

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

**INTERIM FINANCIAL REPORTING AND INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2020**

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of
Se-Education Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of Se-Education Public Company Limited and its subsidiaries as at September 30, 2020, consolidated statement of income and consolidated statement of comprehensive income for the three-month and nine-month periods, consolidated statement of changes in shareholders' equity and consolidated statement of cash flows for the nine-month period then ended, and condensed notes to consolidated financial statements and have also reviewed the statement of financial position of Se-Education Public Company Limited as at September 30, 2020, statement of income and statement of comprehensive income for the three-month and nine-month periods then ended, statement of changes in shareholders' equity and statement of cash flows for the nine-month period then ended, and the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

SCOPE OF REVIEW

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

CONCLUSION

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standards No. 34 "Interim Financial Reporting".

EMPHASIS OF MATTER

I draw attention to Note 2.3 to the interim financial statements. Due to the impact of COVID-19 pandemic, in preparing the interim financial information for the nine-month period ended September 30, 2020, the Company have adopted the Accounting Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation” announced by the Federation of Accounting Professions. My conclusion is not modified in respect of this matter.



(Miss Nannaphat Wannasomboon)

Certified Public Accountant

Registration No. 7793

Dharmniti Auditing Company Limited
Bangkok, Thailand
November 10, 2020

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2020

ASSETS

		Baht			
		Consolidated financial statements		Separate financial statements	
	Notes	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Current assets					
Cash and cash equivalents	6	106,851,932	111,493,330	52,401,069	48,092,145
Current investments	9	-	6,100,034	-	100,034
Trade and other current receivables	5, 7	120,099,081	57,788,888	117,340,011	54,698,912
Inventories	8	303,469,948	327,591,960	301,699,238	326,305,959
Other current financial assets	9	141,558,841	-	141,558,841	-
Other current assets	10	55,670,366	60,188,609	53,426,044	57,737,310
Total current assets		727,650,168	563,162,821	666,425,203	486,934,360
Non-current assets					
Restricted bank deposits and other investments	11	12,947,272	12,932,664	12,947,272	12,932,664
Investment in associated company	12	24,087,783	24,365,699	100,000	100,000
Investment in subsidiary companies	13	-	-	69,482,091	69,482,091
Property, plant and equipment	14	1,683,959,955	1,721,405,271	1,406,991,321	1,448,714,369
Right-of-use assets	15	338,103,532	-	316,019,554	-
Leasehold rights on land	15	-	5,524,264	-	-
Leasehold rights on buildings	15	-	30,318,461	-	30,318,461
Intangible assets	16	2,612,447	2,943,182	2,340,060	2,814,524
Prepaid book copyright and translation fee		22,288,268	21,018,667	22,288,268	21,018,667
Rental guarantee and deposit		83,089,730	82,076,781	83,089,730	82,076,781
Other non-current assets		8,939,914	9,036,382	8,142,959	8,748,312
Total non-current assets		2,176,028,901	1,909,621,371	1,921,401,255	1,676,205,869
Total assets		2,903,679,069	2,472,784,192	2,587,826,458	2,163,140,229

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION (CONT.)

AS AT SEPTEMBER 30, 2020

LIABILITIES AND SHAREHOLDERS' EQUITY

		Baht			
		Consolidated financial statements		Separate financial statements	
	Notes	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Current liabilities					
Overdraft and short-term loan from financial institution	17	190,000,000	63,032,754	190,000,000	63,032,754
Trade and other current payables	18	631,694,111	682,463,899	620,069,041	669,536,070
Income received in advance recognisable within one year	19	10,812,631	59,377,559	-	-
Current portion of long-term loans	21	77,074,000	70,658,000	30,874,000	60,408,000
Income tax payable		490,503	490,503	-	-
Current portion of long-term employee benefits obligations	22	10,290,235	8,663,271	10,290,235	8,663,271
Current portion of lease liabilities	24	95,309,343	-	94,397,532	-
Other current liabilities	20	31,333,321	33,019,447	29,494,052	31,115,826
Total current liabilities		1,047,004,144	917,705,433	975,124,860	832,755,921
Non-current liabilities					
Income received in advance	19	44,508,118	41,584,581	-	-
Long-term loans	21	216,116,000	133,984,000	192,216,000	87,784,000
Deferred tax liabilities	23	45,565,704	48,881,557	41,711,513	44,813,003
Long-term employee benefits obligations	22	73,060,324	76,787,568	64,525,830	68,350,960
Lease liabilities	24	212,347,740	-	196,825,178	-
Other non-current financial liabilities	25	5,417,782	-	5,417,782	-
Other non-current liabilities		10,880,884	9,868,240	7,052,676	7,412,680
Total non-current liabilities		607,896,552	311,105,946	507,748,979	208,360,643
Total liabilities		1,654,900,696	1,228,811,379	1,482,873,839	1,041,116,564

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT SEPTEMBER 30, 2020

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

		Baht			
		Consolidated financial statements		Separate financial statements	
Notes		As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Shareholders' equity					
Share capital					
Authorized share capital					
	391,944,529 ordinary shares of Baht 1 each	391,944,529	391,944,529	391,944,529	391,944,529
Issued and paid-up					
	391,944,418 ordinary shares of Baht 1 each	391,944,418	391,944,418	391,944,418	391,944,418
	Share premium	149,420,558	149,420,558	149,420,558	149,420,558
Retained earnings					
Appropriated to legal reserve					
	Company	39,194,453	39,194,453	39,194,453	39,194,453
	Subsidiaries	1,117,130	631,994	-	-
	Unappropriated	193,053,873	199,142,940	154,221,445	170,864,714
	Other components of shareholders' equity	380,048,808	380,896,491	370,171,745	370,599,522
	Total shareholders' equity of parent	1,154,779,240	1,161,230,854	1,104,952,619	1,122,023,665
	Total non-controlling interests of the subsidiaries	93,999,133	82,741,959	-	-
	Total shareholders' equity	1,248,778,373	1,243,972,813	1,104,952,619	1,122,023,665
	Total liabilities and shareholders' equity	2,903,679,069	2,472,784,192	2,587,826,458	2,163,140,229

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Revenues					
Revenues from sales		509,487,645	627,545,363	509,495,202	625,818,228
Tuition fees income		54,077,633	48,573,598	-	-
Interest income and dividend income		61,292	217,741	4,211,292	160,813
Other income		23,244,738	18,198,778	21,750,826	14,278,490
Other profit		733,960	-	733,960	-
Total revenues		587,605,268	694,535,480	536,191,280	640,257,531
Expenses					
Cost of sales		325,234,646	399,883,585	325,242,203	397,886,997
Cost of tuition fees		38,456,808	37,423,164	-	-
Selling expenses		118,492,345	159,921,284	118,492,345	159,921,284
Administrative expenses		80,004,198	97,987,172	70,954,726	88,131,218
Total expenses		562,187,997	695,215,205	514,689,274	645,939,499
Profit (loss) from operating activities		25,417,271	(679,725)	21,502,006	(5,681,968)
Finance cost		4,231,523	2,873,153	3,323,867	2,151,150
Share of gain from associated companies		222,084	26,920	-	-
Profit (loss) before income tax (expenses)		21,407,832	(3,525,958)	18,178,139	(7,833,118)
Income tax (expenses)	26	(4,435,181)	(6,881)	(4,431,062)	(23,034)
Profit (loss) for the period		16,972,651	(3,532,839)	13,747,077	(7,856,152)
Profit (loss) attributable to					
Equity holders of the Company		13,337,867	(5,735,820)	13,747,077	(7,856,152)
Non-controlling interests of the subsidiaries		3,634,784	2,202,981	-	-
		16,972,651	(3,532,839)	13,747,077	(7,856,152)
Basic earnings (loss) per share	27				
Attributable to equity holders of the Company		0.03	(0.01)	0.04	(0.02)

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

	Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Profit (loss) for the period	16,972,651	(3,532,839)	13,747,077	(7,856,152)
Other comprehensive income (loss) for the period	-	-	-	-
Total comprehensive income (loss) for the period	16,972,651	(3,532,839)	13,747,077	(7,856,152)
Total comprehensive income (loss) attributable to				
Equity holders of the Company	13,337,867	(5,735,820)	13,747,077	(7,856,152)
Non-controlling interests of subsidiaries	3,634,784	2,202,981	-	-
	16,972,651	(3,532,839)	13,747,077	(7,856,152)

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

		Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2020	2019	2020	2019
Revenues					
	Revenues from sales	1,432,461,974	2,169,661,561	1,432,435,224	2,165,161,201
	Tuition fees income	166,496,649	150,104,957	-	-
	Interest income and dividend income	433,194	683,154	4,961,303	1,460,861
	Other income	41,399,206	51,007,502	37,099,742	40,776,461
	Total revenues	1,640,791,023	2,371,457,174	1,474,496,269	2,207,398,523
Expenses					
	Cost of sales	909,825,893	1,394,236,723	909,984,232	1,388,525,541
	Cost of tuition fees	107,927,132	107,559,867	-	-
	Selling expenses	332,312,065	508,172,220	332,312,065	508,118,080
	Administrative expenses	265,277,050	323,078,087	235,198,307	293,008,930
	Other loss	5,216,123	-	5,216,123	-
	Total expenses	1,620,558,263	2,333,046,897	1,482,710,727	2,189,652,551
	Profit (loss) from operating activities	20,232,760	38,410,277	(8,214,458)	17,745,972
	Finance cost	11,622,848	9,461,833	9,126,484	7,283,400
	Share of gain from associated companies	222,084	26,920	-	-
	Profit (loss) before income tax (expenses)	8,831,996	28,975,364	(17,340,942)	10,462,572
26	Income tax (expenses)	2,563,003	(3,529,386)	2,535,168	(3,612,435)
	Profit (loss) for the period	11,394,999	25,445,978	(14,805,774)	6,850,137
Profit (loss) attributable to					
	Equity holders of the Company	(4,186,342)	15,550,698	(14,805,774)	6,850,137
	Non-controlling interests of the subsidiaries	15,581,341	9,895,280	-	-
		11,394,999	25,445,978	(14,805,774)	6,850,137
Basic earnings (loss) per share					
27	Attributable to equity holders of the Company	(0.01)	0.04	(0.04)	0.02

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

	Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Profit (loss) for the period	11,394,999	25,445,978	(14,805,774)	6,850,137
Other comprehensive income:				
Gain (loss) on changes in value of available-for-sale investments, net from tax expense	-	5,608	-	5,608
Other comprehensive income (loss) for the period	-	5,608	-	5,608
Total comprehensive income (loss) for the period	<u>11,394,999</u>	<u>25,451,586</u>	<u>(14,805,774)</u>	<u>6,855,745</u>
Total comprehensive income (loss) attributable to				
Equity holders of the Company	(4,186,342)	15,556,306	(14,805,774)	6,855,745
Non-controlling interests of subsidiaries	15,581,341	9,895,280	-	-
	<u>11,394,999</u>	<u>25,451,586</u>	<u>(14,805,774)</u>	<u>6,855,745</u>



Notes to the interim financial statements form an integral part of these interim statements.

"UNAUDITED"

"REVIEWED"



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SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

Baht

		Consolidated financial statements									
		Equity attributable to the parent's shareholders									
Notes	Issued and paid-up share capital	Share premium	Other components of equity								
			Retained earnings			Surplus on changes in value of available-for-sale investments			Total other components of shareholders' equity		
			Appropriated to legal reserve	Subsidiary	Unappropriated	Surplus on changes in value of available-for-sale investments	Surplus on revaluation of assets	Surplus on revaluation of assets	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
			Company								
			39,194,453	631,994	213,053,255	-	382,025,642	382,025,642	1,176,270,320	89,373,976	1,265,644,296
			-	-	(16,222,455)	-	-	-	(16,222,455)	(16,904,878)	(33,127,333)
			391,944,418	631,994	196,830,800	-	382,025,642	382,025,642	1,160,047,865	72,469,098	1,232,516,963
			-	-	15,550,698	-	-	-	15,550,698	9,895,280	25,445,978
			-	-	-	5,608	-	-	5,608	-	5,608
			-	-	15,550,698	5,608	-	-	15,556,306	9,895,280	25,451,586
			-	-	844,563	-	(844,563)	(844,563)	-	-	-
			391,944,418	631,994	213,226,061	5,608	381,181,079	381,186,687	1,175,604,171	82,364,378	1,257,968,549
			391,944,418	631,994	199,142,940	27	380,896,464	380,896,491	1,161,230,854	82,741,959	1,243,972,813
			-	-	(2,265,245)	(27)	-	(27)	(2,265,272)	-	(2,265,272)
4			391,944,418	631,994	196,877,695	-	380,896,464	380,896,464	1,158,965,582	82,741,959	1,241,707,541
			-	485,136	(485,136)	-	-	-	-	-	-
			-	-	-	-	-	-	-	(4,324,167)	(4,324,167)
			-	-	(4,186,342)	-	-	-	(4,186,342)	15,581,341	11,394,999
			-	-	-	-	-	-	-	-	-
			-	485,136	(4,671,478)	-	-	-	(4,186,342)	11,257,174	7,070,832
			-	-	847,656	-	(847,656)	(847,656)	-	-	-
			391,944,418	1,117,130	193,053,873	-	380,048,808	380,048,808	1,154,779,240	93,999,133	1,248,778,373

Notes to the interim financial statements form an integral part of these interim statements.

"UNAUDITED"
"REVIEWED"



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SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

Baht

	Separate financial statements							
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity		Total	
			Appropriated to legal reserve	Unappropriated	Surplus on changes in value of available-for-sale investments	Surplus on revaluation of assets		Total other components of shareholders' equity
Notes								
Beginning balance as at January 1, 2019	391,944,418	149,420,558	39,194,453	178,188,073	-	371,169,308	371,169,308	1,129,916,810
Profit (loss) for the period	-	-	-	6,850,137	-	-	-	6,850,137
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	6,850,137	-	-	-	6,850,137
Transferred surplus on revaluation of assets to retained earnings	-	-	-	426,189	-	(426,189)	(426,189)	-
Balance as at September 30, 2019	391,944,418	149,420,558	39,194,453	183,464,399	-	370,743,119	370,743,119	1,136,766,947
Beginning balance as at January 1, 2020 - before adjust	391,944,418	149,420,558	39,194,453	170,864,714	27	370,599,495	370,599,522	1,122,023,665
The cumulative effect of the changes in accounting policies due to the adoption of new financial reporting standards	-	-	-	(2,265,245)	(27)	-	(27)	(2,265,272)
Balance as at January 1, 2020 - as restated	391,944,418	149,420,558	39,194,453	168,599,469	-	370,599,495	370,599,495	1,119,758,393
Loss for the period	-	-	-	(14,805,774)	-	-	-	(14,805,774)
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	(14,805,774)	-	-	-	(14,805,774)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	427,750	-	(427,750)	(427,750)	-
Balance as at September 30, 2020	391,944,418	149,420,558	39,194,453	154,221,445	-	370,171,745	370,171,745	1,104,952,619

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

	Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from operating activities				
Profit (loss) for the period	11,394,999	25,445,978	(14,805,774)	6,850,137
Adjustments to reconcile profit (loss) net cash provided by (used in) operating activities:				
Gain on disposal of temporary investments	(37,916)	(471,618)	(37,916)	(471,618)
Other unrealized losses	4,604,723	-	4,604,723	-
Gain from adjusting investment value	(59,965)	-	(59,965)	-
Share of gain from associated companies	(222,084)	(26,920)	-	-
Allowance for doubtful accounts and estimated goods return	5,596,507	(959,762)	6,590,540	(477,887)
Adjustments from reconcile account receivable (reversal)	-	(32,161)	-	(32,161)
Expense from loss of inventories	3,103,526	4,851,799	3,103,526	4,851,799
Allowance for loss of inventories, dilapidated and slow moving (reversal)	29,689,903	(18,090,195)	29,522,692	(18,090,195)
Expense for donation of goods and equipment	124,904	10,069,834	124,904	10,069,834
Expense from donate property	-	195,819	-	195,819
Expense from destroy inventories	-	18,889,930	-	18,889,930
Loss on destroy assets	339,328	2,846,088	339,328	2,846,088
Depreciation and amortisation property	61,563,336	67,211,610	47,215,976	54,689,069
Depreciation of right-of-use assets	68,462,429	-	67,284,567	-
Loss from cancellation of Right-of-use assets	18,547	-	-	-
Allowance for impairment of assets (reversal)	(107,561)	(1,128,252)	(107,561)	(1,128,252)
(Gain) loss on sales and written-off equipment	482,953	236,196	(36,167)	(496,764)
Loss from impairment of investment in a subsidiary	-	-	-	(187,510)
Loss from dissolution of a subsidiary company	-	-	-	217,541
Loss on written-off intangible assets	15	-	15	-
Difference from rental reduction	73,749	-	73,749	-
Amortised leasehold rights on land and buildings	-	7,607,230	-	7,393,872
Adjustment from clearing long outstanding payable	(13,067,885)	(5,421,489)	(13,067,885)	(5,421,489)
Provision for long-term employee benefits	5,933,968	5,323,188	5,310,424	4,887,307
Past service costs	-	10,753,924	-	9,674,086
Deferred entry fee income	-	(6,755,000)	-	-
Interest income	(433,193)	(683,154)	(311,303)	(460,861)
Interest expenses	11,622,848	9,461,833	9,126,484	7,283,400
Dividend received	-	-	(4,650,000)	(1,000,000)
Income tax expenses	(2,563,003)	3,529,386	(2,535,168)	3,612,435.00
Profit from operating activities before changes in operating assets and liabilities	186,520,128	132,854,264	137,685,189	103,694,580

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

	Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Operating assets (increase) decrease				
Trade and other current receivables	(70,115,990)	(29,100,652)	(71,451,838)	(32,021,290)
Inventories	(8,796,320)	9,767,678	(8,144,401)	6,384,177
Prepaid expense	2,684,308	(3,888,057)	2,328,274	(3,935,809)
Other current assets	4,391,099	2,594,350	3,754,117	2,594,101
Prepaid book copyright and translation fee	(1,269,601)	(2,425,091)	(1,269,601)	(2,425,091)
Rental guarantee and deposit	(1,012,949)	4,582,898	(1,012,949)	4,582,898
Other non-current assets	96,467	130,726	605,353	50,654
Operating liabilities increase (decrease)				
Trade and other current payables	(36,455,737)	(74,604,484)	(35,805,696)	(68,407,330)
Income received in advance	(45,641,391)	(33,923,437)	-	-
Other current liabilities	(1,686,125)	510,809	(1,621,774)	4,083,020
Other non-current liabilities	846,001	2,799,554	(359,999)	1,461,440
Cash received (paid) from operating activities	29,559,890	9,298,558	24,706,675	16,061,350
Cash paid for employee benefit	(8,034,248)	(6,381,204)	(7,508,590)	(6,381,204)
Cash received from income tax	76,351	-	-	-
Cash paid for interest expenses	(11,648,678)	(9,461,833)	(9,152,314)	(7,324,168)
Cash paid for income tax	(2,653,788)	(7,469,774)	(1,771,125)	(7,338,719)
Net cash provided by (used in) operating activities	7,299,527	(14,014,253)	6,274,646	(4,982,741)
Cash flows from investing activities:				
Cash paid for temporary investments	(286,500,000)	(717,600,000)	(292,500,000)	(711,600,000)
Cash received from temporary investments	151,340,733	712,071,618	151,340,733	712,071,618
Cash received from loans from subsidiary companies	-	-	-	1,800,000
Cash received from dissolution of subsidiaries	-	-	-	782,386
Increase (decrease) in bank and other investment with guarantee obligation	(14,608)	485,445	(14,608)	485,445
Cash paid for purchase of fixed assets	(26,119,006)	(33,634,890)	(6,285,252)	(14,669,793)
Cash paid for purchase of intangible assets	(226,821)	(52,473)	(82,371)	(52,473)
Cash received from sale of equipment	612,562	1,447,723	585,926	670,806
Dividend received	500,000	1,000,000	4,650,000	1,000,000
Cash received from interest income	433,193	683,154	311,303	493,527
Net cash flows used in investing activities	(159,973,947)	(35,599,423)	(141,994,269)	(9,018,484)

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Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2020

	Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from financing activities				
Increase (decrease) in bank overdrafts	(23,032,754)	15,479,439	(23,032,754)	15,479,439
Cash received from short-term loan from financial institution	150,000,000	130,000,000	150,000,000	130,000,000
Cash paid for short-term loan from financial institution	-	(130,000,000)	-	(130,000,000)
Cash received from long-term loans	113,300,000	-	90,000,000	-
Cash paid for long-term loans	(24,752,000)	(45,506,000)	(15,102,000)	(45,306,000)
Cash paid for lease liabilities	(63,249,449)	-	(61,836,699)	-
Cash received from cancellation of lease liabilities	91,000	-	-	-
Dividend paid	(4,323,775)	-	-	-
Net cash flows provided by (use in) from financing activities	148,033,022	(30,026,561)	140,028,547	(29,826,561)
Net increase (decrease) in cash and cash equivalents	(4,641,398)	(79,640,237)	4,308,924	(43,827,786)
Cash and cash equivalents at beginning of period	111,493,330	139,466,326	48,092,145	85,531,195
Cash and cash equivalents at end of period	106,851,932	59,826,089	52,401,069	41,703,409
Supplemental cash flows information				
Non-cash transactions				
Increase (decrease) in asset payables	1,231,245	(876,010)	567,617	(1,065,620)
Right-of-use assets	380,485,880	-	363,879,361	-
Lease liabilities	380,485,880	-	363,879,361	- <i>an</i>

Notes to the interim financial statements form an integral part of these interim statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

1. GENERAL INFORMATION

1.1 Address and legal status

Se-Education Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. The Company listed on the Stock Exchange of Thailand on 29 April 1993.

The address of its registered office is as follows:

Head office : located at 1858/87-90, Debaratana Road, Bangna South Sub-District,
Bangna District, Bangkok.

Distribution center: located at 118 Moo 1, Tambon Sisa Chorakhe Yai, Bang Sao Tong
District, Samutprakarn.

1.2 Nature of the Company's business and shareholder

The Company and its subsidiaries operate their businesses in Thailand and are authorised to engage in the following:

1. Operate bookstores which consist of SE-ED Book Center and network stores and various university bookstores in Bangkok and other provinces as well as the network and sales area in various forms.

2. Distribute books for both published by SE-ED and other publishers to bookstores all over the country and to other sales channels.

3. Publish books as well as academic and educational journals

4. Plearnpattana School, which operates a private school offering courses for students from pre-kindergarten to Matayom 6.

5. BaesLab Co., Ltd. (subsidiary), which operates in consulting, provision and distribution of software and hardware business.

2. BASIS FOR THE PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

2.1 Basis for The Preparation of Interim Financial Statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No.34 "Interim Financial Reporting", and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2019.

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The interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

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

2.2 Basis of consolidated interim financial statements preparation

2.2.1 The consolidated interim financial statements are prepared by including the Company's financial statements and its subsidiaries financial statements as follows:-

Subsidiary companies' name	Nature of business	Country of incorporation	Shareholding percentage	
			As at September 30, 2020	As at December 31, 2019
BaesLab Co., Ltd.	operates in consulting, provision and distribution of software and hardware business.	Thailand	60.00	60.00
Pleam Patt Co.,Ltd. and Pleampattana School	private school	Thailand	48.97	48.97

2.2.2 These consolidated interim financial statements are prepared by applying the same basis as that applied for the preparation of the consolidated financial statements for the year ended December 31, 2019, with there being no changes in the structure of shareholding in subsidiaries during the current period.

2.2.3 The consolidated interim financial statements are prepared by using uniform accounting policies. So that the transaction and the others event which are the same or the similar circumstances have been used the identical policies to record those transaction.

2.2.4 Significant inter-company transactions between the Company and its subsidiaries have been eliminated.

2.2.5 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

2.3 Financial reporting standards that became effective in the current period

During the period, the Company and its subsidiaries have adopted the revised and new financial reporting standards, interpretations and the accounting guidance, which are effective for fiscal years beginning on or after January 1, 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. Except, the new standard involves changes to key principles, as summarized below.

Financial reporting standards related to financial instruments:

A set of TFRSs related to financial instruments, which consists of five accounting standards and interpretations, as follows:

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

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortized cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective is cancelled.

The Company and its subsidiaries have adopted TFRS related to financial instruments the first-time in its financial statements by applying modified retrospective approach of adoption of which the cumulative effect as an adjustment to the retained earnings as at January 1, 2020 and the comparative information was not restated. The cumulative effect of the change is described in Note 4 to the interim financial statements.

TFRS 16 Leases

TFRS 16 Leases supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under TAS 17.

As at January 1, 2020, the Company and its subsidiaries have adopted TFRS 16, which the Company recognized the cumulative effects of the initial application of this financial reporting standard without restated the previous year's financial statements presented for comparative. However, the Company and its subsidiaries have chosen to comply with this financial reporting standard with the lease that was previously classified as operating lease by recognizing the liabilities under the lease as at January 1, 2020 with the present value of the remaining lease payment and discounted by the interest rate of the additional borrowing of the Company as at the initial application date. It was recognized the contractual use rights in the amount of liabilities under lease agreements adjusted by the amount of the prepaid or accrued lease payments which were related to the lease agreement recognized in the statement of financial position before the date of application of this financial reporting standard.

The effect of the change in accounting policy is stated in Note 4 to the interim financial statements.



Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”

The Federation of Accounting Professions announced Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

On April 22, 2020, the Accounting Treatment Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between January 1, 2020 and December 31, 2020.


The Company and its subsidiaries have elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where use a simplified approach to determine expected credit losses.
- Chose to follow the guideline in lease agreement amendment in accordance with the financial reporting standards No.16 lease agreement. In the case that the Company as the lessee (lessee) receives the rent reduction following the lease agreement from the lessor due to COVID-19, the lessee can choose not to use such rent reduction as change of lease agreement. When the Company chose such alternative, it has to comply with all agreements that receive rent reduction. When the lessee obtains the rent reduction confirmation in writing, the liabilities will be gradually reduced in accordance with the lease agreement due in each period by the proportion of rent reduction obtained throughout the period of rent reduction by the former calculated amount and period of rent reduction as well as reversing depreciation from right-of-use assets and interest from liabilities under the lease agreement that is still recognised in each period by the proportion of rent reduction. The difference arising will be recorded in profit or loss. It requires the lessee to adjust the value of liabilities under the lease agreement without adjusting the value of right-of-use assets and revalue the value of liabilities under the agreement again.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2019 except the changes in accounting policies as follows.

3.1 Financial assets and financial liabilities

These TFRS - Financial instruments standards establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. The impact from adoption of TFRS - Financial instruments standards are as follows: 

(1) Classification and measurement of financial assets

Financial assets that are debt instruments are measured at fair value through profit or loss, fair value through other comprehensive income, or amortized cost. Classification is driven by the Company and its subsidiaries' business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets that are equity instruments are measured at fair value through profit or loss or through other comprehensive income.

Financial liabilities are classified and measured at amortized cost.

Derivatives are classified and measured at fair value through profit or loss.

(2) Impairment of financial assets

The Company and its subsidiaries recognized an allowance for expected credit losses on its financial assets measured at amortized cost, without requiring a credit-impaired event to have occurred prior to the recognition. The Company and its subsidiaries accounts for changes in expected credit losses in stages, with differing methods of determining allowance for credit losses and the effective interest rate applied at each stage. An exception from this approach is that for trade receivables that do not contain a significant financing component, the Company and its subsidiaries applies a simplified approach to determine the lifetime expected credit losses.

(3) Hedge accounting

The Company has elected to adopt the new general hedge accounting model in TFRS 9. This requires the Company to ensure that hedge accounting relationship are aligned with its risk management objectives and strategy and to apply a more qualitative and forward-looking approach to assessing hedge effectiveness.

Fair value hedges

Where a derivative hedge the changes in fair value of a recognised asset, liability or unrecognised firm commitment (or an identified portion of such asset, liability or firm commitment), any gain or loss on remeasuring the fair value or foreign currency component of the hedging instrument is recognised in profit or loss. The hedged item is also stated at fair value in respect of the risk being hedged, with any gain or loss being recognised in profit or loss.

3.2 Leases

At inception of contract, the Company and its subsidiaries assess whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Company and its subsidiaries assess the lease term for the non-cancellable period as stipulated in lease contract or the remaining period of active leases at the date of initial application (January 1, 2020) together with any period covered by an option to extend the lease if it is reasonably certain to be exercised or any periods covered by an option to terminate the lease.

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Right-of-use assets

Right-of-use assets are recognized at the commencement date of the lease. Right-of-use assets are stated at cost, less any accumulated depreciation and impairment losses (if any) and adjusted for any remeasurement of lease liabilities (if any). The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Right-of-use assets are calculated by reference to their costs on a straight-line basis over the shorter of the lease term and the estimated useful lives for each of right-of-use assets.

Short-term leases and leases of low-value assets

Leased that have a lease term of 12 months or less from the commencement date and not contain a purchase option. It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term and leases of low-value assets are recognized as expense in profit and loss on a straight-line basis over the lease term.

4. CUMULATIVE EFFECTS OF CHANGES IN ACCOUNTING POLICIES DUE TO THE ADOPTION OF NEW FINANCIAL REPORTING STANDARDS

As described in Note 2.3 to the interim financial statements, during the current period, the Company and its subsidiaries have impacts from adoption of TFRSs related to financial instruments and TFRS 16.

The changes in accounting policies due to the adoption of above financial reporting standards, are summarized below.

	Baht			
	Consolidated financial statements			
	As at December 31, 2019	The impacts of TFRSs related to financial instruments	The impacts of TFRS 16	As at January 1, 2020
Statement of financial position				
Current assets				
Current investments	6,100,034	(6,100,034)	-	-
Trade and other current receivables	57,788,888	(2,220,199)	-	55,568,689
Other current financial assets	-	6,385,465	-	6,385,465
Other current assets	60,188,609	-	(1,493,322)	58,695,287
Total current assets	563,162,821	(1,934,768)	(1,493,322)	559,734,731
Non-current assets				
Right-of-use assets	-	-	416,734,183	416,734,183
Leasehold rights on land	5,524,264	-	(5,524,264)	-
Leasehold rights on buildings	30,318,461	-	(30,318,461)	-
Total non-current assets	1,909,621,371	-	380,891,458	2,290,512,829
Total assets	2,472,784,192	(1,934,768)	379,398,136	2,850,247,560

	Baht			
	Consolidated financial statements			
	As at December 31, 2019	The impacts of TFRSs related to financial instruments	The impacts of TFRS 16	As at January 1, 2020
Current liabilities				
Current portion of lease liabilities	-	-	96,481,888	96,481,888
Total current liabilities	917,705,433	-	96,481,888	1,014,187,321
Non-current liabilities				
Deferred tax liabilities	48,881,557	(566,327)	-	48,315,230
Lease liabilities	-	-	282,916,248	282,916,248
Other non-current financial liabilities	-	896,831	-	896,831
Total non-current liabilities	311,105,946	330,504	282,916,248	594,352,698
Total liabilities	1,228,811,379	330,504	379,398,136	1,608,540,019
Shareholders' equity				
Unappropriated retained earnings	199,142,940	(2,265,245)	-	196,877,695
Other component of shareholder's equity	380,896,491	(27)	-	380,896,464
Total shareholders' equity of parent	1,161,230,854	(2,265,272)	-	1,158,965,582
Total non-controlling interests of the subsidiaries	82,741,959	-	-	82,741,959
Total shareholders' equity	1,243,972,813	(2,265,272)	-	1,241,707,541
Total liabilities and shareholders' equity	2,472,784,192	(1,934,768)	379,398,136	2,850,247,560

	Baht			
	Separate financial statements			
	As at December 31, 2019	The impacts of TFRSs related to financial instruments	The impacts of TFRS 16	As at January 1, 2020
Statement of financial position				
Current assets				
Current investments	100,034	(100,034)	-	-
Trade and other current receivables	54,698,912	(2,220,199)	-	52,478,713
Other current financial assets	-	385,465	-	385,465
Total current assets	486,934,360	(1,934,768)	-	484,999,592
Non-current assets				
Right-of-use assets	-	-	393,110,078	393,110,078
Leasehold rights on buildings	30,318,461	-	(30,318,461)	-
Total non-current assets	1,676,205,869	-	362,791,617	2,038,997,486
Total assets	2,163,140,229	(1,934,768)	362,791,617	2,523,997,078
Current liabilities				
Current portion of lease liabilities	-	-	96,481,888	96,481,888
Total current liabilities	832,755,921	-	96,481,888	929,237,809
Non-current liabilities				
Deferred tax liabilities	44,813,003	(566,327)	-	44,246,676
Lease liabilities	-	-	266,309,729	266,309,729
Other non-current financial liabilities	-	896,831	-	896,831
Total non-current liabilities	208,360,643	330,504	266,309,729	475,000,876
Total liabilities	1,041,116,564	330,504	362,791,617	1,404,238,685
Shareholders' equity				
Unappropriated retained earnings	170,864,714	(2,265,245)	-	168,599,469
Other component of shareholder's equity	370,599,522	(27)	-	370,599,495
Total shareholders' equity	1,122,023,665	(2,265,272)	-	1,119,758,393
Total liabilities and shareholders' equity	2,163,140,229	(1,934,768)	362,791,617	2,523,997,078

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4.1 Financial instruments

The total impact on the retained earnings as at January 1, 2020 is as follows:


	Baht	
	Consolidated financial statements	Separate financial statements
Unappropriated retained earnings as at December 31, 2019	199,142,940	170,864,714
Increase in loss allowance for trade and other current receivables	(2,220,199)	(2,220,199)
Surplus on changes in value of available-for-sale investments	27	27
Hedge accounting and derivatives	(611,400)	(611,400)
Related income tax (expenses)	566,327	566,327
Adjustment to unappropriated retained earnings from adoption of TFRSs related to financial instruments on January 1, 2020	(2,265,245)	(2,265,245)
Unappropriated retained earnings as at January 1, 2020 – after adjust	196,877,695	168,599,469

Hedge accounting

Derivatives and hedging activities the Company has the following derivative instruments:

	Baht
	Consolidated/Separate financial statements
As a January 1, 2020	
Current assets	
Foreign currency forwards - fair value hedges	285,431
Total current derivative assets	285,431
Non-current liabilities	
Cross currency interest rate swaps - fair value hedges	896,831
Total non-current derivative liabilities	896,831

4.2 Leases

Upon initial application of TFRS 16 the Company and its subsidiaries recognized lease liabilities previously classified as operating leases at the present value of the remaining lease payments, discounted using incremental borrowing rate at January 1, 2020. For leases previously classified as finance leases, the Company and its subsidiaries recognized the carrying amount of the right-of-use assets and lease liabilities based on the carrying amounts of the lease assets and lease liabilities immediately before the date of initial application of TFRS 16. 

	Baht	
	Consolidated financial statements	Separate financial statements
Operating lease commitments disclosed as at December 31, 2019	208,633,794	179,544,599
<u>Add:</u> Purchase or extension options reasonably certain to be exercised	342,282,388	341,869,850
<u>Less:</u> Contracts reassessed as service agreements	(121,571,929)	(121,571,929)
<u>Less:</u> Advance for rental fee	(1,493,322)	-
	427,850,931	399,842,520
<u>Less:</u> Deferred interest expenses	(48,452,795)	(37,050,903)
Additional lease liabilities from TFRS 16 adoption	379,398,136	362,791,617
Finance lease liabilities as at December 31, 2019	-	-
Lease liabilities recognised as at January 1, 2020	379,398,136	362,791,617
Of which are:		
Current lease liabilities	96,481,888	96,481,888
Non-current lease liabilities	282,916,248	266,309,729
	379,398,136	362,791,617

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

	Baht	
	Consolidated financial statements	Separate financial statements
As at January 1, 2020		
Lands	18,099,841	-
Leasehold rights on land	5,524,264	-
Leasehold rights on buildings	30,318,461	30,318,461
Rental area of the head office	48,987,603	48,987,603
Rental area of the branches	306,578,662	306,578,662
Vehicles	7,225,352	7,225,352
Total right-of-use assets	416,734,183	393,110,078

5. TRANSACTIONS WITH RELATED PARTIES

The Company had significant business transactions with related parties. These parties are directly or indirectly related through common shareholding and/or directorship. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

The related companies include the following:

Company	Relationship
Plearn Patt Co.,Ltd. and Plearnpattana School.	Subsidiary company by direct shareholders
BaesLab Co., Ltd.	Subsidiary company by direct shareholders
M AND E Co., Ltd.	Associated company by direct shareholders

For the three-month and nine-month periods ended September 30, 2020 and 2019, the significant transactions with related parties can be summarized as follows:

		Baht			
		Consolidated financial statements		Separate financial statements	
		For the three-month periods ended September 30,		For the three-month periods ended September 30,	
Transfer Pricing Policy		2020	2019	2020	2019
<u>Transactions in the statements of income</u>					
<u>Subsidiary companies</u>					
Sales of goods	Market price	-	-	7,557	3,500
Interest income	MOR per annum	-	-	-	22,014
Service revenue	Mutually agreed agreement	-	-	1,168	2,840
Dividend income	As declared	-	-	4,150,000	-
<u>Related companies</u>					
Service expenses	Mutually agreed agreement	2,804	1,270,093	2,804	1,270,093
Purchases of goods	Market price	91,639	63,320	91,639	63,320
<u>shareholder and directors of subsidiary companies</u>					
Lease land	Mutually agreed agreement	281,048	281,433	-	-
Amortised leasehold rights on land	Mutually agreed agreement	71,901	71,901	-	-
Interest expenses	5% - 6% per annum	16,339	15,123	-	-

		Baht			
		Consolidated financial statements		Separate financial statements	
		For the nine-month periods ended September 30,		For the nine-month periods ended September 30,	
Transfer Pricing Policy		2020	2019	2020	2019
<u>Transactions in the statements of income</u>					
<u>Subsidiary companies</u>					
Sales of goods	Market price	-	-	309,663	121,698
Service expenses	Mutually agreed agreement	-	-	-	117,196
Interest income	MOR per annum	-	-	-	86,282
Service revenue	Mutually agreed agreement	-	-	2,336	74,878
Dividend income	As declared	-	-	4,150,000	-
<u>Transactions in associate company</u>					
Dividend income	As declared	-	-	500,000	1,000,000
<u>Related companies</u>					
Service expenses	Mutually agreed agreement	30,841	4,246,931	30,841	4,246,931
Purchases of goods	Market price	392,309	686,364	392,309	686,364
<u>shareholder and directors of subsidiary companies</u>					
Lease land	Mutually agreed agreement	834,356	835,122	-	-
Amortised leasehold rights on land	Mutually agreed agreement	214,159	213,358	-	-
Interest expenses	5% - 6% per annum	46,202	44,877	-	- <i>an</i>

As at September 30, 2020 and December 31, 2019 Significant outstanding balances with related companies are as follow:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
<u>Outstanding balances at the statements of financial position</u>				
<u>Subsidiary companies</u>				
Trade and other current receivables	-	-	2,848	14,925
<u>Related companies</u>				
Trade and other current receivables	289,657	1,495,068	289,657	1,495,068
Trade accounts payable	1,078,835	1,137,794	1,078,835	1,137,794
<u>Shareholder and directors of subsidiary companies</u>				
Leasehold rights on land	5,310,125	5,524,264	-	-
Long-term loan from directors	1,300,000	1,000,000	-	-

Short-term loan to subsidiary which is due within 1 year. The subsidiary obtained such loan for the purpose of funding product development. Interest is charged at MOR% of a commercial bank per annum.

Directors and management's benefits

For the three-month and nine-month periods ended September 30, 2020 and 2019, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended September 30, 2020	For the three-month periods ended September 30, 2019	For the three-month periods ended September 30, 2020	For the three-month periods ended September 30, 2019
Short - term benefits	4,057,878	5,786,990	3,418,012	5,165,674
Post-employment benefits	164,423	139,292	138,170	97,759
Total	4,222,301	5,926,282	3,556,182	5,263,433

	Baht			
	Consolidated financial statements		Separate financial statements	
	For the nine-month periods ended September 30, 2020	For the nine-month periods ended September 30, 2019	For the nine-month periods ended September 30, 2020	For the nine-month periods ended September 30, 2019
Short - term benefits	13,665,769	17,306,194	11,776,405	14,682,318
Post-employment benefits	493,270	417,877	414,510	293,278
Total	14,159,039	17,724,071	12,190,915	14,975,596

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6. CASH AND CASH EQUIVALENTS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Cash	8,995,134	16,302,807	8,757,161	16,132,211
Bank deposits - Current accounts	4,805,380	5,017,520	4,716,086	4,876,810
Bank deposits - Saving accounts	93,051,418	90,173,003	38,927,822	27,083,124
Total	106,851,932	111,493,330	52,401,069	48,092,145

7. TRADE AND OTHER CURRENT RECEIVABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
<u>Related parties</u>				
Classified by aging				
Not yet due	292,505	1,495,068	292,505	1,509,993
Total	292,505	1,495,068	292,505	1,509,993
<u>Other companies</u>				
Classified by aging				
Not yet due	85,648,087	35,893,833	85,596,709	35,893,833
Up to 6 months	37,550,045	18,451,668	35,960,129	16,505,498
6 - 12 months	2,057,170	3,754,317	2,057,170	2,802,632
Over 12 months	3,374,180	3,462,611	2,587,685	2,170,816
Total	128,629,482	61,562,429	126,201,693	57,372,779
Less: Allowance for doubtful debts	(7,813,492)	(6,149,513)	(7,063,437)	(4,405,426)
Allowance for goods return	(6,693,168)	(2,760,638)	(6,693,168)	(2,760,638)
Total	114,122,822	52,652,278	112,445,088	50,206,715
Total trade accounts receivable	114,415,327	54,147,346	112,737,593	51,716,708
<u>Other receivables</u>				
Advances	1,556,418	535,952	1,535,418	508,965
Others	4,127,336	3,105,590	3,067,000	2,473,239
Total other receivables	5,683,754	3,641,542	4,602,418	2,982,204
Trade and other current receivables - net	120,099,081	57,788,888	117,340,011	54,698,912

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The movements in transactions of allowance for doubtful accounts and allowance for goods return for the nine-month period September ended 30, 2020, are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	Allowance for doubtful debts	Allowance for goods return	Allowance for doubtful debts	Allowance for goods return
Beginning balance	6,149,513	2,760,638	4,405,426	2,760,638
Add: Allowance doubtful debts and goods return during the period	2,658,011	3,932,530	2,658,011	3,932,530
Less: Reversal of allowance doubtful debts and goods return during the period	(994,032)	-	-	-
Ending balance	7,813,492	6,693,168	7,063,437	6,693,168

8. INVENTORIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Raw material	994,528	1,073,796	994,528	1,073,796
Work in process	7,331,728	7,195,136	7,331,728	7,043,776
Finished goods	493,221,395	487,878,038	491,351,100	486,643,812
Total	501,547,651	496,146,970	499,677,356	494,761,384
Less: Allowance for loss of inventories	(2,788,819)	(2,766,575)	(2,788,819)	(2,766,575)
Allowance for dilapidated and slow moving	(195,288,884)	(165,788,435)	(195,189,299)	(165,688,850)
Inventories - net	303,469,948	327,591,960	301,699,238	326,305,959

Movements in transactions of allowance for loss of inventories and allowance for dilapidated and slow moving are summarised follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Beginning balance	168,555,010	191,017,875	168,455,425	190,911,454
Increase	30,878,263	8,791,589	30,878,263	8,791,590
Decrease	(1,355,570)	(31,254,454)	(1,355,570)	(31,247,619)
Ending balance	198,077,703	168,555,010	197,978,118	168,455,425

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9. OTHER CURRENT FINANCIAL ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Investment in available-for-sale securities in unit trust - at cost	141,297,183	100,000	141,297,183	100,000
Add: Unrealized gain on changes in the value of investments	59,999	34	59,999	34
Investment in available-for-sale securities - at fair value	141,357,182	100,034	141,357,182	100,034
Foreign exchange contracts outstanding	201,659	-	201,659	-
Fixed deposits - 7 Months	-	6,000,000	-	-
Total	141,558,841	6,100,034	141,558,841	100,034

10. OTHER CURRENT ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Supplies	15,192,330	18,616,162	15,070,245	17,895,191
Prepaid expenses	11,372,293	14,056,602	10,120,376	12,448,651
Prepaid income tax	24,346,608	23,502,481	23,499,013	23,499,013
Other current assets	4,759,135	4,013,364	4,736,410	3,894,455
Total	55,670,366	60,188,609	53,426,044	57,737,310

11. RESTRICTED BANK DEPOSITS AND OTHER INVESTMENTS

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at September 30, 2020	As at December 31, 2019
Fixed deposits with 12 months maturity	8,000,000	8,000,000
Government bonds with 7 years maturity	4,947,272	4,932,664
Total	12,947,272	12,932,664

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As at September 30, 2020 and December 31, 2019, the fixed deposits with 12 months maturity, with the bearing of 1.85% and 1.85%, respectively and savings bonds with 7 years maturity, face value Baht 5.00 million with the bearing of 3.625% have been used to guarantee electricity use, rental of space and dealers (Note 29.2 to the interim financial statements).

12. INVESTMENTS IN AN ASSOCIATE

This account consisted of:

Company's name	Nature of business	Shareholding percentage	Baht							
			Consolidated financial statements						Separate financial statements	
			At equity method		Allowance for impairment of investments		At equity method - Net		At cost method	
			As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
M AND E Co., Ltd.	Painting office production of technical magazines and engineering manuals	25	24,667,783	24,945,699	(580,000)	(580,000)	24,087,783	24,365,699	100,000	100,000
Total			24,667,783	24,945,699	(580,000)	(580,000)	24,087,783	24,365,699	100,000	100,000

Company's name	Baht							
	Consolidated financial statements				Separate financial statements			
	Share of gain from associated companies				Dividend received			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,		For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2020	2019	2020	2019	2020	2019	2020	2019
M AND E Co., Ltd.	222,084	26,920	222,084	26,920	-	-	500,000	1,000,000

For the year 2020

According to the General Shareholders' Meeting No. 1/2020 dated April 29, 2020, of M AND E Co., Ltd., it had a resolution to approve the dividend payment from the operating results ended December 31, 2020 to the shareholders at Baht 500.00 per share for 4,000 shares. The dividend payment totaled Baht 2.00 million on July 21, 2020

For the year 2019

According to the Shareholders' Meeting No. 1/2019 dated April 29, 2019 of M AND E Co., Ltd., it had a resolution to approve the dividend payment from the operating results ended December 31, 2019 to the shareholders at Baht 1,000.00 per share for 4,000 shares. The dividend payment totaled Baht 4.00 million on July 10, 2019

13. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as presented in the separate financial statements are as follows:

Company's name	Baht									
	Paid-up capita		Shareholding percentage		Cost		Allowance for impairment of investments		Carrying amounts based on cost method - net	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
	(Thousand Baht)	(Thousand Baht)	(%)	(%)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)
BaesLab Co., Ltd.	250	250	60.00	60.00	150,000	150,000	-	-	150,000	150,000
Plearn Patt Co., Ltd.	151,850	151,850	48.97	48.97	83,000,000	83,000,000	(13,667,909)	(13,667,909)	69,332,091	69,332,091
Total					83,150,000	83,150,000	(13,667,909)	(13,667,909)	69,482,091	69,482,091

On March 9, 2020, the Directors' Meeting of Plearnpat Co.,Ltd., a subsidiary of the Company, had a resolution to change the school operator from Plearnpat Co.,Ltd. to school juristic person under the Private School Act B.E. 2550, Section 24. When receiving the license to establish a formal school, the school in the system becomes a juristic person from the date of receiving the license and the licensee becomes a representative of the juristic person. This is the reason to separate Ploen Pattana School from Plearnpat Co.,Ltd. in order to operate in accordance with the Act B.E. 2550.

On July 28, 2020, the Annual General Shareholders' Meeting for the year 2020 of Ploenpat Co., Ltd., a subsidiary had a resolution to pay the interim dividend for the year 2020 to the shareholders at Baht 0.50 per share for 16,947,550 shares, totaled Baht 8.47 million on August 24, 2020.

14. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account for the nine-month period ended September 30, 2020 are summarised follows:

	Baht	
	Consolidated	Separate
	financial statements	financial statements
At cost		
Balance as at December 31, 2019	2,810,661,958	2,325,715,736
Acquisitions during the period	24,887,761	5,717,635
Disposals during the period	(20,232,524)	(17,589,887)
Written-off during the period	(13,867,577)	(12,893,676)
Balance as at September 30, 2020	2,801,449,618	2,300,949,808
Accumulated depreciation		
Balance as at December 31, 2019	1,088,341,696	876,086,376
Depreciation for the period	61,005,794	46,659,156
Accumulated depreciation on disposals	(19,670,113)	(17,040,127)
Accumulated depreciation on written-off	(12,995,144)	(12,554,348)
Balance as at September 30, 2020	1,116,682,233	893,151,057
Impairment		
Balance as at December 31, 2019	914,991	914,991
Impairment during the period	(107,561)	(107,561)
Balance as at September 30, 2020	807,430	807,430
Net book value		
Balance as at December 31, 2019	1,721,405,271	1,448,714,369
Balance as at September 30, 2020	1,683,959,955	1,406,991,321

The Company mortgaged the land and constructions thereon where the distribution centre is situated to secure against credit facilities granted by a commercial bank (Note. 17 and 21 to the interim financial statement)

15. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account during the nine-month period ended September 30, 2020 are summarized below.

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at January 1, 2020	35,842,725	30,318,461
Adjustments of right-of-use assets due to TFRS16 adoption	380,891,458	362,791,617
Acquisitions during the period	1,087,745	1,087,745
Amortization during the period	(362,265)	-
Disposals during the period	(79,356,131)	(78,178,269)
Net book value as at September 30, 2020	<u>338,103,532</u>	<u>316,019,554</u>

16. INTANGIBLE ASSETS

Movements of the intangible assets which are software license fee for the nine-month period ended September 30, 2020 are summarised follows:

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2019	2,943,182	2,814,524
Acquisitions during the period	226,821	82,371
Disposals during the period	(289,365)	(289,365)
Written-off during the period	(557,541)	(556,820)
Amortization during the period	<u>289,350</u>	<u>289,350</u>
Net book value as at September 30, 2020	<u>2,612,447</u>	<u>2,340,060</u>

17. BANK OVERDRAFTS AND SHORT- TERM LOANS FROM FINANCIAL INSTITUTIONS

As at September 30, 2020 and December 31, 2019, the Company had the short-term loans are in the form of promissory notes, with credit lines Baht 250.00 million not over 3 months in the amount of Baht 190 and Baht 40.00 million, respectively ,with interest rate of 3% per annum and as at December 31, 2019, the Company had the overdrafts amounted Baht 23.03 million and with carried MOR% per annum guaranteed by mortgaging the land with buildings (Note 14 to the interim financial statements)

18. TRADE AND OTHER CURRENT PAYABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Trade accounts payable - related parties	1,078,835	1,137,794	1,078,835	1,137,794
Trade accounts payable - other company	526,884,087	594,559,079	523,862,666	593,935,758
Accrued expenses	75,803,035	66,101,878	67,308,980	54,567,349
Other payables for purchase of assets	965,085	2,196,330	858,734	1,426,351
Notes payable	105,500	3,077,511	105,500	3,077,511
Other payables	26,857,569	15,391,307	26,854,326	15,391,307
Total	631,694,111	682,463,899	620,069,041	669,536,070

19. INCOME RECEIVED IN ADVANCE

This account consisted of:

	Baht	
	Consolidated financial statements	
	As at September 30, 2020	As at December 31, 2019
Income received in advance - not yet recognised	55,320,749	100,962,140
Less: Income received in advance recognisable within one year	(10,812,631)	(59,377,559)
Net	44,508,118	41,584,581

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Movements of income received in advance for the nine-month period ended September 30, 2020, are as follows:

	Baht		
	Consolidated financial statements		
	Initial entrance fee	Education supporting fee	Total
Beginning as at January 1, 2019	39,178,333	60,495,413	99,673,746
Add: Increase during the year	14,726,000	186,970,301	201,696,301
Less: Income recognition during the year	(7,816,375)	(190,562,518)	(198,378,893)
Less: Returned due to resignation of students	(187,000)	(1,842,014)	(2,029,014)
Balance as at December 31, 2019	45,900,958	55,061,182	100,962,140
Add: Increase during the period	5,860,000	114,995,258	120,855,258
Less: Income recognition during the period	(10,039,549)	(156,457,100)	(166,496,649)
Balance as at September 30, 2020	41,721,409	13,599,340	55,320,749

20. OTHER CURRENT LIABILITIES

This account consisted of:


	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Coupon and prepaid card payable	17,382,813	19,849,706	17,382,813	19,849,706
Accrued withholding tax	1,593,661	1,592,519	1,290,544	1,425,793
Unearned income	4,597,681	3,175,014	3,958,589	2,174,517
Advance received for purchasing books	3,186,426	5,418,593	3,186,426	5,418,593
Others	4,572,740	2,983,615	3,675,680	2,247,217
Total	31,333,321	33,019,447	29,494,052	31,115,826

21. LONG-TERM LOANS

This account consisted of:

Loan	Interest rate (%)	Repayment schedule	Baht			
			Consolidated financial statements		Separate financial statements	
			As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
1	THBFD 3M + 3.85*	Monthly instalment as from July 31, 2014 with the last instalment in September 30, 2021	44,380,000	53,320,000	44,380,000	53,320,000
2	MLR-1.5	Monthly instalment as from November 30, 2014 with the last instalment in December 31, 2023	88,710,000	94,872,000	88,710,000	94,872,000
3	THBFX 6M + 2.56	repayment on the 13th salary from the month of loan withdrawal starting September 30, 2021	70,000,000	-	70,000,000	-
4	6.00 - 7.50**	Settlement at maturity date of the contracts	70,100,000	56,450,000	-	-
5	2.00	3 rd year repayment starts April 14, 2022	20,000,000	-	20,000,000	-
Total			293,190,000	204,642,000	223,090,000	148,192,000
Less: Current portion			(77,074,000)	(70,658,000)	(30,874,000)	(60,408,000)
Long-term loans - net			216,116,000	133,984,000	192,216,000	87,784,000

* Interest expense rate in swap transaction agreement

** Unsecured long-term loan of subsidiary 

The long-term loans were guaranteed with the land and buildings that was the location of the distribution center to guarantee any liabilities or obligations either already exist at the moment or will be held under such agreement (Note 30.3 to the interim financial statements).

Under such long agreement, the Company had to comply with some certain financial conditions specified in the agreement such as to maintain the debt ratio with interest to equity and leverage ratio, etc.

The Company had entered into the interest rate swap agreement of the credit limit loan No. 1 with the lender bank to exchange interest rate as specified in the loan agreement as floating interest rate plus the specified rate (Note 29.3 to the interim financial statements).

In April 2020, the Company has entered into a loan agreement (revised edition) to request a suspension of loans amounted No. 1 and 2 for 1 year from April 2020 to March 2021 by repayment of loan amounted No. 1 within June 2022 and loan amounted No. 2 within November 2024

22. EMPLOYEE BENEFIT LONG-TERM OBLIGATIONS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Provision for compensation on employees'	59,028,680	60,467,986	50,494,186	52,031,378
Provision for long service awards	24,321,879	24,982,853	24,321,879	24,982,853
Total	83,350,559	85,450,839	74,816,065	77,014,231

Movements of the employee benefit long-term obligations account are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Long-term employee benefit obligations				
at beginning of the period	85,450,839	61,119,627	77,014,231	54,279,902
Included in profit or loss :				
Past service cost recognition	-	10,753,924	-	9,674,086
Current service cost recognition	4,922,935	5,271,998	4,449,257	4,817,198
Cost of interest	1,011,033	1,882,196	861,167	1,688,489
Actuarial (gain) loss of other long-term benefits				
recognized - other long - term benefits	-	2,666,923	-	2,666,923
Included in other comprehensive income :				
Actuarial (gain) loss of other long-term				
benefits recognized				
Experience adjustment	-	4,392,762	-	4,392,762
Financial assumption changes	-	6,452,138	-	6,452,138
Benefit paid during period	(8,034,248)	(7,088,729)	(7,508,590)	(6,957,267)
Net long-term employee benefit obligations				
at the end of the period	83,350,559	85,450,839	74,816,065	77,014,231

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In 2019, the obligation under the defined benefit plan is calculated by a qualified independent actuary. The effect resulted in actuarial loss arising from post-employment benefit-net income tax expense in the amount of Baht 10.81 million, the Company are recognized in other comprehensive income.

23. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September	As at December	As at September	As at December
	30, 2020	31, 2019	30, 2020	31, 2019
Deferred tax assets	53,250,877	50,238,773	53,134,877	50,122,773
Deferred tax liabilities	(98,816,581)	(99,120,330)	(94,846,390)	(94,935,776)
Deferred tax asset (liabilities) - net	<u>(45,565,704)</u>	<u>(48,881,557)</u>	<u>(41,711,513)</u>	<u>(44,813,003)</u>

Components of deferred tax assets and liabilities were summarized as follows:

	Baht					
	Consolidated financial statements					
	Balance as at	The impacts	Balance as at	Income (expenses) during the period		Balance as at
	December	of adoption of	January	In profit or loss	In other	September
	31, 2019	TFRSs related	1, 2020		comprehensive	30, 2020
		of financial			income	
		instruments				
Deferred tax assets :						
Unrealized loss from derivatives	-	122,280	122,280	920,945	-	1,043,225
Allowance for doubtful accounts and goods returns	1,433,215	444,040	1,877,255	874,066	-	2,751,321
Allowance for dilapidated and slow moving	33,103,713	-	33,103,713	1,111,919	-	34,215,632
Allowance for assets impairment	182,999	-	182,999	(21,513)	-	161,486
Provision for impairment of investment in associate	116,000	-	116,000	-	-	116,000
Employee benefits obligations	15,402,846	-	15,402,846	(439,633)	-	14,963,213
Total	50,238,773	566,320	50,805,093	2,445,784	-	53,250,877
Deferred tax liabilities:						
Unrealized gains from changes in investment values	7	(7)	-	12,000	-	12,000
Surplus on revaluation of assets	99,120,323	-	99,120,323	(138,890)	(182,409)	98,799,024
Right-of-use assets	-	-	-	5,557	-	5,557
Total	99,120,330	(7)	99,120,323	(121,333)	(182,409)	98,816,581

	Baht					
	Separate financial statements					
	Balance as at December 31, 2019	The impacts of adoption of TFRSs related of financial instruments	Balance as at January 1, 2020	Income (expenses) during the period In profit or loss In other comprehensive income		Balance as at September 30, 2020
Deferred tax assets :						
Unrealized loss from derivatives	-	122,280	122,280	920,945	-	1,043,225
Allowance for doubtful accounts and goods returns	1,433,215	444,040	1,877,255	874,066	-	2,751,321
Allowance for dilapidated and slow moving	33,103,713	-	33,103,713	1,111,919	-	34,215,632
Allowance for assets impairment	182,999	-	182,999	(21,513)	-	161,486
Employee benefits obligations	15,402,846	-	15,402,846	(439,633)	-	14,963,213
Total	50,122,773	566,320	50,689,093	2,445,784	-	53,134,877
Deferred tax liabilities:						
Unrealized gains from changes in investment values	7	(7)	-	12,000	-	12,000
Surplus on revaluation of assets	94,935,769	-	94,935,769	(106,936)	-	94,828,833
Right-of-use assets	-	-	-	5,557	-	5,557
Total	94,935,776	(7)	94,935,769	(89,379)	-	94,846,390

24. LEASE LIABILITIES

The carrying amounts of lease liabilities and the movement for the nine-month period ended September 30, 2020 are presented below.

Baht	
	Consolidated financial statements
	Separate financial statements
As at December 31, 2019	-
Effects of the adoption of TFRS16	379,398,136
As at January 1, 2020	379,398,136
Addition during the period	1,087,744
Accretion of interest	2,295,149
Payments	(64,051,276)
Decrease from rental reduction	(10,819,953)
Decrease from contract cancellation	(252,717)
As at September 30, 2020	307,657,083
Less: current portion	(95,309,343)
Lease liabilities - net of current portion	212,347,740

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As at September 30, 2020 and January 1, 2020 (after adjust), the payment of these contracts are as follow:-

Baht						
Consolidated financial statements						
As at September 30, 2020			As at January 1, 2020 (after adjust)			
Principal	Interest expenses	Total	Principal	Interest expenses	Total	
Payment due within 1 year	95,309,343	5,654,796	100,964,139	96,481,888	3,625,310	100,107,198
Payment due over 1 year to 5 years	202,337,220	30,416,896	232,754,116	271,939,787	34,689,428	306,629,215
Payment due over 5 years	10,010,520	9,756,070	19,766,590	10,976,461	10,138,057	21,114,518
Total	307,657,083	45,827,762	353,484,845	379,398,136	48,452,795	427,850,931

Baht						
Separate financial statements						
As at September 30, 2020			As at January 1, 2020 (after adjust)			
Principal	Interest expenses	Total	Principal	Interest expenses	Total	
Payment due within 1 year	94,397,532	5,549,191	99,946,723	96,481,888	3,652,602	100,134,490
Payment due over 1 year to 5 years	196,353,415	28,806,624	225,160,039	265,738,100	33,162,476	298,900,576
Payment due over 5 years	471,763	199,037	670,800	571,629	235,825	807,454
Total	291,222,710	34,554,852	325,777,562	362,791,617	37,050,903	399,842,520

25. OTHER NON - CURRENT FINANCIAL LIABILITIES

As at September 30, 2020, details of other non-current financial liabilities are as below.

Baht			
Consolidated financial statements		Separate financial statements	
As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Foreign exchange contracts outstanding			
Interest rate swap transaction (Note 29.3.3)	5,417,782	-	-
Other current financial liabilities total	5,417,782	5,417,782	-

26. INCOME TAX EXPENSES

The major components of income tax expenses for the three-month and nine-month periods ended September 30, 2020 and 2019 are as follows:

Baht			
Consolidated financial statements		Separate financial statements	
For the three-month periods ended September 30,		For the three-month periods ended September 30,	
2020	2019	2020	2019
Income tax expense shown in profit or loss :			
Current income tax :			
Current income tax for the period	20,272	(4,025,310)	-
Deferred tax:			
Changes in temporary differences relating to the original recognition and reversal	4,414,909	4,032,191	4,431,062
Total	4,435,181	6,881	23,034

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	Baht			
	Consolidated financial statements		Separate financial statements	
	For the nine-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2020	2019	2020	2019
Income tax expense shown in profit or loss :				
Current income tax :				
Current income tax for the period	20,272	2,197,150	-	2,197,150
Deferred tax:				
Changes in temporary differences relating to the original recognition and reversal	(2,583,275)	1,332,236	(2,535,168)	1,415,285
Total	(2,563,003)	3,529,386	(2,535,168)	3,612,435

27. PROFIT (LOSS) PER SHARE

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

For the three-month and nine-month periods ended September 30, 2020 and 2019

	Consolidated financial statements		Separate financial statements	
	For the three-month periods		For the three-month periods	
	ended September 30,		ended September 30,	
	2020	2019	2020	2019
Profit (loss) for the period				
Equity holders of the parent (Baht)	13,337,867	(5,735,820)	13,747,077	(7,856,152)
Weighted average number of ordinary shares (shares)	391,944,418	391,944,418	391,944,418	391,944,418
Basic profit (loss) per share (Baht/share)	0.03	(0.01)	0.04	(0.02)
	Consolidated financial statements		Separate financial statements	
	For the nine-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2020	2019	2020	2019
Profit (loss) for the period				
Equity holders of the parent (Baht)	(4,186,342)	15,550,698	(14,805,774)	6,850,137
Weighted average number of ordinary shares (shares)	391,944,418	391,944,418	391,944,418	391,944,418
Basic profit (loss) per share (Baht/share)	(0.01)	0.04	(0.04)	0.02

28. OPERATION SEGMENT

Operating segment information is reported in a manner consistent with the internal reports of the Company and its subsidiaries that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

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The businesses of the Company and its subsidiaries are ship builder and ship repairer, manufacturing and trading marine equipment with the main operation in the single geographic area in Thailand. Segment performance is considered by revenue and gross profit and is also measured based on the group operating profit or loss, on a basis consistent with that used to measure the operating profit or loss in the financial statement.

The Company and its subsidiaries' revenue and gross profit information for the three-month and nine-month periods ended September 30, 2020 and 2019 by segments are as follows:

Million Baht								
Consolidated financial statements								
For the three-month periods ended September 30,								
	Retail business segment		Other distribution channels		School business segment		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
External revenue	345.59	460.48	163.90	167.07	54.08	48.57	563.57	676.12
Total revenues	345.59	460.48	163.90	167.07	54.08	48.57	563.57	676.12
Gross profit from operating according to the segment	128.23	174.59	56.02	53.07	15.62	11.15	199.87	238.81
Unallocated income and expenses:								
Other income							24.04	18.42
Selling expenses							(118.49)	(159.92)
Administrative expenses							(80.00)	(97.99)
Finance costs							(4.23)	(2.87)
Share of gain from associated companies							0.22	0.03
Income tax (expenses)							(4.44)	(0.01)
Profit (loss) for the period							16.97	(3.53)
As at September 30,								
Property, plant and equipment							1,683.96	1,739.39
Right-of-use assets							338.10	-
Intangible assets							2.61	3.13
Leasehold rights on land and buildings							-	38.24
Rental guarantee and deposit							83.09	85.37
Other assets							795.92	595.96
Total assets							2,903.68	2,462.09

Million Baht								
Consolidated financial statements								
For the nine-month periods ended September 30,								
	Retail business segment		Other distribution channels		School business segment		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
External revenue	890.67	1,536.05	541.79	633.62	166.50	150.10	1,598.96	2,319.77
Total revenues	890.67	1,536.05	541.79	633.62	166.50	150.10	1,598.96	2,319.77
Gross profit from operating according to the segment	332.12	572.81	190.52	202.61	58.57	42.55	581.21	817.97
Unallocated income and expenses:								
Other income							41.83	51.69
Selling expenses							(332.31)	(508.17)
Administrative expenses							(270.49)	(323.08)
Finance costs							(11.62)	(9.46)
Share of gain from associate companies							0.22	0.03
Income tax (expenses)							2.56	(3.53)
Profit for the period							11.40	25.45

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Million Baht							
Consolidated financial statements							
For the nine-month periods ended September 30,							
Retail business segment		Other distribution channels		School business segment		Total	
2020	2019	2020	2019	2020	2019	2020	2019
As at September 30,							
Property, plant and equipment						1,683.96	1,739.39
Right-of-use assets						338.10	-
Intangible assets						2.61	3.13
Leasehold rights on land and buildings						-	38.24
Rental guarantee and deposit						83.09	85.37
Other assets						795.92	595.96
Total assets						2,903.68	2,462.09

The basis of pricing between the Group is consistent with that for third party transactions

29. COMMITMENTS AND CONTINGENT LIABILITIES

As at September 30, 2020, the Company and its subsidiaries had no obligations under lease agreements and related service agreements as a result of the adoption of the TFRS 16 as at January 1, 2020. The Company recognized the lease liabilities previously classified as operating lease at the present value of the remaining lease payments, discounted incremental borrowing rate, as described in Note 15 to the interim financial statements.

29.1 Operating lease commitments

29.1.1 As September 30, 2020 the Company has entered into space rental agreements for use as branch offices, totalling 97 branches. The lease periods ranged from 1 to 20 years. Total rental and utility fees were approximately Baht 28.80 million per annum. Some of rental fees were calculated from the percentage of sales amounts of that branch.

29.1.2 As September 30, 2020 the Company and its subsidiaries have entered into several costs service related with the operations. The terms of the agreements are generally between 1 and 30 years.

The Company and its subsidiaries, future minimum lease payments required under operating leases contracts as at September 30, 2020 and December 31, 2019 as follow:

	Baht			
	Consolidated financial Statement		Separate financial Statement	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
Payable:				
In up to 1 year	66,451,341	88,299,339	66,451,341	86,917,425
In over 1 and up to 5 years	42,998,428	92,252,970	42,998,428	86,467,784
In over 5 years	5,353,989	28,081,485	5,353,989	6,159,390
Total	114,803,758	208,633,794	114,803,758	179,544,599

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29.2 Guarantees

As at September 30, 2020, the Company has pledged the bank deposit of Baht 4.00 million to guarantee contractual performance and guarantee rental. In addition, other investments of Baht 1.00 million were pledged to guarantee the electricity usage and rental of head office.

29.3 Long-term service commitments

29.3.1 The Company entered into agent appointment agreement with a foreign company for the contractual period of three years commencing from May 31, 2019 to October 31, 2022. Upon expiration of the term, the Agreement shall be automatically renewed for successive one year unless either party notifies the other of its intention in writing to terminate the Agreement.

29.3.2 The Company entered into three-year contracts allowing the use of copyrights with various authors which can be automatically renewed for successive three years, and agreed to pay remuneration at the percentage of the number of books published or sold.

29.3.3 Interest Rate Swap Transaction Agreement

The Company has the detail of the interest rate swap agreement outstanding as at September 30, 2020 as follow:

Principal amount	Interest Revenue	Interest Expenses	Termination date
	Rate Swap Agreement	Rate Swap Agreement	
88.76 Million	THBFIX 1M+ 1.74	THBFD 3M+ 3.85	June 2022
100.00 Million	THBFIX 6M+ 2.56	4.50	August 2025

30. CREDIT LIMITS

As at September 30, 2020, the Company had the credit limits with the local financial institutions as follows:

30.1 The Company had 3 overdrafts limit amounted Baht 60 million by entering into the agreement with 3 financial institutions, carried MOR% per annum that consisted of:

30.1.1) Two credit limits without guarantee amounted Baht 20 million and Baht 20 million, respectively.

30.1.2) One credit limit with guarantee amounted Baht 20 million and guaranteed by mortgaging the land with buildings.

30.2 The Company had 2 short-term loan limits amounted Baht 250 million by entering into the agreement with two financial institutions in the form of promissory notes with maturity date not over three months and carried the interest rate of 3.30% per annum that consisted of:

30.2.1) One credit limit without guarantee amounted Baht 50 million.

30.2.2) One credit limit with guarantee amounted Baht 200 million and guaranteed by mortgaging the land with buildings. *aw*

30.3 The Company has the long-term loan with a financial institution guaranteed by a mortgage on land and buildings for 2 credit lines divided as:

30.3.1) The loans amounted Baht 700 million consisted of:

- Loan agreement amounted Baht 250 million at THBFIX 3M+3.85% per annum
- Loan agreement amounted Baht 250 million at MLR-1.5% per annum
- Balance amounted Baht 200 million has not withdrawn and the Company has cancelled the credit loan on 21/11/2019

30.3.2) Loan amounted Baht 100 million at THBFIX 6M + 2.56% per annum, withdrawn for the first installment amounted Baht 70 million in August 2020

31. FOREIGN CURRENCY LIABILITIES

As at September 30, 2020 and December 31, 2019 The Company balances of financial liabilities denominated in foreign currencies are summarised follow:

Foreign currency	Consolidated/Separate financial statement			
	Financial liabilities		Average exchange rate (Baht)	
	As at September 30, 2020	As at December 31, 2019	As at September 30, 2020	As at December 31, 2019
	(Thousand)	(Thousand)	(Thousand)	(Thousand)
USD	13	13	31.8258	30.3313
SGD	20	-	23.4312	22.5935
GBP	564	988	41.1203	39.9523

As at September 30, 2020 the Company has foreign exchange contracts outstanding are summarised follow:

Foreign currency	Consolidated/Separate financial statements				
	Bought amount	Sold amount	Contractual exchange rate		Maturity date
	(Thousand Baht)	(Thousand Baht)	Bought	Sold	
GBP	514	-	38.450 - 40.729	-	October 2020 - Jan 2021

32. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company and its subsidiary use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows *on*

As of September 30, 2020, the Company and its subsidiary had the following assets that were measured at fair value using different levels of inputs as follows:

		Baht			
		Consolidated financial statements			
		As at September 30, 2020			
		Level 1	Level 2	Level 3	Total
Assets measured at fair value					
Property, plant and equipment		-	-	1,547,976,436	1,547,976,436

		Baht			
		Separate financial statements			
		As at September 30, 2020			
		Level 1	Level 2	Level 3	Total
Assets measured at fair value					
Property, plant and equipment		-	-	1,292,148,433	1,292,148,433

33. CORONAVIRUS DISEASE 2019 PANDEMIC

Since January 2020, the Coronavirus disease 2019 (COVID-19) pandemic is continuing to evolve. The spread of COVID-19 caused, resulting in an economic slowdown and adversely impacting most businesses and industries as a whole. The situation may affect the results of operations of the Company, and recognition and measurement of assets and liabilities in the financial statements. The management assesses the financial impact in respect of valuation of assets, provisions and contingent liabilities, and has used judgment in estimates in that situation.

34. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors on November 10, 2020. 