financial statements in the year when it is adopted.

1.5 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2017.

2. 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 its related parties. The pricing policies for these related party transactions are summarised as follows:

(Unaudited but reviewed)

1. Sales and service prices are determined at market price, if there is unknown market price, sales price will be determined at cost plus a margin not over 15 percent. However, the pricing policy is subject to change depending on the type of business and market competition at the time being.
2. Outsourced Contact Center Services are determined at cost plus a margin not less than 10 percent.
3. IT service fees expenses to parent company are charged at the amount stated in the agreement which parent company sets base on cost plus a margin not over 5 percent.
4. Management fees and rental expenses are charged at the amount stated in the agreement.
5. Other service income and expenses are charged at a mutually agreed price.
6. Guarantee fee is charged between the parties at a rate of 0.3 percent per annum.
7. Directors and management's benefit expenses are charged as approved by shareholders' meeting or contractually agreed price.

Significant business transactions between the Company and its related parties are as follows:

| | (Unit: Thousand Baht) | | | |
|--|---|----------------------|----------------------|----------------------|
| | For the three-month periods ended 30 June | | | |
| | Consolidated | | Separate | |
| | financial statements | financial statements | financial statements | financial statements |
| | 2018 | 2017 | 2018 | 2017 |
| <u>Transactions with subsidiary company</u> | | | | |
| (eliminate from the consolidated financial statements) | | | | |
| Other income | - | - | 130 | 131 |
| <u>Transactions with parent company</u> | | | | |
| Service income | 88 | 142 | 88 | 142 |
| Cost of services | 119 | 276 | 119 | 276 |
| Management fee expenses | 1,200 | 1,200 | 1,200 | 1,200 |
| IT service fee expenses | 3,857 | 3,857 | 3,857 | 3,857 |
| Acquisitions of fixed assets | 2 | - | 2 | - |
| Other expenses | 1 | 5 | 1 | 5 |
| <u>Transactions with related companies</u> | | | | |
| Sales and service income | 5,298 | 8,824 | 5,298 | 8,824 |
| Purchase of goods and service | 1,457 | 1,759 | 1,457 | 1,759 |
| Acquisitions of fixed assets | 23 | 17 | 23 | 17 |
| Rental and utility expenses | 2,445 | 3,245 | 2,445 | 3,245 |
| Other expenses | 155 | 173 | 155 | 173 |

(Unaudited but reviewed)

(Unit: Thousand Baht)

| | For the six-month periods ended 30 June | | | |
|--|---|--------|----------------------|--------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2018 | 2017 | 2018 | 2017 |
| <u>Transactions with subsidiary company</u> | | | | |
| (eliminate from the consolidated financial statements) | | | | |
| Other income | - | - | 261 | 349 |
| <u>Transactions with parent company</u> | | | | |
| Service income | 230 | 409 | 230 | 409 |
| Cost of services | 266 | 552 | 266 | 552 |
| Management fee expenses | 2,400 | 2,400 | 2,400 | 2,400 |
| IT service fee expenses | 7,713 | 7,713 | 7,713 | 7,713 |
| Acquisitions of fixed assets | 2 | - | 2 | - |
| Other expenses | 2 | 21 | 2 | 21 |
| <u>Transactions with related companies</u> | | | | |
| Sales and service income | 11,058 | 18,230 | 11,058 | 18,230 |
| Purchase of goods and service | 2,924 | 3,601 | 2,924 | 3,601 |
| Acquisitions of fixed assets | 31 | 17 | 31 | 17 |
| Rental and utility expenses | 4,890 | 6,383 | 4,890 | 6,383 |
| Other expenses | 366 | 412 | 366 | 412 |

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

| | (Unit: Thousand Baht) | | | |
|--|-----------------------|-------------|----------------------|-------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 |
| <u>Trade accounts receivable</u> | | | | |
| <u>- related parties (Note 5)</u> | | | | |
| Parent company | 31 | 51 | 31 | 51 |
| Related companies (related by shareholders and/or directors) | 7,740 | 12,624 | 7,740 | 12,624 |
| Total trade accounts receivable - related parties | 7,771 | 12,675 | 7,771 | 12,675 |

(Unaudited but reviewed)

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---|----------------------|---------------------|----------------------|---------------------|
| | financial statements | | financial statements | |
| | 30 June 2018 | 31 December 2017 | 30 June 2018 | 31 December 2017 |
| <u>Other receivables - related parties</u> | | | | |
| (Note 5) | | | | |
| Subsidiary companies | - | - | 2,967 | 2,838 |
| Total other receivables - related parties | - | - | 2,967 | 2,838 |
| <u>Accrued income - related parties</u> | | | | |
| (Note 6) | | | | |
| Subsidiary companies | - | - | - | 43 |
| Related companies (related by shareholders and directors) | 1,700 | 2,456 | 1,700 | 2,456 |
| Total accrued income - related parties | 1,700 | 2,456 | 1,700 | 2,499 |
| <u>Deposit - related parties</u> | | | | |
| Related companies (related by shareholders and/or directors) | 2,004 | 2,004 | 2,004 | 2,004 |
| Total deposit - related parties | 2,004 | 2,004 | 2,004 | 2,004 |
| <u>Trade accounts payable - related parties</u> | | | | |
| (Note 11) | | | | |
| Parent company | 75 | 75 | 75 | 75 |
| Related companies (related by shareholders and directors) | 2,001 | 3,162 | 2,001 | 3,162 |
| Total trade accounts payable - related parties | 2,076 | 3,237 | 2,076 | 3,237 |
| <u>Other payables - related parties</u> | | | | |
| (Note 11) | | | | |
| Parent company | 3,398 | 4,030 | 3,398 | 4,030 |
| Related companies (related by shareholders and directors) | 28 | 34 | 28 | 34 |
| Total other payables - related parties | 3,426 | 4,064 | 3,426 | 4,064 |
| <u>Customer deposit - related parties</u> | | | | |
| Related companies (related by shareholders and directors) | 505 | 505 | 505 | 505 |
| Total customer deposit - related parties | 505 | 505 | 505 | 505 |

(Unaudited but reviewed)

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2018 and 2017, the Company had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

| | Consolidated and Separate financial statements | | | |
|------------------------------|--|--------------|--|--------------|
| | For the three-month periods ended 30 June | | For the six-month periods ended 30 June | |
| | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> |
| Short-term employee benefits | 3,445 | 2,393 | 6,108 | 6,602 |
| Post-employment benefits | 19 | 28 | 34 | 54 |
| Total | <u>3,464</u> | <u>2,421</u> | <u>6,142</u> | <u>6,656</u> |

Agreements with related parties

Long-term rental and service agreements with related companies

- a) The Company entered into office space rental and facility service agreements with a related company for its operation. These contracts were expired in April 2020. The Company has to pay a monthly rental and service fee approximately Baht 0.8 million. (2017: Baht 0.8 million)

The commitment under the operating lease agreements with the related party are disclosed in Note 17.1 to the financial statements.

Service and management agreements with the parent company

- b) In January 2018, the Company entered into a one-year management agreement with Smart Corporation Public Company Limited, the parent company under which the Company has to pay a monthly service fee of Baht 0.4 million (2017: Baht 0.4 million).
- c) In May 2018, the Company entered into one-year information technology management agreement with Smart Corporation Public Company Limited, the parent company. The Company has to pay a monthly service fee of Baht 1.3 million (2017: Baht 1.3 million).

(Unaudited but reviewed)

3. Cash and cash equivalents

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---------------|----------------------|-------------|----------------------|-------------|
| | financial statements | | financial statements | |
| | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 |
| Cash | 179 | 117 | 158 | 102 |
| Bank deposits | 470,399 | 486,378 | 463,683 | 483,597 |
| Total | 470,578 | 486,495 | 463,841 | 483,699 |

As at 30 June 2018, bank deposits carried interests between 0.10 and 1.30 percent per annum (31 December 2017: 0.10 and 1.30 percent per annum).

4. Temporary investment in trading securities

Movement of the temporary investment in trading securities account during the six-month period ended 30 June 2018 are summarised below.

(Unit: Thousand Baht)

| | Consolidated and Separate financial statements |
|---------------------------------------|--|
| Balance as at 31 December 2017 | 610 |
| Add: Purchase | 600 |
| Less: Loss on change in value | (595) |
| Balance as at 30 June 2018 | 615 |

(Unaudited but reviewed)

5. Trade and other receivables

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|---|-----------------------------------|----------------|-------------------------------|----------------|
| | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 |
| <u>Trade accounts receivable - related parties</u> (Note 2) | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | 1,346 | 4,289 | 1,346 | 4,289 |
| Past due | | | | |
| Up to 3 months | 3,805 | 5,477 | 3,805 | 5,477 |
| 3 - 6 months | 2,480 | 2,752 | 2,480 | 2,752 |
| 6 - 12 months | 140 | 157 | 140 | 157 |
| Total trade accounts receivable - related parties | 7,771 | 12,675 | 7,771 | 12,675 |
| <u>Trade accounts receivable - unrelated parties</u> | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | 60,606 | 58,209 | 59,799 | 57,742 |
| Past due | | | | |
| Up to 3 months | 57,488 | 44,337 | 57,165 | 44,337 |
| 3 - 6 months | 33,311 | 25,381 | 33,311 | 25,381 |
| 6 - 12 months | 10,040 | 4,536 | 10,040 | 4,536 |
| Over 12 months | 74,645 | 74,645 | 74,645 | 74,645 |
| Total trade accounts receivable - unrelated parties | 236,090 | 207,108 | 234,960 | 206,641 |
| Less: Allowance for doubtful accounts | (561) | - | (561) | - |
| Trade accounts receivable - unrelated parties - net | 235,529 | 207,108 | 234,399 | 206,641 |
| Total trade accounts receivable | 243,300 | 219,783 | 242,170 | 219,316 |
| <u>Other receivables</u> | | | | |
| Other receivables - related parties (Note 2) | - | - | 2,967 | 2,838 |
| Other receivables | 4 | 121 | 4 | 121 |
| Total other receivables | 4 | 121 | 2,971 | 2,959 |
| Total trade and other receivables | 243,304 | 219,904 | 245,141 | 222,275 |

(Unaudited but reviewed)

On 2 November 2015, the Company filed a lawsuit with the Civil Court, seeking settlement of a government agency as a trade account receivable (unrelated party) that was past due totaling approximately Baht 78.4 million (included accrued income amounted to approximately Baht 3.7 million) for contact center service. On 21 November 2016, the Civil Court ordered that such government agency has to repay the full amount of debt, with interest charged, to the Company. Later, on 19 January 2017, the government agency appealed against the Civil Court's verdict and on 15 August 2017, the Appeal Court affirmed the judgment of the Court of First Instance and such government agency is to repay the full amount of debt, with interest charged, to the Company. Subsequently, on 13 September 2017, the government agency appealed against the Appeal Court's verdict and filed an appeal with the Supreme Court. And, on 3 January 2018, the Supreme Court accepted the government agency's appeal against the verdict of the Appeal Court. Presently, the case is under consideration of the Supreme Court. However, the Company's management believes that full settlement will be received. Therefore, as at 30 June 2018, the Company has not set aside any allowance for doubtful accounts for such debtor.

6. Accrued income

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--|----------------------|---------------------|----------------------|---------------------|
| | financial statements | | financial statements | |
| | 30 June 2018 | 31 December 2017 | 30 June 2018 | 31 December 2017 |
| <u>Accrued income - related parties</u> (Note 2) | | | | |
| Aged on the basis of recorded dates | | | | |
| Up to 3 months | 1,700 | 2,456 | 1,700 | 2,499 |
| Total accrued income - related parties | 1,700 | 2,456 | 1,700 | 2,499 |
| <u>Accrued income - unrelated parties</u> | | | | |
| Aged on the basis of recorded dates | | | | |
| Up to 3 months | 69,071 | 76,093 | 69,071 | 76,093 |
| 3 - 6 months | 133 | 204 | 133 | 204 |
| 6 - 12 months | 67 | - | 67 | - |
| Over 12 months | 3,742 | 3,742 | 3,742 | 3,742 |
| Total accrued income - unrelated parties | 73,013 | 80,039 | 73,013 | 80,039 |
| Total | 74,713 | 82,495 | 74,713 | 82,538 |

(Unaudited but reviewed)

7. Other current assets

| | (Unit: Thousand Baht) | | | |
|------------------------------------|-----------------------|---------------|----------------------|---------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 |
| Withholding tax deducted at source | 24,439 | 16,985 | 24,400 | 16,893 |
| Prepaid expenses | 9,733 | 12,375 | 9,511 | 12,335 |
| Undue input value added tax | 479 | 948 | 479 | 948 |
| Others | 1,336 | 1,036 | 1,336 | 1,036 |
| Total | 35,987 | 31,344 | 35,726 | 31,212 |

8. Investments in subsidiaries

Details of investments in subsidiaries as presented in separate financial statements are as follows:

| Company's name | Paid-up capital | | Shareholding percentage | | Cost | | Allowance for impairment of investment | | Carrying amounts based on cost method-net | |
|---|-----------------|----------------|-------------------------|-------------|---------------|---------------|--|-------------|---|---------------|
| | 30 June | 31 December | 30 June | 31 December | 30 June | 31 December | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 |
| One to One Professional Company Limited | Baht 2 Million | Baht 1 Million | 100 | 100 | 2,000 | 1,000 | (35) | (35) | 1,965 | 965 |
| One to One (Cambodia) Company Limited | 440,000 USD | 440,000 USD | 100 | 100 | 14,821 | 14,821 | - | - | 14,821 | 14,821 |
| Inno Hub Company Limited | Baht 3 Million | - | 100 | - | 3,000 | - | - | - | 3,000 | - |
| Total | | | | | 19,821 | 15,821 | (35) | (35) | 19,786 | 15,786 |

8.1 Establishment of new company

On 23 February 2018 a meeting of the Board of Director of the Company passed a resolution to approve the establishment of a new subsidiary under the name "Inno Hub Company Limited.", to provide research and development related to software program, robot, equipment, tooling and artefact innovation, with a registered share capital totalling Baht 3 million (consisting of 300,000 ordinary shares of Baht 10 each) in which, the Company hold a 100 percent interest. The Company registered the establishment of the new subsidiary company with the Ministry of Commerce on 6 March 2018. The share capital was fully paid in May 2018.

8.2 Addition registered share capital

On 27 April 2018, a meeting of Annual General Meeting of One to One Professional Company Limited, a subsidiary company, passed a resolution to approve the increase of its share capital from Baht 1 million (100,000 ordinary shares of Baht 10 each) to Baht 2 million (200,000 ordinary shares of Baht 10 each) through an issuance of addition 100,000 ordinary shares of Baht 10 each. The subsidiary company registered the addition share capital with the Ministry of Commerce on 9 May 2018. The Company share capital was fully paid in May 2018.

(Unaudited but reviewed)

9. Equipment

Movements of equipment account during the six-month period ended 30 June 2018 were summarised below.

| | (Unit: Thousand Baht) | |
|--|---|-------------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Net book value as at 31 December 2017 | 69,489 | 67,935 |
| Acquisitions during the period - at cost | | |
| Increase in accounts payable for purchase of equipment during the period | 144 | 144 |
| Cash paid for acquisitions of equipment | 3,060 | 3,060 |
| Total | 3,204 | 3,204 |
| Depreciation for the period | (14,196) | (13,647) |
| Exchange differences on translation of financial statements in foreign currencies | (3) | - |
| Net book value as at 30 June 2018 | 58,494 | 57,492 |

10. Intangible assets

Movement of intangible assets account (computer software) during the six-month period ended 30 June 2018 were summarised below.

| | (Unit: Thousand Baht) | |
|--|---|-------------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Net book value as at 31 December 2017 | 26,379 | 25,868 |
| Acquisitions during the period - at cost | | |
| Decrease in account payable for purchase of intangible assets during the period | (27) | (27) |
| Cash paid for acquisitions of intangible assets | 982 | 982 |
| Total | 955 | 955 |
| Amortisation for the period | (2,619) | (2,531) |
| Exchange differences on translation of financial statements in foreign currencies | 3 | - |
| Net book value as at 30 June 2018 | 24,718 | 24,292 |

(Unaudited but reviewed)

11. Trade and other payables

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---|----------------------|---------------|----------------------|---------------|
| | financial statements | | financial statements | |
| | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 |
| Trade accounts payable - unrelated parties | 3,930 | 5,910 | 3,930 | 5,910 |
| Trade accounts payable - related parties (Note 2) | 2,076 | 3,237 | 2,076 | 3,237 |
| Other payables - unrelated parties | 1,798 | 1,382 | 1,667 | 1,338 |
| Other payables - related parties (Note 2) | 3,426 | 4,064 | 3,426 | 4,064 |
| Accrued project cost | 1,191 | 2,580 | 1,191 | 2,580 |
| Accrued expenses | 22,507 | 30,397 | 22,199 | 29,842 |
| Total trade and other payables | <u>34,928</u> | <u>47,570</u> | <u>34,489</u> | <u>46,971</u> |

12. Other current liabilities

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---------------------------------|----------------------|---------------|----------------------|---------------|
| | financial statements | | financial statements | |
| | 30 June | 31 December | 30 June | 31 December |
| | 2018 | 2017 | 2018 | 2017 |
| Undue output VAT | 15,481 | 14,191 | 15,500 | 14,205 |
| Value added tax payable | 3,565 | 6,164 | 3,451 | 6,140 |
| Others | 2,947 | 1,983 | 1,687 | 1,966 |
| Total other current liabilities | <u>21,993</u> | <u>22,338</u> | <u>20,638</u> | <u>22,311</u> |

(Unaudited but reviewed)

13. Income tax

Interim corporate income tax is calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and six-month periods ended 30 June 2018 and 2017 are made up as follows:

(Unit: Thousand Baht)

| | For the three-month periods ended 30 June | | | |
|---|---|----------------------|----------------------|----------------------|
| | Consolidated | | Separate | |
| | financial statements | financial statements | financial statements | financial statements |
| | 2018 | 2017 | 2018 | 2017 |
| Current income tax: | | | | |
| Interim corporate income tax charge | 23 | 2,508 | - | 2,496 |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | 2,108 | (143) | 2,108 | (143) |
| Income tax expenses reported in the income statement | 2,131 | 2,365 | 2,108 | 2,353 |

(Unit: Thousand Baht)

| | For the six-month periods ended 30 June | | | |
|---|---|----------------------|----------------------|----------------------|
| | Consolidated | | Separate | |
| | financial statements | financial statements | financial statements | financial statements |
| | 2018 | 2017 | 2018 | 2017 |
| Current income tax: | | | | |
| Interim corporate income tax charge | 38 | 8,879 | - | 8,841 |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | 3,904 | (752) | 3,904 | (752) |
| Income tax expenses reported in the income statement | 3,942 | 8,127 | 3,904 | 8,089 |

14. Earnings per share

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

(Unaudited but reviewed)

15. Dividends

| | <u>Approved by</u> | <u>Total dividends</u> | <u>Dividends</u> <u>per share</u> | <u>Paid on</u> |
|--|---|------------------------|--------------------------------------|------------------|
| | | (Million) | (Baht) | |
| 2018 | | | | |
| Dividends from 2017 earnings | Annual General Meeting of the shareholders on 27 April 2018 | 42.0 | 0.15 | |
| Less: Interim dividend on earnings for the period as from January to June 2017 | A meeting of Board of Directors on 8 August 2017 | <u>(22.4)</u> | <u>(0.08)</u> | 5 September 2017 |
| Dividends from income for the year 2017 paid in 2018 | | <u>19.6</u> | <u>0.07</u> | 21 May 2018 |
| 2017 | | | | |
| Dividends from 2016 earnings | Annual General Meeting of the shareholders on 19 April 2017 | 64.4 | 0.23 | |
| Less: Interim dividend on earnings for the period as from January to June 2016 | A meeting of Board of Directors on 8 August 2016 | <u>(22.4)</u> | <u>(0.08)</u> | 2 September 2016 |
| Dividends from income for the year 2016 paid in 2017 | | <u>42.0</u> | <u>0.15</u> | 15 May 2017 |

(Unaudited but reviewed)

16. Segment information

The Company and its subsidiaries are organised into business units based on its products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

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

(Unit: Thousand Baht)

| | For the three-month periods ended 30 June | | | | | | | | | |
|---|---|-------------|----------------------------|-------------|------------------------------|-------------|---------------------------------|-------------|--------------|-------------|
| | Outsourced Contact Center Services and System Maintenance | | Turnkey Total Solutions | | Total reportable segments | | Adjustments and eliminations | | Consolidated | |
| | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> |
| Contract work and service income | | | | | | | | | | |
| Revenue from external customers | 171,090 | 195,096 | 896 | - | 171,986 | 195,096 | - | - | 171,986 | 195,096 |
| Revenue from related parties | 5,386 | 8,966 | - | - | 5,386 | 8,966 | - | - | 5,386 | 8,966 |
| Total contract work and service income | 176,476 | 204,062 | 896 | - | 177,372 | 204,062 | - | - | 177,372 | 204,062 |
| Cost of contract work and services | (146,872) | (179,196) | (383) | - | (147,255) | (179,196) | - | 85 | (147,255) | (179,111) |
| Segment profit | 29,604 | 24,866 | 513 | - | 30,117 | 24,866 | - | 85 | 30,117 | 24,951 |
| Other income | | | | | | | | | 2,134 | 3,947 |
| Selling expenses | | | | | | | | | (262) | (1,077) |
| Administrative expenses | | | | | | | | | (19,830) | (15,006) |
| Other expenses | | | | | | | | | (876) | - |
| Finance cost | | | | | | | | | (48) | (42) |
| Profit before income tax expenses | | | | | | | | | 11,235 | 12,773 |
| Income tax expenses | | | | | | | | | (2,131) | (2,365) |
| Profit for the period | | | | | | | | | 9,104 | 10,408 |

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the six-month periods ended 30 June

| | Outsourced Contact Center Services and System Maintenance | | Turnkey Total Solutions | | Total reportable segments | | Adjustments and eliminations | | Consolidated | |
|---|---|-------------|----------------------------|-------------|------------------------------|-------------|---------------------------------|-------------|--------------|-------------|
| | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> | <u>2018</u> | <u>2017</u> |
| Contract work and service income | | | | | | | | | | |
| Revenue from external customers | 332,138 | 425,200 | 2,101 | 1,180 | 334,239 | 426,380 | - | - | 334,239 | 426,380 |
| Revenue from related parties | 11,288 | 18,639 | - | - | 11,288 | 18,639 | - | - | 11,288 | 18,639 |
| Total contract work and service income | 343,426 | 443,839 | 2,101 | 1,180 | 345,527 | 445,019 | - | - | 345,527 | 445,019 |
| Cost of contract work and services | (284,547) | (370,885) | (1,447) | (885) | (285,994) | (371,770) | - | 258 | (285,994) | (371,512) |
| Segment profit | 58,879 | 72,954 | 654 | 295 | 59,533 | 73,249 | - | 258 | 59,533 | 73,507 |
| Other income | | | | | | | | | 3,969 | 5,395 |
| Selling expenses | | | | | | | | | (541) | (1,833) |
| Administrative expenses | | | | | | | | | (40,589) | (32,987) |
| Other expenses | | | | | | | | | (1,156) | - |
| Finance cost | | | | | | | | | (59) | (63) |
| Profit before income tax expenses | | | | | | | | | 21,157 | 44,019 |
| Income tax expenses | | | | | | | | | (3,942) | (8,127) |
| Profit for the period | | | | | | | | | 17,215 | 35,892 |

17. Commitments and contingent liabilities

The Company and its subsidiaries have commitments and contingent liabilities other than those disclosed in other notes to financial statements as follows:

17.1 Operating lease commitments

The Company and its subsidiaries have entered into several lease agreements in respect of the rental and services. The terms of agreements are generally between 1 and 3 years.

(Unaudited but reviewed)

Future minimum lease payments required under these non-cancellable operating leases contracts were as follows:

(Unit: Million)

| | Consolidated | | Separate | |
|---------------------|----------------------|---------------------|----------------------|---------------------|
| | financial statements | | financial statements | |
| | 30 June 2018 | 31 December 2017 | 30 June 2018 | 31 December 2017 |
| Currency: Baht | | | | |
| Payable within | | | | |
| 1 year | 21.2 | 29.3 | 21.0 | 29.3 |
| 2 - 3 years | 13.0 | 20.0 | 13.0 | 20.0 |
| | <u>34.2</u> | <u>49.3</u> | <u>34.0</u> | <u>49.3</u> |
| Currency: US dollar | | | | |
| Payable within | | | | |
| 1 year | 0.06 | 0.06 | - | - |
| 2 - 3 years | 0.02 | 0.05 | - | - |
| | <u>0.08</u> | <u>0.11</u> | <u>-</u> | <u>-</u> |

17.2 Guarantees

As at 30 June 2018, there were outstanding bank guarantees of approximately Baht 76.8 million (31 December 2017: Baht 74.9 million) issued by banks on behalf of the Company in respect of certain performance bonds as required in the normal course of business. The details of bank guarantees are as follows:

(Unit: Million Baht)

| | Consolidated and Separate | |
|---------------------------|---------------------------|---------------------|
| | financial statements | |
| | 30 June 2018 | 31 December 2017 |
| Performance guarantees | 76.5 | 74.6 |
| Guarantee electricity use | 0.3 | 0.3 |
| | <u>76.8</u> | <u>74.9</u> |

(Unaudited but reviewed)

17.3 Foreign currency risk

The Company's and its subsidiaries' exposure to foreign currency risk arises mainly from advance to subsidiary and trading transactions that are denominated in foreign currencies.

The balances of financial assets and liabilities denominated in foreign currencies were summarised below.

| Foreign currency | Consolidated | | Separate | | Contractual exchange rate | |
|------------------------------|----------------------|---------------------|----------------------|---------------------|------------------------------------|---------------------|
| | financial statements | | financial statements | | | |
| | 30 June 2018 | 31 December 2017 | 30 June 2018 | 31 December 2017 | 30 June 2018 | 31 December 2017 |
| | (Million) | | (Million) | | (Baht per 1 foreign currency unit) | |
| Financial assets | | | | | | |
| US dollar | - | - | 0.08 | 0.08 | 33.0065 | 32.4342 |
| Financial liabilities | | | | | | |
| US dollar | 0.02 | 0.02 | 0.02 | 0.02 | 33.3278 | 32.8472 |

18. Fair value of financial instruments

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

| | (Unit: Million Baht) |
|--------------------------------------|--|
| | Consolidated and separate financial statements |
| | Level 1 |
| Assets measured at fair value | |
| Held for trade investments | |
| Equity instruments | 0.6 |

During the current period, there were no transfers within the fair value hierarchy.

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 7 August 2018.