

WP ENERGY PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND SEPARATE
FINANCIAL INFORMATION (UNAUDITED)**

30 SEPTEMBER 2019

AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of WP Energy Public Company Limited

I have reviewed the interim consolidated financial information of WP Energy Public Company Limited and its subsidiaries, and the interim separate financial information of WP Energy Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 September 2019, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, and the related consolidated and separate statements of changes in equity and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

I conducted my review in accordance with the 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 consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

Kajornkiet Aroonpirodkul
Certified Public Accountant (Thailand) No. 3445
Bangkok
11 November 2019

WP Energy Public Company Limited
Statement of Financial Position
As at 30 September 2019

	Notes	Consolidated financial information		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Assets					
Current assets					
Cash and cash equivalents		754,008,201	696,811,150	619,878,602	602,362,029
Short-term investments	6	406,594,960	402,335,293	406,594,960	402,335,293
Trade and other receivables		875,657,652	1,031,883,021	978,895,581	1,021,729,872
Short-term loans to related parties	18.3	-	-	35,000,000	35,000,000
Inventories		201,824,344	161,885,684	184,851,925	161,651,927
Other current assets		7,567,782	17,610,785	4,143,009	17,202,919
Investment property classified as held-for-sale	8	-	63,125,569	-	63,125,569
Total current assets		2,245,652,939	2,373,651,502	2,229,364,077	2,303,407,609
Non-current assets					
Restricted cash	16	675,898,813	650,282,289	654,485,428	650,082,289
Investments in subsidiaries	9.2	-	-	432,149,065	262,149,065
Other long-term investments		-	-	-	-
Investment properties		34,318,650	3,161,900	15,161,900	3,161,900
Property, plant and equipment	10	2,605,719,108	2,523,839,999	2,445,488,482	2,398,717,022
Goodwill	11	178,047,715	33,494,192	5,788,900	9,189,600
Intangible assets	10	31,044,608	33,495,584	27,862,060	30,487,635
Prepaid rents		44,802,390	48,911,434	44,802,390	48,911,434
Deferred tax assets		10,568,822	8,290,078	8,914,386	7,170,806
Other non-current assets		40,906,477	40,162,527	39,878,231	40,705,429
Total non-current assets		3,621,306,583	3,341,638,003	3,674,530,842	3,450,575,180
Total assets		5,866,959,522	5,715,289,505	5,903,894,919	5,753,982,789

Director _____ Director _____

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 September 2019

	Notes	Consolidated financial information		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Liabilities and equity					
Current liabilities					
Short-term borrowings					
from financial institution		18,638,303	-	-	-
Trade and other payables		872,114,498	1,007,962,344	871,893,088	1,010,175,054
Current portion of long-term borrowings		46,512,000	46,512,000	46,512,000	46,512,000
Current income tax payable		31,360,604	30,729,078	31,360,604	30,729,078
Short-term provisions	12	-	8,087,409	-	8,087,409
Other current liabilities		58,082,165	47,892,755	57,510,153	48,964,381
Total current liabilities		1,026,707,570	1,141,183,586	1,007,275,845	1,144,467,922
Non-current liabilities					
Long-term borrowings					
from financial institution		128,524,500	163,408,500	128,524,500	163,408,500
Deferred tax liabilities		-	3,598,075	-	-
Employee benefit obligations		37,962,600	23,332,413	27,637,365	18,174,430
Deposits received	13	3,414,034,766	3,384,811,551	3,414,029,466	3,384,811,551
Other non-current liabilities		6,350,000	6,350,000	6,350,000	6,350,000
Total non-current liabilities		3,586,871,866	3,581,500,539	3,576,541,331	3,572,744,481
Total liabilities		4,613,579,436	4,722,684,125	4,583,817,176	4,717,212,403

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 September 2019

	Note	Consolidated financial information		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Liabilities and equity (Cont'd)					
Equity					
Share capital					
Authorised share capital					
Ordinary shares 518,500,000 shares of par Baht 1 each		<u>518,500,000</u>	<u>518,500,000</u>	<u>518,500,000</u>	<u>518,500,000</u>
Issued and paid-up share capital					
Ordinary shares 518,500,000 shares of fully-paid		518,500,000	518,500,000	518,500,000	518,500,000
Premium on LPG selling price		532,000,000	532,000,000	532,000,000	532,000,000
Retained earnings					
Appropriated - legal reserve		13,478,887	-	13,478,887	-
Unappropriated retained earnings (deficits)		184,474,718	(57,925,683)	256,098,856	(13,729,614)
Other components of equity	9.1	<u>135</u>	<u>-</u>	<u>-</u>	<u>-</u>
Equity attributable to owners of the parent		<u>1,248,453,740</u>	<u>992,574,317</u>	<u>1,320,077,743</u>	<u>1,036,770,386</u>
Non-controlling interests		<u>4,926,346</u>	<u>31,063</u>	<u>-</u>	<u>-</u>
Total equity		<u>1,253,380,086</u>	<u>992,605,380</u>	<u>1,320,077,743</u>	<u>1,036,770,386</u>
Total liabilities and equity		<u>5,866,959,522</u>	<u>5,715,289,505</u>	<u>5,903,894,919</u>	<u>5,753,982,789</u>

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 30 September 2019

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	30 September 2018 Baht	30 September 2019 Baht	30 September 2018 Baht
Revenue				
Revenue from sales	3,658,753,994	3,733,779,401	3,657,471,747	3,732,289,685
Revenue from services	6,408,206	8,606,120	-	-
Total revenue	3,665,162,200	3,742,385,521	3,657,471,747	3,732,289,685
Cost				
Cost of sales	#####	#####	(3,481,385,471)	(3,521,766,508)
Cost of providing services	(4,175,603)	(5,050,953)	-	-
Total costs	(3,467,111,703)	(3,527,195,974)	(3,481,385,471)	(3,521,766,508)
Gross profit	198,050,497	215,189,547	176,086,276	210,523,177
Other income	151,544,281	56,563,024	153,144,741	58,065,254
Selling expenses	(76,688,480)	(67,803,480)	(65,398,790)	(62,576,541)
Administrative expenses	(103,221,150)	(92,745,106)	(84,552,465)	(85,774,624)
Finance costs	(504,553)	(3,570,552)	(324,680)	(3,570,552)
Profit before income tax	169,180,595	107,633,433	178,955,082	116,666,714
Income tax	(32,808,963)	(18,412,974)	(33,372,648)	(20,007,821)
Net profit for the period	136,371,632	89,220,459	145,582,434	96,658,893
Other comprehensive income:	-	-	-	-
Total comprehensive income for the period	136,371,632	89,220,459	145,582,434	96,658,893

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited

Statement of Comprehensive Income (Unaudited) (Cont'd)

For the three-month period ended 30 September 2019

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	30 September 2018 Baht	30 September 2019 Baht	30 September 2018 Baht
Profit (loss) attributable to:				
Owners of the parent	136,342,737	89,220,533	145,582,434	96,658,893
Non-controlling interests	28,895	(74)	-	-
	<u>136,371,632</u>	<u>89,220,459</u>	<u>145,582,434</u>	<u>96,658,893</u>
Total comprehensive income (expense) attributable to:				
Owners of the parent	136,342,737	89,220,533	145,582,434	96,658,893
Non-controlling interests	28,895	(74)	-	-
	<u>136,371,632</u>	<u>89,220,459</u>	<u>145,582,434</u>	<u>96,658,893</u>
Earnings per share				
Basic earnings per share	<u>0.26</u>	<u>0.17</u>	<u>0.28</u>	<u>0.19</u>

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the nine-month period ended 30 September 2019

	Note	Consolidated		Separate	
		financial information		financial information	
		30 September	30 September	30 September	30 September
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Revenue					
Revenue from sales		10,589,130,649	10,963,243,564	10,574,913,974	10,958,259,520
Revenue from services		20,485,717	34,556,418	-	-
Total revenue		10,609,616,366	10,997,799,982	10,574,913,974	10,958,259,520
Cost					
Cost of sales		(10,022,509,966)	(10,360,123,934)	(10,052,184,644)	(10,359,137,955)
Cost of providing services		(13,497,058)	(24,693,800)	-	-
Total costs		(10,036,007,024)	(10,384,817,734)	(10,052,184,644)	(10,359,137,955)
Gross profit		573,609,342	612,982,248	522,729,330	599,121,565
Other income		257,603,485	178,683,747	255,733,241	173,761,441
Selling expenses		(220,519,743)	(197,105,494)	(176,834,844)	(181,974,765)
Administrative expenses		(287,437,683)	(280,070,947)	(249,178,230)	(257,539,197)
Finance costs		(4,445,014)	(10,375,530)	(3,848,270)	(10,317,722)
Profit before income tax		318,810,387	304,114,024	348,601,227	323,051,322
Income tax	14	(60,429,666)	(53,760,365)	(63,829,237)	(57,049,415)
Net profit for the period		258,380,721	250,353,659	284,771,990	266,001,907
Other comprehensive income (expense):					
<i>Item that will not be reclassified to profit or loss</i>					
Remeasurements of post - employment benefit obligations		(3,522,096)	-	(1,830,791)	-
Income tax relating to the above item		704,419	-	366,158	-
Other comprehensive expense for the period, net of tax		(2,817,677)	-	(1,464,633)	-
Total comprehensive income for the period		255,563,044	250,353,659	283,307,357	266,001,907

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2019

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	30 September 2018 Baht	30 September 2019 Baht	30 September 2018 Baht
Profit (loss) attributable to:				
Owners of the parent	258,696,965	250,353,522	284,771,990	266,001,907
Non-controlling interests	(316,244)	137	-	-
	<u>258,380,721</u>	<u>250,353,659</u>	<u>284,771,990</u>	<u>266,001,907</u>
Total comprehensive income (expense) attributable to:				
Owners of the parent	255,879,288	250,353,522	283,307,357	266,001,907
Non-controlling interests	(316,244)	137	-	-
	<u>255,563,044</u>	<u>250,353,659</u>	<u>283,307,357</u>	<u>266,001,907</u>
Earnings per share				
Basic earnings per share	<u>0.50</u>	<u>0.48</u>	<u>0.55</u>	<u>0.51</u>

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2019

Consolidated financial information									
Attributable to owners of the parent									
Notes	Issued and paid-up share capital Baht	Premium on LPG selling price Baht	Retained earnings		Other component of equity		Total owners of the parent Baht	Non-controlling interests Baht	Total equity Baht
			Legal reserve Baht	Unappropriated retained earnings (deficits) Baht	Changes in controlling interest in subsidiaries Baht				
Opening balance at 1 January 2018	518,500,000	532,000,000	-	(379,407,373)	-	671,092,627	30,720	671,123,347	
Change in equity for the period									
Total comprehensive income for the period	-	-	-	250,353,522	-	250,353,522	137	250,353,659	
Closing balance at 30 September 2018	<u>518,500,000</u>	<u>532,000,000</u>	<u>-</u>	<u>(129,053,851)</u>	<u>-</u>	<u>921,446,149</u>	<u>30,857</u>	<u>921,477,006</u>	
Opening balance at 1 January 2019									
	518,500,000	532,000,000	-	(57,925,683)	-	992,574,317	31,063	992,605,380	
Change in equity for the period									
Acquisition of subsidiaries	17	-	-	-	-	-	5,211,508	5,211,508	
Appropriation of legal reserve		-	-	13,478,887	(13,478,887)	-	-	-	
Changes in controlling interest in subsidiaries	9.1	-	-	-	-	135	135	19	
Total comprehensive income (expense) for the period		-	-	-	255,879,288	-	255,879,288	(316,244)	
Closing balance at 30 September 2019	<u>518,500,000</u>	<u>532,000,000</u>	<u>13,478,887</u>	<u>184,474,718</u>	<u>135</u>	<u>1,248,453,740</u>	<u>4,926,346</u>	<u>1,253,380,086</u>	

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2019

	Separate financial information				Total equity Baht
	Issued and paid-up share capital Baht	Premium on LPG selling price Baht	Retained earnings		
			Legal reserve Baht	Unappropriated retained earnings (deficits) Baht	
Opening balance at 1 January 2018	518,500,000	532,000,000	-	(356,229,499)	694,270,501
Change in equity for the period					
Total comprehensive income for the period	-	-	-	266,001,907	266,001,907
Closing balance at 30 September 2018	518,500,000	532,000,000	-	(90,227,592)	960,272,408
Opening balance at 1 January 2019	518,500,000	532,000,000	-	(13,729,614)	1,036,770,386
Change in equity for the period					
Appropriation of legal reserve	-	-	13,478,887	(13,478,887)	-
Total comprehensive income for the period	-	-	-	283,307,357	283,307,357
Closing balance at 30 September 2019	518,500,000	532,000,000	13,478,887	256,098,856	1,320,077,743

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Cash Flows (Unaudited)
For the nine-month period ended 30 September 2019

	Notes	Consolidated		Separate	
		financial information		financial information	
		30 September	30 September	30 September	30 September
		2019	2018	2019	2018
		Baht	Baht	Baht	Baht
Cash flows from operating activities					
Profit before income tax		318,810,387	304,114,024	348,601,227	323,051,322
Adjustments for:					
Depreciation	10	206,983,489	200,771,205	174,105,618	169,352,275
Amortisation	10	3,783,004	3,874,639	3,325,575	3,524,560
Loss from write-off of equipment	10	71,961	4,859	71,961	4,856
Loss from finance lease		8,346,130	-	1,507,338	-
Gain from disposal of equipment		(10,469,465)	(16,409,406)	(6,858,210)	(9,090,445)
Impairment loss from goodwill	11	3,400,700	-	3,400,700	-
Reversal of allowance for doubtful debts		(3,969,449)	(980,558)	(4,075,581)	(980,558)
Fair value gain on trading investments	6	(4,259,667)	(1,105,027)	(4,259,667)	(1,105,027)
Rental income from investment properties		(78,774)	(1,540,605)	(78,774)	(1,540,605)
Interest income		(5,439,960)	(5,227,785)	(6,639,881)	(7,208,882)
Finance costs		4,445,014	10,375,530	3,848,270	10,317,722
Reversal of provisions	12	(8,087,409)	(29,250,000)	(8,087,409)	(29,250,000)
Employee benefit obligations		10,235,032	2,422,596	8,255,299	1,873,421
		523,770,993	467,049,472	513,116,466	458,948,639
Changes in working capital					
- Trade and other receivables		237,994,278	91,063,726	49,367,905	93,512,954
- Inventories		(14,265,132)	5,650,694	(23,199,998)	5,527,132
- Other current assets		13,647,408	2,156,846	13,059,910	1,776,349
- Restricted cash		(4,452,391)	716,542	(4,403,139)	9,285,322
- Non-current assets classified as held-for-sale		63,125,569	-	63,125,569	-
- Reserve account for debt payment		-	56,280,201	-	56,280,201
- Prepaid rent		4,109,044	4,240,925	4,109,044	4,240,925
- Other non-current assets		544,800	(12,045,772)	827,198	(11,944,583)
- Trade and other payables		(314,040,580)	(204,952,984)	(135,763,585)	(198,312,348)
- Provisions		-	(6,310,584)	-	(6,310,584)
- Other current liabilities		9,946,695	2,349,857	8,545,772	1,997,410
- Creditors under the debt restructuring		-	(56,280,201)	-	(56,280,201)
- Deposits received		29,223,215	83,362,140	29,217,915	83,362,140
- Other non-current liabilities		-	(1,200,000)	-	(1,200,000)
- Employee benefit obligations		(1,543,705)	-	(623,156)	-
Cash generated from operating activities		548,060,194	432,080,862	517,379,901	440,883,356
<u>Less</u> Interest paid		(3,709,317)	(10,329,153)	(3,799,295)	(10,271,344)
Income tax paid		(67,293,518)	(46,184,131)	(64,575,132)	(45,920,226)
Net cash generated from operating activities		477,057,359	375,567,578	449,005,474	384,691,786

The accompanying notes form part of this interim financial information.

WP Energy Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2019

		Consolidated		Separate	
		financial information		financial information	
		30 September	30 September	30 September	30 September
		2019	2018	2019	2018
	Notes	Baht	Baht	Baht	Baht
Cash flows from investing activities					
Proceeds from disposals of					
short-term investments	6	302,707,877	-	302,707,877	-
Payments for short-term investment	6	(302,707,877)	(400,000,000)	(302,707,877)	(400,000,000)
Purchases of equipment		(240,543,084)	(188,726,103)	(236,359,635)	(184,213,485)
Cash received from rental income					
from investment properties		78,774	1,540,605	78,774	1,540,605
Borrowing cost		(5,621,888)	(1,247,915)	(5,621,888)	(1,247,915)
Purchases of intangible assets	10	(800,000)	(5,000)	(700,000)	(5,000)
Acquisition of subsidiaries,					
net of cash acquired	17	(158,806,491)	-	-	-
Payments for increase in share capital					
of a subsidiary	9.2	-	-	(170,000,000)	-
Proceeds from disposal of equipment		20,695,032	16,474,494	6,858,328	9,091,316
Interest received		4,765,855	5,900,725	6,960,884	7,948,798
Net cash used in investing activities		(380,231,802)	(566,063,194)	(398,783,537)	(566,885,681)
Cash flows from financing activities					
Proceeds from disposal of					
investment in subsidiary	9.1	154	-	-	-
Proceeds from short-term borrowings					
from financial institution		57,006,532	-	-	-
Repayments to short-term borrowings					
from financial institution		(58,360,802)	-	-	-
Proceeds from account receivables finance lease		2,418,010	-	2,178,636	-
Repayments to finance lease liabilities		(5,808,400)	(1,999,962)	-	(323,515)
Repayments to long-term borrowings		(34,884,000)	(24,346,125)	(34,884,000)	(24,346,125)
Net cash used in financing activities		(39,628,506)	(26,346,087)	(32,705,364)	(24,669,640)
Net increase (decrease) in cash and cash equivalents					
		57,197,051	(216,841,703)	17,516,573	(206,863,535)
Cash and cash equivalents at beginning					
of the period		696,811,150	833,468,554	602,362,029	699,287,742
Cash and cash equivalents at end of the period		754,008,201	616,626,851	619,878,602	492,424,207
Significant non-cash transactions					
Pavable arising from purchases of equipment		27,206,234	6,950,717	27,143,234	6,822,970

The accompanying notes form part of this interim financial information.

1 General information

WP Energy Public Company Limited ('the Company') is a public limited company which is listed on the Stock Exchange of Thailand and is incorporated and domiciled in Thailand. The address of the Company's registered office is as follows:

1 East Water Building 15th Floor, Soi Vibhavadi Rangsit 5, Vibhavadi Rangsit Road, Chom Phon Sub-district, Chatuchak District, Bangkok.

For reporting purpose, the Company and its subsidiaries are referred to as "the Group".

The principal business operations of the Group are trading of Liquefied Petroleum Gas (LPG), and transportation of oil, gas, and chemical substances.

This interim consolidated and separate financial information was authorised for issue by the Board of Directors on 11 November 2019.

This interim consolidated and separate financial information has been reviewed, not audited.

2 Basis of preparation

The interim consolidated and separated financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2018.

An English version of these interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

3 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2018. New and amended Thai Financial Reporting Standards effective on 1 January 2019, which do not have material impact to the Group.

The Group has not early adopted the new and amended Thai Financial Reporting Standards effective on 1 January 2020 and is currently assessing the impacts from these standards.

New and amended financial reporting standards that are relevant and have significant impacts to the Group

Financial reporting standards effective on 1 January 2020

Thai Financial Reporting Standard 16, Leases

TFRS 16 will result in almost all leases where the Group is a lessee being recognised on the balance sheet as the distinction between operating and finance lease is removed. An asset (the right to use the leased item) and financial liability to pay rentals are recognised, with exception on short-term and low-value leases.

4 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

5 Segments and revenue information

Management has determined for the disclosure of segment in both business and geographic segment perspective that pursuant to business activities and operating results that are regularly reviewed by Chief Operating Decision Makers for the purposes of allocating resources and assessing performance. Board of Director has responsible to make decision for strategic for the Group and assesses the performance of the operating segments based on measure of gross profit.

Geographic segments

Management considers that the Group operates in a single geographic area, namely in Thailand, and has, therefore, only one major geographic segment.

Business segments

The main business segments of the Company and its subsidiaries ("the Group") comprise:

- 1) Trading of Liquefied Petroleum Gas (LPG)
- 2) Transportation of oil, gas and chemical substances

The segments are determined pursuant to business activities and operating results that are regularly reviewed by Chief Operating Decision Makers.

Financial information classified by business segment is as follows:

	Consolidated financial information		
	For the nine-month period ended 30 September 2019		
	Trading of LPG Baht	Transportation Baht	Total Baht
Segment revenue	11,229,133,609	160,784,110	11,389,917,719
Inter-segment revenue	(640,002,960)	(140,298,393)	(780,301,353)
Revenue from external customers	10,589,130,649	20,485,717	10,609,616,366
Segment result	345,023,655	(2,797,627)	342,226,028
Related transactions			(18,970,627)
Finance costs			(4,445,014)
Profit before income tax			318,810,387
Income tax			(60,429,666)
Net profit			258,380,721
Timing of revenue recognition			
At a point in time	10,589,130,649	-	10,589,130,649
Over time	-	20,485,717	20,485,717
Total revenue	10,589,130,649	20,485,717	10,609,616,366

5 Segments and revenue information (Cont'd)

Financial information classified by business segment is as follows: (Cont'd)

	Consolidated financial information		
	For the nine-month period ended 30 September 2018		
	Trading of LPG Baht	Transportation Baht	Total Baht
Segment revenue	10,979,718,089	160,075,877	11,139,793,966
Inter-segment revenue	(16,474,525)	(125,519,459)	(141,993,984)
Revenue from external customers	10,963,243,564	34,556,418	10,997,799,982
Segment result	332,054,491	3,821,175	335,875,666
Related transactions			(21,386,112)
Finance costs			(10,375,530)
Profit before income tax			304,114,024
Income tax			(53,760,365)
Net profit			250,353,659

Revenue segment information for the nine-month period ended 30 September 2018 has been prepared in accordance with Thai Accounting Standard (TAS) no. 18, therefore, revenue segment information of the current period and prior period are not comparable.

The Group has no material change in total assets or total liabilities from the amounts disclosed in the last annual financial statements.

Information about major customer

No single customer represents a major customer because the Group has large number of customers.

6 Short-term investments

Movements of short-term investments for nine-month period ended 30 September 2019 are as follows:

	Consolidated and separate financial information
	Trading securities Baht
Opening net book value	402,335,293
Addition	302,707,877
Disposal	(302,707,877)
Change in fair value of trading securities	4,259,667
Closing net book value	406,594,960

As at 30 September 2019, short - term investments are investment in Money Market Fund. The fair value of financial instruments in level two is based on the net asset value by reference to the asset management company.

7 Trade receivables

As at 30 September 2019 and 31 December 2018, trade receivables both third and related parties, included in trade and other receivables in statement of financial position can be analysed by aging as follows:

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	31 December 2018 Baht	30 September 2019 Baht	31 December 2018 Baht
Within 3 months	822,477,589	994,285,903	936,625,471	994,283,165
3 - 6 months	404,890	4,985,077	284,306	4,881,949
6 - 12 months	6,906,949	3,200,000	6,391,429	3,200,000
Over 12 months	75,847,514	69,917,364	69,330,532	68,367,666
	905,636,942	1,072,388,344	1,012,631,738	1,070,732,780
<u>Less</u> Allowance for doubtful accounts	(77,887,218)	(73,035,359)	(69,272,476)	(72,596,977)
Total	827,749,724	999,352,985	943,359,262	998,135,803

8 Investment property classified as held-for-sale

Movement of investments property classified as held-for-sale for nine-month period ended 30 September 2019 is as follows:

	Consolidated and separate financial information
	Land Baht
Opening net book value	63,125,569
Disposal	(63,125,569)
Closing net book value	-

On 26 July 2019, the Company sold and transferred land which was an investment property classified as held-for-sale in the consolidated and separate statements of financial position, amounting to Baht 166.50 million, to individual person. The Company recognised gain on disposal amounting to Baht 103.37 million as other income in the consolidated and separate statement of income.

9 Investments in subsidiaries

9.1 Investments details

As at 30 September 2019 and 31 December 2018, investments in subsidiaries that have been significantly changed from 31 December 2018 are as follows:

Name	Country of incorporation and place of business	Nature of business	Proportion of interests indirectly held via subsidiaries		Proportion of shares held by non-controlling interests	
			30 September	31 December	30 September	31 December
			2019 %	2018 %	2019 %	2018 %
Subsidiary of WP Gas Company Limited (Subsidiary of parent company)						
Thai Gas Corporation Company Limited	Thailand	Trading of gas	79.99	-	20.01	-
Subsidiary of Thai Gas Corporation Company Limited						
Premier Carrier Company Limited	Thailand	Transportation of gas	99.99	-	0.01	-

9 Investments in subsidiaries (Cont'd)

9.1 Investments details (Cont'd)

During the first quarter of 2019, the Group invested in Thai Gas Corporation Company Limited ("TG") representing 80.00% of its interests. The Group classified this investment as investment in subsidiaries. Details of business combination is disclosed in Note 17.

Subsequently, on 27 February 2019 the Group disposed 1 share of TG representing 0.01% of its interests to individual person for a total consideration of Baht 154 and recognised gain from disposal amounting to Baht 135 as other components of equity in the consolidated statement of financial position. As a result of disposal, the Group's interests decreased from 80.00% to 79.99%.

9.2 Movements of investments in subsidiaries

Movement of investments in subsidiaries for nine-month period ended 30 September 2019 is as follows:

	Separate financial information
	Investment in cost method
	Baht
Opening net book value	262,149,065
Increase in investment	170,000,000
Closing net book value	432,149,065

On 14 February 2019, WP Gas Company Limited, a subsidiary, increased its share capital amounting to Baht 170 million by issuing 17 millions of ordinary shares, with par value of Baht 10 each. The Company subscribed all newly issued shares of WP Gas Company Limited. The aforementioned investment does not affect the shareholdings interest of the Company in WP Gas Company Limited.

10 Property, plant and equipment and intangible assets

Movements of property, plant and equipment and intangible assets for the nine-month period ended 30 September 2019 are as follows:

	Consolidated financial information		Separate financial information	
	Property, plant and equipment Baht	Intangible assets Baht	Property, plant and equipment Baht	Intangible assets Baht
Opening net book value	2,523,839,999	33,495,584	2,398,717,022	30,487,635
Acquisition of subsidiary (Note 17)	102,603,934	719,481	-	-
Additions	243,504,186	800,000	239,414,166	700,000
Write-offs, net	(71,961)	-	(71,961)	-
Disposal for finance lease, net	(15,829,782)	(187,453)	(6,465,009)	-
Disposals, net	(10,225,567)	-	(118)	-
Transfer in	38,538	-	-	-
Transfer to investment property	(31,156,750)	-	(12,000,000)	-
Depreciation and amortisation	(206,983,489)	(3,783,004)	(174,105,618)	(3,325,575)
Closing net book value	2,605,719,108	31,044,608	2,445,488,482	27,862,060

As at 30 September 2019, land, building and equipment of the Company with the carrying value of Baht 370.61 million (31 December 2018: Baht 369.58 million) have been pledged as security for borrowings.

11 Goodwill

Movement of goodwill for the nine-month period ended 30 September 2019 is as follows:

	Consolidated financial information	Separate financial information
	Baht	Baht
Opening net book value	33,494,192	9,189,600
Acquisition of subsidiaries (Note 17)	147,954,223	-
Impairment	(3,400,700)	(3,400,700)
Closing net book value	178,047,715	5,788,900

12 Short-term provisions

Movement of provisions for nine-month period ended 30 September 2019 is as follows:

	Consolidated and separate financial information
	Baht
Provisions for tax assessments	
Opening balance	8,087,409
Unused amount reversed	(8,087,409)
Closing balance	-

13 Deposits received

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	31 December 2018 Baht	30 September 2019 Baht	31 December 2018 Baht
Deposits received for small-sized gas cylinders	2,142,757,201	2,113,533,986	2,142,751,901	2,113,533,986
Provision for deposits received for small-sized gas cylinders	1,271,277,565	1,271,277,565	1,271,277,565	1,271,277,565
	3,414,034,766	3,384,811,551	3,414,029,466	3,384,811,551

Deposits received for small-sized gas cylinders

Deposits received for small-sized gas cylinders represent the deposit for small-sized gas cylinders received from the customer supporting by copies of deposit slips. The deposits received account increased according to the actual amount of deposits received from customers. It will be reversed when the customer returns the gas cylinders together with the deposit slips to the Company and the Company refunds the deposit.

Provision for deposits received for small-sized gas cylinders

Provision for deposits received for small-sized gas cylinders is recognised in corresponding to the number of gas cylinders circulating in the market as appraised by an independent appraiser. The provision is to reflect the full amount of liabilities of deposits including those without supporting slips. The management believes that such provision is recognised based on conservative and prudent principle.

14 Income tax

Income tax for nine-month period ended 30 September 2019 and 2018 are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	30 September 2018 Baht	30 September 2019 Baht	30 September 2018 Baht
Current income tax	65,602,065	57,256,110	65,206,659	56,714,093
Deferred income tax	(5,172,399)	(3,495,745)	(1,377,422)	335,322
	<u>60,429,666</u>	<u>53,760,365</u>	<u>63,829,237</u>	<u>57,049,415</u>

The interim income tax is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used is 18.95% and 18.31% (30 September 2018: 17.68% and 17.66%) for consolidated financial information and separate financial information, respectively.

15 Commitments

15.1 Capital commitments

As at 30 September 2019, the Group and the Company have commitments in respect of capital expenditure contracted but not recognised as liabilities, mainly, for constructing of gas storage tank amounting to Baht 342.46 million (31 December 2018: Baht 452.50 million).

15.2 Operating lease commitments - where the Group is the lessee

The Group has non-cancellable operating leases, which are service agreements relating to storage tank areas for Liquefied Petroleum Gas (LPG) to reserve LPG according to the Department of Energy Business, land, office buildings, office equipment and vehicles.

The future aggregate minimum lease payments under non-cancellable operating leases (excluding Value Added Tax) are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	31 December 2018 Baht	30 September 2019 Baht	31 December 2018 Baht
Within 1 year	55,047,919	64,487,829	54,475,643	67,065,167
Later than 1 year but not later than 5 years	125,674,627	96,759,029	117,401,056	96,269,462
Over 5 years	76,736,199	90,276,964	76,736,199	90,276,964
Total	<u>257,458,745</u>	<u>251,523,822</u>	<u>248,612,898</u>	<u>253,611,593</u>

16 Contingent liabilities

Bank guarantees

As at 30 September 2019, there are outstanding bank guarantees given on behalf of the Company to the third parties in respect of purchases of gas and use of electricity amounting to Baht 1,075.82 million (31 December 2018: Baht 1,079.42 million). Bank deposits amounting to Baht 645.15 million (31 December 2018: Baht 640.85 million), land and machinery amounting to Baht 193.60 million and Baht 130.00 million, respectively, are pledged as collateral for the bank guarantees.

There are also outstanding bank guarantees given on behalf of the Group to the third parties in respect of the normal course of business amounting to Baht 0.66 million (31 December 2018: Baht 0.20 million). Bank deposits amounting to Baht 0.66 million (31 December 2018: Baht 0.20 million) is pledged as collateral for the bank guarantees.

In addition, the Group and the Company pledge bank deposits amounting to Baht 20.76 million and Baht 9.33 million, respectively (31 December 2018: Baht 9.23 million for both the Group and the Company) as collateral for borrowing from financial institutions.

17 Business combination

On 27 February 2019, WP Gas Company Limited, a subsidiary of the Company, has acquired 1,094,400 shares of Thai Gas Corporation Company Limited, for a total consideration of Baht 168.80 million. The investment represents 80.00% of its interests.

The consideration paid for Thai Gas Corporation Company Limited, and the amounts of the assets acquired and liabilities assumed recognised on 27 February 2019, an acquisition date are as follows:

	Baht
Cash	168,800,256
Total consideration	168,800,256
Acquisition-related costs (included in administrative expenses in the profit or loss for the period ended 30 September 2019)	392,000
Recognised amounts of identifiable assets acquired and liabilities assumed	
Cash and cash equivalents	9,993,765
Trade and other receivables	70,434,061
Inventories	25,673,528
Other current assets	2,758,162
Restricted cash	21,164,133
Property, plant and equipment	102,603,934
Intangible assets	719,481
Other non-current assets	1,288,751
Trade and other payables	(180,117,822)
Short-term borrowings from financial institutions	(19,992,573)
Current portion of finance lease liabilities	(5,808,400)
Other current liabilities	(242,715)
Employee benefit obligations	(2,416,764)
Total identifiable net assets	26,057,541
<u>Less</u> Non-controlling interest	(5,211,508)
Total identifiable net assets of the Group	20,846,033
Goodwill (Note 11)	147,954,223

Net assets from acquisition of investment in Thai Gas Corporation Company Limited are stated at the carrying value on the date of acquisition. The Group is in the process of appraising the fair value of tangible and intangible assets and liabilities and the adjustments to fair value will be made upon the completion of the appraisal. The difference between carrying value and fair value will be adjusted with goodwill.

18 Related-party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related-party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company's major shareholders are Poompanmoung family, Mr. Aiyawatt Srivaddhanaprabha, Mr. Chatchaval Jiaravanon and Mr. Paisal Panichavong which own 31.11%, 16.39%, 7.20% and 4.67% of the Company's paid-up share capital, respectively.

Relationships with related parties:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Eagle Intertrans Company Limited ("EAGLE")	Thailand	Subsidiary of the Company, 99.99% shareholding
WP Gas Company Limited ("WPG")	Thailand	Subsidiary of the Company, 99.99% shareholding
Logistic Enterprise Company Limited	Thailand	Subsidiary of EAGLE, 99.98% shareholding
WP Solutions Company Limited ("WPS")	Thailand	Subsidiary of the Company, 99.99% shareholding
WP Sollar Company Limited	Thailand	Subsidiary of WPS, 99.99% shareholding
Thai Gas Corporation Company Limited ("TG")	Thailand	Subsidiary of WPG, 79.99% shareholding
Premier Carrier Company Limited	Thailand	Subsidiary of TG, 99.99% shareholding
Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group

18.1 Transactions with related parties

Transactions with related parties for the nine-month period ended 30 September 2019 and 2018 are as follows:

	Separate financial information	
	30 September 2019 Baht	30 September 2018 Baht
Sales of goods and services		
Subsidiaries	597,263,308	16,474,526
Other income		
Subsidiaries	5,454,059	3,793,184
Interest income		
Subsidiaries	1,623,041	2,221,397
Purchases of goods and services		
Subsidiaries	166,024,593	118,228,645
Rental expense		
Subsidiaries	7,041,768	7,290,814

18 Related-party transactions (Cont'd)

18.2 Outstanding balances arising from sales and purchases of goods and services

The outstanding balances at the end of reporting period in relation to transactions with related parties are as follows:

	Separate financial information	
	30 September 2019 Baht	31 December 2018 Baht
Trade and other receivables		
Subsidiaries	157,806,679	3,051,950
Other non-current assets		
Subsidiaries	1,263,600	-
Trade and other payables		
Subsidiaries	16,336,674	12,486,922
Accrued expenses		
Subsidiaries	196,802	2,980,851
Other current liabilities		
Subsidiaries	572,289	-

18.3 Short-term loans to related parties

	Separate financial information	
	30 September 2019 Baht	31 December 2018 Baht
Short-term loans to related parties:		
Subsidiaries	35,000,000	35,000,000

Short-term loans to related parties are promissory notes denominated in Thai Baht issued by WP Gas Company Limited. The promissory notes are due within one year and bear interest rate of MLR per annum. Such loans have no movements for the periods.

18.4 Key management compensation

The compensation paid or payable to key management are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2019 Baht	30 September 2018 Baht	30 September 2019 Baht	30 September 2018 Baht
Salaries and other short-term employee benefits	21,752,579	17,697,484	15,501,785	14,707,018
Post-employment benefits	519,267	252,155	355,335	199,040
	<u>22,271,846</u>	<u>17,949,639</u>	<u>15,857,120</u>	<u>14,906,058</u>

19 Litigations

The litigations disclosed in the annual financial statements for the year ended 31 December 2018 have no progress except the following cases:

- 19.1 In 2017, a construction company who constructs gas storage and distribution at Chachoengsao province has sued the Company as defendants in a Civil Court to claim for compensation and damages amounting to Baht 13.50 million, for construction work performed by the contractor which the Company has ordered to postpone the construction temporarily. In November 2018, the Primary Court ordered the Company to pay the compensation with interest amounting to Baht 15.58 million. The Company made a payment for such compensation on 28 February 2019. Therefore, this case is closed.
- 19.2 In 2018, the Company has been sued and claimed for damages by an individual for lack of reasonable care as a professional LPG distributors. This caused the plaintiff severe burns. The plaintiff has requested the Civil Court to order the Company to pay the compensation for damages amounting to Baht 1.18 million. In June 2019, prosecutor dismissed the related criminal case. Therefore, the Company filled a pleading to the Court to dismiss the civil case the Company being sued. The case is currently under the court's proceedings. However, the management of the Company does not anticipate for any loss in respect of such litigation case, hence the contingent liability has not yet been provided.
- 19.3 In 2018, a construction company who constructs gas storage and distribution at Nakhornsawan province has sued the Company as defendants in a Civil Court to claim for compensation and damages amounting to Baht 9.92 million, for construction work performed by the contractor and the Company has ordered to postpone the construction temporarily and is reviewing the construction works performed. In June 2019, the Primary Court ordered the Company to pay the compensation with interest amounting to Baht 9.92 million. Subsequently, the Company filed an appeal to the Appeal Court and this case is currently under the Appeal Court's proceedings. However, the management of the Company does not anticipate for any loss in respect of such litigation case, hence the contingent liability has not yet been provided.

20 Events occurring after the reporting date

At the Board of Directors Meeting no. 10/2019 on 24 October 2019, the meeting approved the following:

- 20.1 The Company to invest in all newly issued shares of WP Gas Company Limited, a subsidiary of the Company, by investing in 3 million ordinary shares of a par value of Baht 10 per share, totalling Baht 30 million. There is no effect to the shareholding interest in WP Gas Company Limited after share subscription.
- 20.2 The Company to invest in all newly issued shares of WP Solutions Company Limited, a subsidiary of the Company, by investing in 0.2 million ordinary shares of a par value of Baht 10 per share, totalling Baht 2 million. There is no effect to the shareholding interest in WP Solutions Company Limited after share subscription.
- 20.3 WP Solutions Company Limited to invest in all newly issued shares of WP Sollar Company Limited, a subsidiary of WP Solutions Company Limited, by investing in 0.1 million ordinary shares of a par value of Baht 10 per share, totalling Baht 1 million. There is no effect to the shareholding interest of WP Solutions Company Limited in WP Sollar Company Limited after share subscription.