

WP ENERGY PUBLIC COMPANY LIMITED

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

30 SEPTEMBER 2020

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 2020, the related consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, 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 these 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 financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Emphasis of matter

I draw attention to note 4 of the interim financial information, which describes the accounting policies in relation to adopting the temporary exemptions announced by the Federation of Accounting Professions to relieve the impact from COVID-19 for the reporting periods ending between 1 January 2020 and 31 December 2020. My conclusion is not modified in respect to this matter.

PricewaterhouseCoopers ABAS Ltd.

Tithinun Vankeo

Certified Public Accountant (Thailand) No. 9432

Bangkok

12 November 2020

WP Energy Public Company Limited
Statement of Financial Position
As at 30 September 2020

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2020	2019	2020	2019
		Baht	Baht	Baht	Baht
Assets					
Current assets					
Cash and cash equivalents		734,405,811	663,488,781	544,391,836	525,605,588
Financial assets measured at fair value					
through profit or loss	8	159,347,663	-	159,347,663	-
Short-term investments		-	407,794,849	-	407,794,849
Trade and other receivables		844,047,888	939,713,165	954,614,937	1,037,607,272
Short-term loans to related parties	24.3	-	-	-	35,000,000
Inventories		282,011,778	201,482,108	270,961,954	189,055,487
Other current assets		12,151,742	9,778,268	8,209,333	6,768,326
Total current assets		2,031,964,882	2,222,257,171	1,937,525,723	2,201,831,522
Non-current assets					
Restricted cash	22	309,443,178	667,378,876	296,086,678	655,221,876
Investments in subsidiaries	10	-	-	482,149,065	432,149,065
Long-term loans to related parties	24.4	-	-	26,020,000	-
Investment properties	11	84,418,865	47,253,379	65,262,115	28,096,629
Property, plant and equipment	12	2,930,598,148	2,750,785,226	2,701,206,053	2,519,352,365
Right-of-use assets	13	442,194,436	-	407,678,501	-
Goodwill	14	279,385,519	121,857,198	163,634,823	6,106,502
Intangible assets	12	71,788,386	50,521,422	28,686,627	29,634,043
Prepaid rents		-	43,417,658	-	43,417,658
Deferred tax assets		11,280,343	10,788,052	9,121,360	9,133,617
Other non-current assets		62,855,833	134,730,301	59,891,808	133,537,837
Total non-current assets		4,191,964,708	3,826,732,112	4,239,737,030	3,856,649,592
Total assets		6,223,929,590	6,048,989,283	6,177,262,753	6,058,481,114

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 2020

	Consolidated		Separate	
	financial information		financial information	
	Unaudited	Audited	Unaudited	Audited
	30 September	31 December	30 September	31 December
	2020	2019	2020	2019
Notes	Baht	Baht	Baht	Baht
Liabilities and equity				
Current liabilities				
Short-term borrowings from financial institutions	20,000,000	20,000,000	-	-
Trade and other payables	784,456,229	989,584,840	781,007,866	991,498,210
Current portion of long-term borrowings from financial institutions	46,512,000	46,512,000	46,512,000	46,512,000
Current income tax payable	13,117,388	37,389,102	13,117,388	37,210,731
Current portion of lease liabilities	15 43,220,074	-	35,091,778	-
Other current liabilities	54,192,415	60,314,004	53,499,865	59,326,628
Total current liabilities	961,498,106	1,153,799,946	929,228,897	1,134,547,569
Non-current liabilities				
Long-term borrowings from financial institutions	82,012,500	116,896,500	82,012,500	116,896,500
Lease liabilities	15 379,723,579	-	347,111,472	-
Employee benefit obligations	43,688,148	41,363,046	32,172,298	31,354,001
Deposits received	16 3,479,850,727	3,416,288,896	3,478,762,653	3,416,210,251
Deferred tax liabilities	16,182,027	17,465,001	-	-
Other non-current liabilities	13,432,156	8,114,421	13,432,156	8,114,421
Total non-current liabilities	4,014,889,137	3,600,127,864	3,953,491,079	3,572,575,173
Total liabilities	4,976,387,243	4,753,927,810	4,882,719,976	4,707,122,742
Equity				
Share capital				
Authorised share capital				
Ordinary shares 518,500,000 shares of par Baht 1 each	518,500,000	518,500,000	518,500,000	518,500,000
Issued and paid-up share capital				
Ordinary shares 518,500,000 shares of paid-up Baht 1 each	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	21,062,103	15,042,919	21,062,103	15,042,919
Unappropriated retained earnings	197,013,799	211,579,388	270,762,548	285,815,453
Treasury shares	(47,781,874)	-	(47,781,874)	-
Other components of equity	135	135	-	-
Equity attributable to owners of the parent	1,220,794,163	1,277,122,442	1,294,542,777	1,351,358,372
Non-controlling interests	26,748,184	17,939,031	-	-
Total equity	1,247,542,347	1,295,061,473	1,294,542,777	1,351,358,372
Total liabilities and equity	6,223,929,590	6,048,989,283	6,177,262,753	6,058,481,114

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 2020

	Consolidated		Separate	
	financial information		financial information	
	30 September	30 September	30 September	30 September
	2020	2019	2020	2019
	Baht	Baht	Baht	Baht
Revenue				
Revenue from sales	3,005,410,473	3,658,753,994	2,983,101,848	3,657,471,747
Revenue from services	5,234,040	6,408,206	-	-
Total revenue	3,010,644,513	3,665,162,200	2,983,101,848	3,657,471,747
Cost				
Cost of sales	(2,829,102,574)	(3,462,936,100)	(2,827,272,493)	(3,481,385,471)
Cost of providing services	(1,680,061)	(4,175,603)	-	-
Total costs	(2,830,782,635)	(3,467,111,703)	(2,827,272,493)	(3,481,385,471)
Gross profit	179,861,878	198,050,497	155,829,355	176,086,276
Other income	50,680,983	151,544,281	51,782,194	153,144,741
Selling expenses	(63,092,975)	(76,688,480)	(58,373,476)	(65,398,790)
Administrative expenses	(85,172,516)	(103,221,150)	(70,788,253)	(84,552,465)
Finance costs	(5,192,967)	(504,553)	(4,381,107)	(324,680)
Profit before income tax	77,084,403	169,180,595	74,068,713	178,955,082
Income tax	(14,209,928)	(32,808,963)	(14,558,547)	(33,372,648)
Net profit for the period	62,874,475	136,371,632	59,510,166	145,582,434
Other comprehensive income:	-	-	-	-
Total comprehensive income for the period	62,874,475	136,371,632	59,510,166	145,582,434

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 2020

	Note	Consolidated		Separate	
		financial information		financial information	
		30 September 2020 Baht	30 September 2019 Baht	30 September 2020 Baht	30 September 2019 Baht
Profit attributable to:					
Owners of the parent		62,798,641	136,342,737	59,510,166	145,582,434
Non-controlling interests		75,834	28,895	-	-
		<u>62,874,475</u>	<u>136,371,632</u>	<u>59,510,166</u>	<u>145,582,434</u>
Total comprehensive income					
attributable to:					
Owners of the parent		62,798,641	136,342,737	59,510,166	145,582,434
Non-controlling interests		75,834	28,895	-	-
		<u>62,874,475</u>	<u>136,371,632</u>	<u>59,510,166</u>	<u>145,582,434</u>
Earnings per share					
Basic earnings per share	20	<u>0.12</u>	<u>0.26</u>	<u>0.12</u>	<u>0.28</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 2020

	Consolidated		Separate	
	financial information		financial information	
	30 September	30 September	30 September	30 September
	2020	2019	2020	2019
Note	Baht	Baht	Baht	Baht
Revenue				
Revenue from sales	8,919,714,239	10,589,130,649	8,884,774,856	10,574,913,974
Revenue from services	15,830,666	20,485,717	-	-
Total revenue	8,935,544,905	10,609,616,366	8,884,774,856	10,574,913,974
Cost				
Cost of sales	(8,466,703,034)	(10,022,509,966)	(8,483,288,600)	(10,052,184,644)
Cost of providing services	(6,592,406)	(13,497,058)	-	-
Total costs	(8,473,295,440)	(10,036,007,024)	(8,483,288,600)	(10,052,184,644)
Gross profit	462,249,465	573,609,342	401,486,256	522,729,330
Other income	139,509,259	257,603,485	143,795,287	255,733,241
Selling expenses	(181,280,360)	(220,519,743)	(167,986,398)	(176,834,844)
Administrative expenses	(257,859,054)	(287,437,683)	(214,797,460)	(249,178,230)
Finance costs	(15,594,860)	(4,445,014)	(14,066,781)	(3,848,270)
Profit before income tax	147,024,450	318,810,387	148,430,904	348,601,227
Income tax	17 (26,594,417)	(60,429,666)	(28,047,240)	(63,829,237)
Net profit for the period	120,430,033	258,380,721	120,383,664	284,771,990
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 on items that will not be reclassified	-	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	120,430,033	255,563,044	120,383,664	283,307,357

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 2020

	Note	Consolidated		Separate	
		financial information		financial information	
		30 September 2020 Baht	30 September 2019 Baht	30 September 2020 Baht	30 September 2019 Baht
Profit (loss) attributable to:					
Owners of the parent		120,870,980	258,696,965	120,383,664	284,771,990
Non-controlling interests		(440,947)	(316,244)	-	-
		<u>120,430,033</u>	<u>258,380,721</u>	<u>120,383,664</u>	<u>284,771,990</u>
Total comprehensive income (expense)					
attributable to:					
Owners of the parent		120,870,980	255,879,288	120,383,664	283,307,357
Non-controlling interests		(440,947)	(316,244)	-	-
		<u>120,430,033</u>	<u>255,563,044</u>	<u>120,383,664</u>	<u>283,307,357</u>
Earnings per share					
Basic earnings per share	20	<u>0.24</u>	<u>0.50</u>	<u>0.23</u>	<u>0.55</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 2020

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		Treasury shares Baht	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 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		-	-	-	-	-	-	-	5,211,508	5,211,508
Appropriation of legal reserve		-	-	13,478,887	(13,478,887)	-	-	-	-	-
Changes in controlling interest in subsidiaries		-	-	-	-	-	135	135	19	154
Total comprehensive income (expense) for the period		-	-	-	255,879,288	-	-	255,879,288	(316,244)	255,563,044
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>-</u>	<u>135</u>	<u>1,248,453,740</u>	<u>4,926,346</u>	<u>1,253,380,086</u>
Opening balance at 1 January 2020		518,500,000	532,000,000	15,042,919	211,579,388	-	135	1,277,122,442	17,939,031	1,295,061,473
Change in equity for the period										
Establishment of a subsidiary		-	-	-	-	-	-	-	9,250,100	9,250,100
Appropriation of legal reserve		-	-	6,019,184	(6,019,184)	-	-	-	-	-
Dividends	19	-	-	-	(129,417,385)	-	-	(129,417,385)	-	(129,417,385)
Acquisition of treasury shares	18	-	-	-	-	(47,781,874)	-	(47,781,874)	-	(47,781,874)
Total comprehensive income (expense) for the period		-	-	-	120,870,980	-	-	120,870,980	(440,947)	120,430,033
Closing balance at 30 September 2020		<u>518,500,000</u>	<u>532,000,000</u>	<u>21,062,103</u>	<u>197,013,799</u>	<u>(47,781,874)</u>	<u>135</u>	<u>1,220,794,163</u>	<u>26,748,184</u>	<u>1,247,542,347</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 2020

	Separate financial information						
	Notes	Issued and paid-up share capital Baht	Premium on LPG selling price Baht	Retained earnings		Treasury shares Baht	Total equity Baht
				Legal reserve Baht	Unappropriated retained earnings (deficits) Baht		
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		<u>518,500,000</u>	<u>532,000,000</u>	<u>13,478,887</u>	<u>256,098,856</u>	<u>-</u>	<u>1,320,077,743</u>
Opening balance at 1 January 2020		518,500,000	532,000,000	15,042,919	285,815,453	-	1,351,358,372
Change in equity for the period							
Appropriation of legal reserve		-	-	6,019,184	(6,019,184)	-	-
Dividends	19	-	-	-	(129,417,385)	-	(129,417,385)
Acquisition of treasury shares	18	-	-	-	-	(47,781,874)	(47,781,874)
Total comprehensive income for the period		-	-	-	120,383,664	-	120,383,664
Closing balance at 30 September 2020		<u>518,500,000</u>	<u>532,000,000</u>	<u>21,062,103</u>	<u>270,762,548</u>	<u>(47,781,874)</u>	<u>1,294,542,777</u>

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 2020

	Notes	Consolidated financial information		Separate financial information	
		30 September 2020	30 September 2019	30 September 2020	30 September 2019
		Baht	Baht	Baht	Baht
Cash flows from operating activities					
Profit before income tax		147,024,450	318,810,387	148,430,904	348,601,227
Adjustments for:					
Depreciation	11,12	196,516,142	206,983,489	180,641,138	174,105,618
Amortisation of intangible assets and right-of-use assets	12,13	50,826,269	3,783,004	47,464,388	3,325,575
Loss from write-off of equipment	12	7,742,345	71,961	-	71,961
Loss from write-off of right-of-use assets	13	5,834,736	-	5,834,736	-
(Gain) loss from sale of assets from finance lease		(587,468)	8,346,130	(587,468)	1,507,338
Gain from bargaining purchase	23	(515,024)	-	(515,024)	-
Gain from disposal of equipment		(10,494,724)	(10,469,465)	(9,773,493)	(6,858,210)
Impairment loss from goodwill		-	3,400,700	-	3,400,700
Reversal of expected credit loss		(1,268,167)	(3,969,449)	(3,373,316)	(4,075,581)
Fair value gain on trading investments		-	(4,259,667)	-	(4,259,667)
Fair value gain on financial assets measured through profit or loss	8	(1,552,814)	-	(1,552,814)	-
Rental income from investment properties		(5,568,404)	(78,774)	(5,243,935)	(78,774)
Interest income		(4,834,482)	(5,439,960)	(5,350,734)	(6,639,881)
Finance costs		15,594,860	4,445,014	14,066,781	3,848,270
Reversal of provisions		-	(8,087,409)	-	(8,087,409)
Employee benefit obligations		5,316,557	10,235,032	2,683,694	8,255,299
		404,034,276	523,770,993	372,724,857	513,116,466
Changes in working capital					
- Trade and other receivables		18,444,072	240,412,288	8,379,775	51,546,541
- Inventories		(80,529,670)	(14,265,132)	(81,906,467)	(23,199,998)
- Other current assets		(2,373,474)	13,647,408	(1,441,007)	13,059,910
- Restricted cash		357,935,698	(4,452,391)	359,135,198	(4,403,139)
- Non-current assets classified as held-for-sale		-	63,125,569	-	63,125,569
- Prepaid rent		-	4,109,044	-	4,109,044
- Other non-current assets		71,874,468	544,800	73,646,029	827,198
- Trade and other payables		(214,921,530)	(314,040,580)	(220,424,574)	(135,763,585)
- Other current liabilities		(6,121,589)	9,946,695	(5,826,763)	8,545,772
- Deposits received		63,561,831	29,223,215	62,552,402	29,217,915
- Other non-current liabilities		5,317,735	-	5,317,735	-
- Employee benefit obligations		(2,991,455)	(1,543,705)	(1,865,397)	(623,156)
Cash generated from operating activities		614,230,362	550,478,204	570,291,788	519,558,537
<u>Less</u> Interest paid		(1,422,023)	(3,709,317)	(783,657)	(3,799,295)
Income tax paid		(52,041,800)	(67,293,518)	(52,128,326)	(64,575,132)
Net cash generated from operating activities		560,766,539	479,475,369	517,379,805	451,184,110

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 2020

	Notes	Consolidated financial information		Separate financial information	
		30 September 2020	30 September 2019	30 September 2020	30 September 2019
		Baht	Baht	Baht	Baht
Cash flows from investing activities					
Proceeds from disposals of financial assets					
measured at fair value through profit or loss	8	280,000,000	-	280,000,000	-
Payments for financial assets measured at fair value					
through profit or loss	8	(30,000,000)	-	(30,000,000)	-
Proceeds from disposals of short-term investments		-	302,707,877	-	302,707,877
Payments for short-term investment		-	(302,707,877)	-	(302,707,877)
Purchases of equipment		(341,982,903)	(240,543,084)	(327,259,720)	(236,359,635)
Cash received from rental income from investment properties		5,568,404	78,774	5,243,935	78,774
Proceed from repayments of short-term loan to related parties	24.3	-	-	35,000,000	-
Payment for long-term loan to related parties	24.4	-	-	(26,020,000)	-
Borrowing cost		(5,590,596)	(5,621,888)	(5,590,596)	(5,621,888)
Purchases of intangible assets		(19,813,576)	(800,000)	(2,328,749)	(700,000)
Acquisition of subsidiaries, net of cash acquired		-	(158,806,491)	-	-
Payments for increase in share capital of a subsidiary	10	-	-	(50,000,000)	(170,000,000)
Payments for purchase in filling plants and gas shop	23	(140,600,000)	-	(140,600,000)	-
Proceeds from disposal of equipment		10,867,248	20,695,032	10,113,324	6,858,328
Interest received		6,093,178	4,765,855	6,705,529	6,960,884
Net cash used in investing activities		<u>(235,458,245)</u>	<u>(380,231,802)</u>	<u>(244,736,277)</u>	<u>(398,783,537)</u>
Cash flows from financing activities					
Payment on lease liabilities	15	(42,308,105)	(5,808,400)	(41,774,021)	-
Proceeds from disposal of investment in subsidiary		-	154	-	-
Proceeds from non-controlling interests in subsidiary		100	-	-	-
Proceeds from short-term borrowings from financial institution		20,000,000	57,006,532	-	-
Repayments to short-term borrowings from financial institution		(20,000,000)	(58,360,802)	-	-
Repayments to long-term borrowings		(34,884,000)	(34,884,000)	(34,884,000)	(34,884,000)
Dividends paid	19	(129,417,385)	-	(129,417,385)	-
Payments for treasury share	18	(47,781,874)	-	(47,781,874)	-
Net cash used in financing activities		<u>(254,391,264)</u>	<u>(42,046,516)</u>	<u>(253,857,280)</u>	<u>(34,884,000)</u>
Net increase in cash and cash equivalents		70,917,030	57,197,051	18,786,248	17,516,573
Cash and cash equivalents at beginning of the period		<u>663,488,781</u>	<u>696,811,150</u>	<u>525,605,588</u>	<u>602,362,029</u>
Cash and cash equivalents at end of the period		<u>734,405,811</u>	<u>754,008,201</u>	<u>544,391,836</u>	<u>619,878,602</u>
Significant non-cash transactions					
Payable arising from purchases of equipment		72,627,474	27,206,234	72,613,474	27,143,234
Payable arising from purchases of intangible assets		258,750	-	258,750	-
Increase in non-controlling interests in subsidiary					
in exchange of property, plant and equipment		500,000	-	-	-
Increase in non-controlling interests in subsidiary					
in exchange of intangible assets		8,750,000	-	-	-

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 12 November 2020.

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

2 Significant events during the current period

In early 2020, there was an outbreak of Coronavirus Disease 2019 ("COVID-19 outbreak"). During March to May 2020, Thai Government has announced to close department stores, restaurants and hotels which are the main customer group of the Group in order to prevent COVID-19 outbreak. The closure of those businesses has affected the demand in LPG Gas usage to decrease.

However, since May 2020 Thai Government has announced to relieve the closure and allow those businesses to operate normally which make the demand in LPG Gas usage to increase when compared to the demand in early 2020.

The Group is now paying close attention to the development of the COVID-19 outbreak and contriving a way to deal with the issue. Currently, the Group still has enough sufficient cash, working capital and liquidity to continue operating the business.

3 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 2019.

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.

4 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 2019, except for the following:

- 1) adoption of the new financial reporting standards together with application of the relevant relief measures as described in Note 5; and
- 2) the following application of the temporary exemption guidance to relieve the impact from COVID-19 (temporary measures to relieve the impact from COVID-19) announced by the Federation of Accounting Professions (TFAC) for the accounting periods ending between 1 January 2020 and 31 December 2020.

Reversal of deferred tax assets

The Group has chosen to exclude information related to COVID-19 which causes uncertainty in considering sufficiency of future taxable profit for the purpose of assessing the utilisation of deductible temporary differences. Instead, the Group writes down the carrying amount of the deferred tax assets when it is not probable that the future taxable profit will be available for utilising the deductible temporary differences.

Impairment of assets

The Group has chosen to exclude information related to COVID-19 as an indication of assets' impairment.

For goodwill, intangible assets with indefinite useful life and intangible assets that are not ready for intended use or sale that the Group has to test for impairment annually, the Group has chosen not to include information related to COVID-19 that potentially affect financial projections to consider in the assets' impairment testing.

Fair value measurements of investment properties

The Group has chosen not to take into account the information related to COVID-19 in financial projections for the purpose of fair value in investment properties. As of 30 September 2020, the fair value of those assets was Baht 94.27 million.

Assessment of provisions and contingent liabilities

The Group has chosen to exclude COVID-19 situation as a past event that has resulted in a present obligation in assessing the Group's provisions and contingent liabilities.

5 Adoption of new financial reporting standards and changes in accounting policies

The new Thai Financial Reporting Standards effective on 1 January 2020 do not have material impact to the Group, except leases standard (IFRS 16) and classification of financial assets relating to financial instruments standards (IAS 32 and IFRS 9).

The Group has adopted financial reporting standards relating to leases standard (IFRS 16) retrospectively from 1 January 2020 but has not restated comparatives for the 2019 reporting period, as permitted in the standards. The reclassifications and adjustments arising from the new requirements are therefore recognised in the opening statement of financial position on 1 January 2020.

5 Adoption of new financial reporting standards and changes in accounting policies (Cont'd)

The following tables show the adjustments made to the amounts recognised in each line item in the statement of financial position upon adoption of the financial reporting standards relate to financial instruments (TAS 32 and TFRS 9) and leases standard (TFRS 16):

	Consolidated financial information			As at 1 January 2020 Restated Baht
	As at 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	
Assets				
Current assets				
Financial assets measured at fair value through profit or loss	-	407,794,849	-	407,794,849
Short-term investments	407,794,849	(407,794,849)	-	-
Trade and other receivables	939,713,165	-	(2,037,431)	937,675,734
Total current assets	1,347,508,014	-	(2,037,431)	1,345,470,583
Non-current assets				
Right-of-use assets	-	-	475,100,078	475,100,078
Prepaid rent	43,417,658	-	(43,417,658)	-
Total non-current assets	43,417,658	-	431,682,420	475,100,078
Total assets	1,390,925,672	-	429,644,989	1,820,570,661
Liabilities and equity				
Current liabilities				
Trade and other payables	989,584,840	-	(6,456,004)	983,128,836
Current portion of lease liabilities	-	-	35,286,693	35,286,693
Total current liabilities	989,584,840	-	28,830,689	1,018,415,529
Non-current liabilities				
Lease liabilities	-	-	400,814,300	400,814,300
Total non-current liabilities	-	-	400,814,300	400,814,300
Total liabilities	989,584,840	-	429,644,989	1,419,229,829

5 Adoption of new financial reporting standards and changes in accounting policies (Cont'd)

The following tables show the adjustments made to the amounts recognised in each line item in the statement of financial position upon adoption of the financial reporting standards relate to financial instruments (TAS 32 and TFRS 9) and leases standard (TFRS 16): (Cont'd)

	Separate financial information			
	As at 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	As at 1 January 2020 Restated Baht
Assets				
Current assets				
Financial assets measured at fair value through profit or loss	-	407,794,849	-	407,794,849
Short-term investments	407,794,849	(407,794,849)	-	-
Trade and other receivables	1,037,607,272	-	(2,037,431)	1,035,569,841
Total current assets	1,445,402,121	-	(2,037,431)	1,443,364,690
Non-current assets				
Right-of-use assets	-	-	452,542,831	452,542,831
Prepaid rent	43,417,658	-	(43,417,658)	-
Total non-current assets	43,417,658	-	409,125,173	452,542,831
Total assets	1,488,819,779	-	407,087,742	1,895,907,521
Liabilities and equity				
Current liabilities				
Current portion of lease liabilities	-	-	33,049,384	33,049,384
Total current liabilities	-	-	33,049,384	33,049,384
Non-current liabilities				
Lease liabilities	-	-	374,038,358	374,038,358
Total non-current liabilities	-	-	374,038,358	374,038,358
Total liabilities	-	-	407,087,742	407,087,742

On adoption of TFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of TAS 17 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as of 1 January 2020. The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 January 2020 was 4.88% - 5.38%.

For leases previously classified as finance leases the Group recognised the carrying amount of the lease asset and lease liability immediately before transition as the carrying amount of the right of use asset and the lease liability at the date of initial application. The measurement principles of TFRS 16 are only applied after that date.

	Consolidated financial information Baht	Separate financial information Baht
Operating lease commitments disclosed as at 31 December 2019	514,582,045	490,612,049
<u>Less:</u> Discounted using the lessee's incremental borrowing rate of at the date of initial application	(109,918,820)	(110,312,365)
<u>Add:</u> Adjustments as a result of a different treatment of extension option	31,437,768	26,788,058
Lease liability recognised as at 1 January 2020	436,100,993	407,087,742
Current portion of lease liabilities	35,286,693	33,049,384
Non-current portion of lease liabilities	400,814,300	374,038,358

5 Adoption of new financial reporting standards and changes in accounting policies (Cont'd)

Right-of use assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position as at 31 December 2019. There were no onerous lease contracts that would have required an adjustment to the right-of-use assets at the date of initial application.

The recognised right-of-use assets relate to the following types of assets:

	Consolidated financial information		Separate financial information	
	30 September 2020 Baht	1 January 2020 Baht	30 September 2020 Baht	1 January 2020 Baht
Properties	412,195,367	447,174,272	381,447,829	419,764,669
Equipment	14,872,254	17,068,873	12,521,590	14,143,871
Motor vehicles	15,126,815	10,856,933	13,709,082	18,634,291
Total right-of-use assets	442,194,436	475,100,078	407,678,501	452,542,831

Practical expedients applied

In applying TFRS 16 for the first time, the group has used the following practical expedients permitted by the standard:

- the use of a single discount rate to a portfolio of leases with reasonably similar characteristics
- reliance on previous assessments on whether leases are onerous
- the exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application
- the use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease, and
- elect not to reassess whether a contract is, or contains a lease as defined under TFRS 16 at the date of initial application but relied on its assessment made applying TAS 17 and TFRIC 4 Determining whether an arrangement contains a Lease.

Changes in accounting policies from adoption of the financial reporting standards related to financial instruments and leases

Financial Instruments (TFRS 9)

Investments and other financial assets

Classification and measurements

From 1 January 2020, the Group classifies its financial assets as follows:

- those to be measured subsequently at fair value either through profit or loss (FVPL) or through other comprehensive income (FVOCI)
- those to be measured at amortised cost

The Group initially recognises a financial asset on trade date at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset, except financial assets that are measured at FVPL whose transaction costs are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

5 Adoption of new financial reporting standards and changes in accounting policies (Cont'd)

Changes in accounting policies from adoption of the financial reporting standards related to financial instruments and leases (Cont'd)

Financial Instruments (TFRS 9) (Cont'd)

Debt instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories:

- Amortised cost: Assets that are held for collection of contractual cash flows that represent solely payments of principal and interest (SPPI) are measured at amortised cost. Interest income is included in finance income using the effective interest method. Any gain or loss on derecognition is presented in other gains/(losses), together with foreign exchange gains and losses. Impairment losses are presented as separate line item.
- FVOCI: Assets that are held for collection of contractual cash flows that represent SPPI and for selling the financial assets are measured at FVOCI. Movements in the carrying amount are taken through OCI, except impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit or loss. Interest revenue is included in finance income. Foreign exchange gains and losses are presented in other gains/(losses). Impairment losses are presented as separate line item. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified to profit or loss in other gains/(losses).
- FVPL: Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on subsequent measurement is presented in other gains/(losses).

The Group reclassifies debt instruments only when its business model for managing those assets changes.

Equity instruments

All equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss, or ii) at fair value through other comprehensive income without subsequent recycling to profit or loss. The classification of equity instruments is considered on investment-by-investment basis. Dividends from such investment continue to be recognised in profit or loss as other income.

Impairment

From 1 January 2020, the Group assesses expected credit loss on a forward looking basis for its financial assets carried at FVOCI and at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk, except trade receivables, contract assets, and lease receivables which the Group applies the simplified approach in determining its expected credit loss.

For the accounting periods ending between 1 January 2020 and 31 December 2020, the Group has chosen to apply the temporary measures to relieve the impact from COVID-19 announced by TFAC by excluding forward-looking information in assessing the expected credit loss under the simplified approach of trade receivables and lease receivables. As at 30 September 2020, the expected credit loss of Baht 73.93 million was assessed based on historical credit loss together with the management's judgement in estimating the expected credit loss.

Financial guarantee

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of a) the amount of expected credit loss determined; and b) the amount initially recognised less the cumulative amount of income recognised.

Leases (TFRS 16)

The group leases various offices, warehouses, land, equipment and cars. Rental contracts are typically made for fixed periods of 3 to 14 years but may have extension options. Before 2020 financial year, leases of property, plant and equipment were classified as either finance or operating leases. Payments made under operating leases (net of any incentives received from the lessor) were charged to profit or loss on a straight-line basis over the period of the lease.

From 1 January 2020, leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the group. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

5 Adoption of new financial reporting standards and changes in accounting policies (Cont'd)

Changes in accounting policies from adoption of the financial reporting standards related to financial instruments and leases (Cont'd)

Leases (IFRS 16) (Cont'd)

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- amounts expected to be payable by the lessee under residual value guarantees
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the lessee's incremental borrowing rate is used, being the rate that the lessee would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

Right-of-use assets are measured at cost comprising the amount of the initial measurement of lease liability, any lease payments made at or before the commencement date less any lease incentives received, any initial direct costs, and restoration costs. Payments associated with low-value assets are recognised on a straight-line basis as an expense in profit or loss.

During the reporting period, the Group receive discounts in the lease payments from lessors due to the COVID-19 situation. The Group has chosen not to account for discounts in the lease payments under the lease modification in accordance with IFRS 16. Instead, the Group has chosen to apply the temporary measures to relieve the impact from COVID-19 announced by TFAC for the reporting periods ending between 1 January 2020 and 31 December 2020 by reducing lease liabilities in the proportion of the reduction to the lease payments throughout the period that the Group has received the reduction. The Group also reversed depreciation charges on the right-of-use assets recognised in the same proportion for the three-month period and the nine-month period of Baht 0.81 million and Baht 1.20 million, respectively and interest expenses on the lease liabilities recognised in the same proportion for the three-month period and the nine-month period of Baht 0.48 million and Baht 0.82 million, respectively. The differences between the reduction of the lease liabilities and the reversal of the expenses for the three-month period and the nine-month period of Baht 0.34 million and Baht 0.42 million, respectively are recognised in other gains(losses) instead of remeasuring lease liabilities and adjusting the corresponding right-of-use assets from the lease modification.

6 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.

7 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.

7 Segments and revenue information (Cont'd)

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 2020		
	Trading of LPG Baht	Transportation Baht	Total Baht
Segment revenue	9,572,765,753	145,129,318	9,717,895,071
Inter-segment revenue	(653,051,514)	(129,298,652)	(782,350,166)
Revenue from external customers	8,919,714,239	15,830,666	8,935,544,905
Segment result	166,357,415	5,768,412	172,125,827
Related transactions			(9,506,517)
Finance costs			(15,594,860)
Profit before income tax			147,024,450
Income tax			(26,594,417)
Net profit			<u>120,430,033</u>
Timing of revenue recognition			
At a point in time	8,919,714,239	-	8,919,714,239
Over time	-	15,830,666	15,830,666
Total revenue	<u>8,919,714,239</u>	<u>15,830,666</u>	<u>8,935,544,905</u>

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

	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			<u>258,380,721</u>
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	<u>10,589,130,649</u>	<u>20,485,717</u>	<u>10,609,616,366</u>

Information about major customer

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

8 Financial assets measured at fair value through profit or loss

Movements of financial assets measured at fair value through profit or loss for nine-month period ended 30 September 2020 are as follows:

	Consolidated and separate financial information
	Financial assets measured at fair value through profit or loss Baht
Opening net book value	-
TAS 32 and TFRS 9 Reclassifications and adjustments (Note 5)	407,794,849
Addition	30,000,000
Disposal	(280,000,000)
Change in fair value through profit or loss	1,552,814
Closing net book value	159,347,663

As at 30 September 2020, financial assets measured at fair value through profit or loss are investment in Money Market Fund. The fair value of financial instruments in level 2 is based on the net asset value by reference to the asset management company.

9 Trade receivables

As at 30 September 2020 and 31 December 2019, 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 2020 Baht	31 December 2019 Baht	30 September 2020 Baht	31 December 2019 Baht
Within 3 months	766,370,377	895,796,629	898,144,806	1,004,226,918
3 - 6 months	7,640,528	125,248	6,282,801	104,727
6 - 12 months	8,346,279	4,086,452	4,892,544	3,869,972
Over 12 months	72,001,271	74,175,253	64,204,940	67,804,760
	854,358,455	974,183,582	973,525,091	1,076,006,377
<u>Less</u> Expected credit loss	(73,932,278)	(75,903,018)	(64,534,237)	(67,859,092)
Total	<u>780,426,177</u>	<u>898,280,564</u>	<u>908,990,854</u>	<u>1,008,147,285</u>

10 Investments in subsidiaries

Movement of investments in subsidiaries for nine-month period ended 30 September 2020 is as follows:

	Separate financial information
	Investment in cost method
	Baht
Opening net book value	432,149,065
Increase in investment	50,000,000
Closing net book value	482,149,065

The Company invested in all newly issued shares of WP Gas Company Limited, a subsidiary of the Company, by investing in 3 million ordinary shares at 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. WP Gas Company Limited received shares subscription totalling Baht 30 million from the Company and registered the capital increase with the Ministry of Commerce on 24 January 2020.

The Company invested in all newly issued shares of WP Solutions Company Limited, a subsidiary of the Company, by investing in 0.20 million ordinary shares at 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. WP Solutions Company Limited received shares subscription totalling Baht 2 million from the Company and registered the capital increase with the Ministry of Commerce on 24 January 2020.

The Company invested in all newly issued shares of WP Solutions Company Limited, a subsidiary of the Company, by investing in 1.80 million ordinary shares at a par value of Baht 10 per share, totalling Baht 18 million. There is no effect to the shareholding interest in WP Solutions Company Limited after share subscription. WP Solutions Company Limited received shares subscription totalling Baht 18 million from the Company and registered the capital increase with the Ministry of Commerce on 11 June 2020.

WP Solutions Company Limited, a subsidiary of the Company, paid for investment in Wonderfood Holding Company Limited, amounting to Baht 17,999,900 to acquire 179,999 shares with a par value of Baht 100 per share, representing 49.99% of issued shares. Wonderfood Holding Company Limited is incorporated in Thailand and engages in restaurant business.

11 Investment properties

Movements of Investment properties for the nine-month period ended 30 September 2020 are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020 Baht	31 December 2019 Baht	30 September 2020 Baht	31 December 2019 Baht
Opening net book value	47,253,379	3,161,900	28,096,629	3,161,900
Acquisition of filling plants and gas shop (Note 23)	37,599,650	12,955,384	37,599,650	12,955,384
Transfer from property, plant and equipment	-	31,156,750	-	12,000,000
Depreciation	(434,164)	(20,655)	(434,164)	(20,655)
Closing net book value	84,418,865	47,253,379	65,262,115	28,096,629

12 Property, plant and equipment and intangible assets

Movements of property, plant and equipment and intangible assets for the nine-month period ended 30 September 2020 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	2,750,785,226	50,521,422	2,519,352,365	29,634,043
Acquisition of filling plants and gas shop (Note 23)	43,187,053	-	43,187,053	-
Additions	364,288,967	28,750,926	342,679,691	2,587,499
Write off, net	(7,742,345)	-	-	-
Disposals for finance lease, net	(23,466,251)	-	(23,466,251)	-
Disposals, net	(372,524)	-	(339,831)	-
Depreciation and amortisation	(196,081,978)	(7,483,962)	(180,206,974)	(3,534,915)
Closing net book value	<u>2,930,598,148</u>	<u>71,788,386</u>	<u>2,701,206,053</u>	<u>28,686,627</u>

As at 30 September 2020, the Group and the Company have pledge land, machine and equipment of Baht 525.21 million as security for borrowings and Baht 323.60 million as security for bank guarantee (31 December 2019: Baht 400.43 million and Baht 323.60 million, respectively).

13 Right-of-use assets

Movements of right-of-use assets for the nine-month period ended 30 September 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value	-	-
TFRS 16 Reclassifications and adjustments (Note 5)	475,100,078	452,542,831
Addition	16,271,401	4,899,879
Write off, net	(5,834,736)	(5,834,736)
Amortisation	(43,342,307)	(43,929,473)
Closing net book value	<u>442,194,436</u>	<u>407,678,501</u>

14 Goodwill

Movements of goodwill for the nine-month period ended 30 September 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value	121,857,198	6,106,502
Acquisition of filling plants and gas shop (Note 23)	157,528,321	157,528,321
Closing net book value	<u>279,385,519</u>	<u>163,634,823</u>

15 Lease liabilities

	Consolidated financial information		Separate financial information	
	30 September 2020 Baht	1 January 2020 Baht	30 September 2020 Baht	1 January 2020 Baht
Current portion of lease liabilities	43,220,074	35,286,693	35,091,778	33,049,384
Lease liabilities	379,723,579	400,814,300	347,111,472	374,038,358
	<u>422,943,653</u>	<u>436,100,993</u>	<u>382,203,250</u>	<u>407,087,742</u>

The movement of lease liabilities for the nine-month period ended 30 September 2020 can be analysed as follows:

	Consolidated financial information		
	Lease payables Baht	Deferred interest Baht	Lease liabilities Baht
Opening net book value	-	-	-
TFRS 16 Reclassifications and adjustments (Note 5)	564,120,886	(128,019,893)	436,100,993
Addition	15,876,000	(1,051,967)	14,824,033
Cash outflows:			
Repayment	(42,308,105)	-	(42,308,105)
Non-cash changes:			
Amortised deferred interest	-	14,326,732	14,326,732
Closing net book value	<u>537,688,781</u>	<u>(114,745,128)</u>	<u>422,943,653</u>

	Separate financial information		
	Lease payables Baht	Deferred interest Baht	Lease liabilities Baht
Opening net book value	-	-	-
TFRS 16 Reclassifications and adjustments (Note 5)	528,929,414	(121,841,672)	407,087,742
Addition	3,576,000	(123,490)	3,452,510
Cash outflows:			
Repayment	(41,774,021)	-	(41,774,021)
Non-cash changes:			
Amortised deferred interest	-	13,437,019	13,437,019
Closing net book value	<u>490,731,393</u>	<u>(108,528,143)</u>	<u>382,203,250</u>

16 Deposits received

	Consolidated financial information		Separate financial information	
	30 September 2020 Baht	31 December 2019 Baht	30 September 2020 Baht	31 December 2019 Baht
Deposits received for small-sized gas cylinders	2,208,573,162	2,145,011,331	2,207,485,088	2,144,932,686
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
	<u>3,479,850,727</u>	<u>3,416,288,896</u>	<u>3,478,762,653</u>	<u>3,416,210,251</u>

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.

17 Income tax

Income tax for nine-month period ended 30 September 2020 and 2019 are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020 Baht	30 September 2019 Baht	30 September 2020 Baht	30 September 2019 Baht
Current income tax	28,369,681	65,602,065	28,034,983	65,206,659
Deferred income tax	(1,775,264)	(5,172,399)	12,257	(1,377,422)
	<u>26,594,417</u>	<u>60,429,666</u>	<u>28,047,240</u>	<u>63,829,237</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 18.08% and 18.89% (30 September 2019: 18.95% and 18.31%) for consolidated financial information and separate financial information, respectively.

18 Treasury shares

During the second and the third quarter of 2020, the Company acquired its own shares through purchases on the Stock Exchange of Thailand in accordance with the share buy-back plan. The shares are held as 'treasury shares'. The total amount paid to acquire the treasury shares of Baht 47,781,874 for 10,370,000 shares has been deducted from equity.

19 Dividend

At the Board of Directors held on 22 January 2020, the Board of Directors approved the payment of interim dividend from net profit for the nine-month period ended 30 September 2019 at Baht 0.20 per share, totaling Baht 103.70 million. The dividends were distributed to the shareholders on 20 February 2020.

At the Board of Directors held on 23 April 2020, the Board of Directors approved the payment of interim dividend from net profit for the year ended 31 December 2019 at Baht 0.05 per share, totaling Baht 25.72 million. The dividends were distributed to the shareholders on 20 May 2020.

20 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the period.

For the three-month period ended	Consolidated financial information		Separate financial information	
	30 September 2020	30 September 2019	30 September 2020	30 September 2019
Net profit attributable to ordinary shareholders of the Company (Baht)	62,798,641	136,342,737	59,510,166	145,582,434
Weighted average number of ordinary shares outstanding (Shares)	510,842,309	518,500,000	510,842,309	518,500,000
Decrease in number of ordinary shares during the period (Shares)	(373,924)	-	(373,924)	-
Total weighted average number of ordinary shares (Shares)	510,468,385	518,500,000	510,468,385	518,500,000
Basic earnings per share (Baht per share)	0.12	0.26	0.12	0.28

For the nine-month period ended	Consolidated financial information		Separate financial information	
	30 September 2020	30 September 2019	30 September 2020	30 September 2019
Net profit attributable to ordinary shareholders of the Company (Baht)	120,870,980	258,696,965	120,383,664	284,771,990
Weighted average number of ordinary shares outstanding (Shares)	518,500,000	518,500,000	518,500,000	518,500,000
Decrease in number of ordinary shares during the period (Shares)	(5,051,463)	-	(5,051,463)	-
Total weighted average number of ordinary shares (Shares)	513,448,537	518,500,000	513,448,537	518,500,000
Basic earnings per share (Baht per share)	0.24	0.50	0.23	0.55

There are no potential dilutive ordinary shares in issue during the period.

21 Commitments

Capital commitments

As at 30 September 2020, 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 26.35 million (31 December 2019: Baht 246.78 million).

22 Contingent liabilities

Bank guarantees

As at 30 September 2020, there are outstanding bank guarantees given on behalf of the Group and the Company to the third parties in respect of purchases of gas and use of electricity amounting to Baht 726.32 million and Baht 724.82 million, respectively (31 December 2019: Baht 1,201.42 million for the Group and the Company). Bank deposits amounting to Baht 288.17 million and Baht 286.67 million for the Group and the Company (31 December 2019: Baht 647.39 million and 645.89 million) are pledged as collateral for the bank guarantees. Land and machinery amounting to Baht 323.60 million are also pledged as collateral for the bank guarantees of the Company.

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 1.85 million (31 December 2019: Baht 0.66 million). Bank deposits amounting to Baht 1.85 million (31 December 2019: Baht 0.66 million) is pledged as collateral for the bank guarantees.

In addition, the Group and the Company pledge bank deposits amounting to Baht 19.42 million and Baht 9.42 million, respectively (31 December 2019: Baht 19.33 million and 9.33 million, respectively) as collateral for borrowing from financial institutions.

23 Business Combination

The significant business combination for nine-month period ended 30 September 2020 are as follows:

Surin Gas 2013 Co., Ltd.

On 17 January 2020, the Company has acquired the filling plant business of Surin Gas 2013 Co., Ltd. for a total consideration of Baht 38.00 million.

The consideration paid for the filling plant of Surin Gas 2013 Co., Ltd. and the amounts of the assets acquired assumed recognised on 17 January 2020, an acquisition date are as follows:

	Baht
Cash	22,800,000
Trade and other receivables	15,200,000
Total consideration	38,000,000
Acquisition-related costs (included in administrative expenses in the profit or loss for the period ended 30 September 2020)	10,939
Recognised amounts of identifiable assets acquired assumed	
Property, plant and equipment	6,275,220
Investment properties	3,000,000
Total identifiable net assets of the Group	9,275,220
Goodwill	28,724,780

Net assets from acquisition of the filling plant from Surin Gas 2013 Co., Ltd., 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.

23 Business Combination (Cont'd)

The significant business combination for nine-month period ended 30 September 2020 are as follows: (Cont'd)

Go Green Petroleum Co., Ltd.

On 27 January 2020, the Company has acquired the filling plant business of Go Green Petroleum Co., Ltd. for a total consideration of Baht 26.00 million.

The consideration paid for the filling plant of Go Green Petroleum Co., Ltd. and the amounts of the assets acquired and liabilities assumed recognised on 27 January 2020, an acquisition date are as follows:

	<u>Baht</u>
Cash	26,000,000
Total consideration	<u>26,000,000</u>
Acquisition-related costs (included in administrative expenses in the profit or loss for the period ended 30 September 2020)	1,580
Recognised amounts of identifiable assets acquired assumed	
Property, plant and equipment	6,812,157
Investment properties	<u>2,777,500</u>
Total identifiable net assets of the Group	<u>9,589,657</u>
Goodwill	<u>16,410,343</u>

Net assets from acquisition of the filling plant from in Go Green Petroleum Co., Ltd. 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.

Phetchanusorn Limited Partnership

On 30 June 2020, the Company has acquired the filling plant business of Phetchanusorn Limited Partnership for a total consideration of Baht 26.00 million.

The consideration paid for the filling plant of Phetchanusorn Limited Partnership and the amounts of the assets acquired and liabilities assumed recognised on 30 June 2020, an acquisition date are as follows:

	<u>Baht</u>
Cash	2,600,000
Trade and other receivables	<u>23,400,000</u>
Total consideration	<u>26,000,000</u>
Acquisition-related costs (included in administrative expenses in the profit or loss for the period ended 30 September 2020)	389,266
Recognised amounts of identifiable assets acquired assumed	
Property, plant and equipment	3,035,268
Investment properties	<u>1,999,500</u>
Total identifiable net assets of the Group	<u>5,034,768</u>
Goodwill	<u>20,965,232</u>

Net assets from acquisition of the filling plant from in Phetchanusorn Limited Partnership 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.

23 Business Combination (Cont'd)

Phuminavakit Limited Partnership

On 28 August 2020, the Company has acquired the filling plant business of Phuminavakit Limited Partnership for a total consideration of Baht 25.00 million.

The consideration paid for the filling plant of Phuminavakit Limited Partnership and the amounts of the assets acquired and liabilities assumed recognised on 28 August 2020, an acquisition date are as follows:

	<u>Baht</u>
Trade and other receivables	25,000,000
Total consideration	<u>25,000,000</u>
Acquisition-related costs (included in administrative expenses in the profit or loss for the period ended 30 September 2020)	142,781
Recognised amounts of identifiable assets acquired assumed	
Property, plant and equipment	4,059,286
Investment properties	<u>1,363,750</u>
Total identifiable net assets of the Group	<u>5,423,036</u>
Goodwill	<u>19,576,964</u>

Net assets from acquisition of investment in Phuminavakit Limited Partnership 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.

Individually immaterial business combination

Aside from the acquisitions of the aforementioned filling plants, the Company also acquired six filling plants and one gas shop at the consideration paid, which comprised cash and trade and other receivables amounting to Baht 89.20 million and Baht 33.60 million, respectively. The amounts of the assets acquired recognised are property, plant and equipment and investment in properties amounting to Baht 23.01 million and Baht 28.46 million, respectively. The amount of goodwill and bargain purchase from the acquisitions are Baht 71.85 million and Baht 0.52 million, respectively.

Expenses related to the acquisition of these six filling plants and one gas shop amounting of Baht 0.70 million are recognised as administrative expenses in the profit or loss for the period ended 30 September 2020.

Net assets from acquisition of these six filling plants and one gas shop 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.

24 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 32.70%, 16.39%, 7.20% and 4.67% of the Company's paid-up share capital, respectively.

24 Related-party transactions (Cont'd)

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
Wonderfood Holdings Company Limited	Thailand	Subsidiary of WPS, 49.99% 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

24.1 Transactions with related parties

Transactions with related parties for the nine-month periods ended 30 September 2020 and 2019 are as follows:

	Separate financial information	
	30 September 2020 Baht	30 September 2019 Baht
Sales of goods and services		
Subsidiaries	<u>601,759,572</u>	<u>597,263,308</u>
Other income		
Subsidiaries	<u>5,714,409</u>	<u>5,454,059</u>
Interest income		
Subsidiaries	<u>763,702</u>	<u>1,623,041</u>
Purchases of goods and services		
Subsidiaries	<u>163,362,318</u>	<u>166,024,593</u>
Rental expense		
Subsidiaries	<u>7,006,819</u>	<u>7,041,768</u>

24 Related-party transactions (Cont'd)

24.2 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 2020 Baht	31 December 2019 Baht
Trade and other receivables		
Subsidiaries	173,090,201	166,558,169
Other non-current assets		
Subsidiaries	1,261,600	1,261,600
Trade and other payables		
Subsidiaries	13,508,395	22,935,978
Accrued expenses		
Subsidiaries	1,211,586	46,830
Other current liabilities		
Subsidiaries	572,289	572,289

24.3 Short-term loans to related parties

	Separate financial information	
	30 September 2020 Baht	31 December 2019 Baht
Short-term loans to related parties:		
Opening net book amount	35,000,000	35,000,000
Payment	(35,000,000)	-
Closing net book amount	-	35,000,000

24.4 Long-term loans to related parties

	Separate financial information	
	30 September 2020 Baht	31 December 2019 Baht
Long-term loans to related parties:		
Opening net book amount	-	-
Addition	26,020,000	-
Closing net book amount	26,020,000	-

Long-term loans to related parties are long-term loan and promissory notes denominated in Thai Baht amounting to Baht 17.02 million and Baht 9 million to Thai Gas Corporation Company Limited and WP Gas Company Limited, respectively. The loans and promissory notes will be due in 6.5 years and 5 years and bear interest rate of 5.25% and MLR per annum, respectively.

24 Related-party transactions (Cont'd)

24.5 Key management compensation

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

	Consolidated financial information		Separate financial information	
	30 September 2020 Baht	30 September 2019 Baht	30 September 2020 Baht	30 September 2019 Baht
Salaries and other short-term employee benefits	21,713,874	21,752,579	15,478,450	15,501,785
Post-employment benefits	541,119	519,267	367,655	355,335
	<u>22,254,993</u>	<u>22,271,846</u>	<u>15,846,105</u>	<u>15,857,120</u>

25 Litigations

The litigations disclosed in the annual financial statements for the year ended 31 December 2019 have no progress except the following cases:

- 25.1 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. In March 2020, the Appeal Court ordered the Company to pay the compensation with interest amounting to Baht 9.89 million and the Company entered into negotiations to reduce the compensation down to Baht 9.50 million and made a payment for such compensation on 31 March 2020. Therefore, this case is closed.
- 25.2 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. In September 2020, the Court completed a hearing from the plaintiff and the defendant and dismissed the case. Therefore, this case is closed.
- 25.3 In 2018, the Company has been sued and claimed for damages by a customer in case of breach of an agent agreement, LPG filling fee and transportation fee including sales discounts amounting to Baht 46.50 million. In November 2019, the Primary Court ordered the Company to pay the sales discounts amounting to Baht 0.61 million including interest at the rate of 7.5% per year from the date of filing. Subsequently, the plaintiff has filed an appeal for an extension to the Appeal Court. In September 2020, the Appeal Court upheld judgement of the Civil Court. However, the management of the Company anticipate uncertainty because the case is not ended, hence the contingent liability has not yet been provided.
- 25.4 In January 2020, the Company has been sued in Labor case and claimed for damages by the plaintiff who is the former director of World Gas (Thailand) Company Limited in case of the fault under labor law and agreement on employment conditions amounting to Baht 211.50 million. Subsequently, in November 2020 the Court ordered to dismiss the plaintiff's complaint causing the Company to not have any obligation to pay for such compensation for the damages, but the plaintiff is still be able to appeal to the Appeal Court. As a result, the case is not yet closed. The management of the Company does not anticipate for any loss in respect of such litigation case. Therefore, the Company did not provide for contingent liability.
- 25.5 In March 2020, the Company has been sued and claimed for damages by a customer in case of breach an agent agreement and claim the deposit of gas LPG cylinders amounting to Baht 2.94 million. Currently, this case is on process of Court's proceedings. However, the management of the Company does not anticipate for any loss in respect of such litigation case. Therefore, the Company did not provide for contingent liability.