

Salee Printing Public Company Limited
Report and financial statements
31 December 2018

Independent Auditor's Report

To the Shareholders of Salee Printing Public Company Limited

Opinion

I have audited the accompanying financial statements of Salee Printing Public Company Limited ("the Company"), which comprise the statement of financial position as at 31 December 2018, and the related statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Salee Printing Public Company Limited as at 31 December 2018, and its financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Company in accordance with the Code of Ethics for Professional Accountants as issued by the Federation of Accounting Professions as relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.



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I have fulfilled the responsibilities described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.

Key audit matters and how audit procedures respond for each matter are described below.

Revenue recognition

Revenues from sales of goods are significant accounts of the Company because the amounts that are recorded in the accounts directly affect the Company's annual profit or loss. In addition, the economic volatility may have a direct impact on the competition in the industry overall. Therefore, I have focused on revenue recognition of the Company in terms of both the amount and timing of revenue recognition.

I have examined the revenue recognition of the Company by

- Assessing and testing of the Company's IT system and its internal controls with respect to the revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls, and with special consideration given to expanding the scope of the testing of the internal controls which respond to the above matter.
- Applying a sampling method to select sales document to assess whether revenue recognition was consistent with the relevant conditions, and whether it was in compliance with the Company's policy.
- On a sampling basis, examining supporting documents for actual sales transactions occurring during the year and near the end of the accounting period.
- Reviewing credit notes that the Company issued after the period-end.
- Performing analytical procedures on disaggregated data to detect possible irregularities in sales transactions throughout the period, particularly for accounting entries made through journal vouchers.

Inventory

Estimating the net realisable value of inventory, as disclosed in Note 10 to the financial statements, is an area of significant management judgement, particularly with regard to the estimation of provision for diminution in the value of slow-moving and obsolete inventory. This requires detailed analysis of the product life cycle, the competitive environment, economic circumstances and the situation within the industry. There is a risk with respect to the amount of provision set aside for diminution in the value of inventory.

I assessed and tested the internal controls of the Company relevant to the determination of provision for diminution in the value of inventory by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls. In addition, I also assessed the method and the assumptions applied by management in determining such provision. The procedures that I performed included:

- Gaining an understanding of the basis applied in determining the provision for diminution in value of inventory, and reviewing the rationale and consistency of the application of that basis.
- Analysing the inventory holding periods and inventory movements to identify products with indicators of lower than normal inventory turnover.
- Comparing details of sales transactions occurring after the date of the financial statements with the cost of inventory for each products.
- Comparing historical data of actual losses on sales and write-offs of inventory during each of the previous 3 years with the provision for diminution in value of inventory recorded at the preceding year-end.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Company, but does not include the financial statements and my auditor's report thereon. The annual report of the Company is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.



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In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report of the Company, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



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As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



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From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

I am responsible for the audit resulting in this independent auditor's report.

Sumalee Reewarabandith

Certified Public Accountant (Thailand) No. 3970

EY Office Limited

Bangkok: 22 February 2019

Salee Printing Public Company Limited**Statement of financial position****As at 31 December 2018**

		(Unit: Baht)	
	Note	2018	2017
Assets			
Current assets			
Cash and cash equivalents	7	34,417,486	63,104,986
Current investments	8	428,795,569	478,746,653
Trade and other receivables	9	105,003,572	124,579,115
Inventories	10	82,520,050	74,274,424
Other current assets		1,822,870	2,024,758
Total current assets		<u>652,559,547</u>	<u>742,729,936</u>
Non-current assets			
Restricted bank deposit	11	934,898	933,976
Other long-term investments	12	69,948,544	-
Equipment	13	257,003,551	256,908,036
Deposits for machinery		994,200	-
Intangible assets	14	3,683,671	3,203,319
Deferred tax assets	20	4,747,522	3,272,533
Other non-current assets		12,618,025	4,289,397
Total non-current assets		<u>349,930,411</u>	<u>268,607,261</u>
Total assets		<u><u>1,002,489,958</u></u>	<u><u>1,011,337,197</u></u>

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

Salee Printing Public Company Limited
Statement of financial position (continued)
As at 31 December 2018

		(Unit: Baht)	
	Note	2018	2017
Liabilities and shareholders' equity			
Current liabilities			
Trade and other payables	15	33,097,831	26,557,853
Current portion of liabilities under finance lease agreements	16	188,253	1,343,885
Other current liabilities		1,089,960	4,465,312
Total current liabilities		<u>34,376,044</u>	<u>32,367,050</u>
Non-current liabilities			
Liabilities under finance lease agreements	16	167,200	355,453
Provision for long-term employee benefits	17	2,413,474	7,647,254
Total non-current liabilities		<u>2,580,674</u>	<u>8,002,707</u>
Total liabilities		<u>36,956,718</u>	<u>40,369,757</u>
Shareholders' equity			
Share capital			
Registered			
1,200,000,000 ordinary shares of Baht 0.25 each		300,000,000	300,000,000
Issued and paid-up			
1,200,000,000 ordinary shares of Baht 0.25 each		300,000,000	300,000,000
Premium on ordinary shares		619,162,127	619,162,127
Retained earnings			
Appropriated - statutory reserve	18	30,000,000	30,000,000
Unappropriated		16,371,113	21,805,313
Total shareholders' equity		<u>965,533,240</u>	<u>970,967,440</u>
Total liabilities and shareholders' equity		<u>1,002,489,958</u>	<u>1,011,337,197</u>

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

Directors

Salee Printing Public Company Limited
Statement of comprehensive income
For the year ended 31 December 2018

	Note	2018	2017
(Unit: Baht)			
Profit or loss:			
Revenues			
Sales		439,357,606	498,379,388
Other income		12,280,593	8,718,834
Total revenues		<u>451,638,199</u>	<u>507,098,222</u>
Expenses			
Cost of sales		342,380,086	355,319,058
Selling and distribution expenses		19,068,753	11,970,018
Administrative expenses		56,447,074	78,144,005
Total expenses		<u>417,895,913</u>	<u>445,433,081</u>
Profit before finance cost and income tax expenses		33,742,286	61,665,141
Finance cost		(33,956)	(145,519)
Profit before income tax expenses		33,708,330	61,519,622
Income tax expenses	20	(3,327,412)	(9,670,257)
Profit for the year		<u>30,380,918</u>	<u>51,849,365</u>
Other comprehensive income:			
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>			
Actuarial gain (loss) - net of income tax		184,882	(363,515)
Other comprehensive income for the year		<u>184,882</u>	<u>(363,515)</u>
Total comprehensive income for the year		<u>30,565,800</u>	<u>51,485,850</u>
Earnings per share	21		
Basic earnings per share			
Profit attributable to equity holders of the Company		0.03	0.04
(Unit: share)			
Weighted average number of ordinary shares		<u>1,200,000,000</u>	<u>1,200,000,000</u>

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

Salee Printing Public Company Limited
Statement of changes in shareholders' equity
For the year ended 31 December 2018

	Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total
				Appropriated	Unappropriated	
				statutory reserve		
Balance as at 1 January 2017		300,000,000	619,162,127	28,000,000	44,319,463	991,481,590
Profit for the year		-	-	-	51,849,365	51,849,365
Other comprehensive income for the year		-	-	-	(363,515)	(363,515)
Total comprehensive income for the year		-	-	-	51,485,850	51,485,850
Unappropriated retained earnings transferred to statutory reserve		-	-	2,000,000	(2,000,000)	-
Dividends paid	24	-	-	-	(72,000,000)	(72,000,000)
Balance as at 31 December 2017		<u>300,000,000</u>	<u>619,162,127</u>	<u>30,000,000</u>	<u>21,805,313</u>	<u>970,967,440</u>
Balance as at 1 January 2018		300,000,000	619,162,127	30,000,000	21,805,313	970,967,440
Profit for the year		-	-	-	30,380,918	30,380,918
Other comprehensive income for the year		-	-	-	184,882	184,882
Total comprehensive income for the year		-	-	-	30,565,800	30,565,800
Dividends paid	24	-	-	-	(36,000,000)	(36,000,000)
Balance as at 31 December 2018		<u>300,000,000</u>	<u>619,162,127</u>	<u>30,000,000</u>	<u>16,371,113</u>	<u>965,533,240</u>

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

Salee Printing Public Company Limited**Cash flow statement****For the year ended 31 December 2018**

	(Unit: Baht)	
	2018	2017
Cash flows from operating activities		
Profit before tax	33,708,330	61,519,622
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities		
Depreciation and amortisation	53,380,915	58,562,504
Reversal of allowance for doubtful accounts	(10,342)	(554,723)
Reduction of cost of inventories to net realisable value	5,630,875	1,910,435
Gain on sales of machinery and equipment	(3,135,506)	-
Equipment and intangible assets written off	-	38,316
Provision for long-term employee benefits	1,107,323	1,276,889
Unrealised loss on exchange rate	30,015	31,296
Interest income	(8,722,543)	(8,039,507)
Interest expense	33,956	145,519
Profit from operating activities before changes in operating assets and liabilities	82,023,023	114,890,351
Operating assets (increase) decrease		
Trade and other receivables	16,413,218	16,669,678
Inventories	(13,876,501)	(4,000,997)
Other current assets	8,530,516	5,038,408
Other non-current assets	(8,328,628)	(4,251,086)
Operating liabilities increase (decrease)		
Trade and other payables	4,767,857	(3,751,773)
Other current liabilities	(3,375,352)	441,832
Cash paid for long-term employee benefits	(6,110,000)	(6,925,000)
Cash flows from operating activities	80,044,133	118,111,413
Cash paid for income tax	(13,177,250)	(15,450,471)
Income tax refunded	-	5,582,041
Net cash flows from operating activities	66,866,883	108,242,983

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

Salee Printing Public Company Limited**Cash flow statement (continued)****For the year ended 31 December 2018**

	(Unit: Baht)	
	2018	2017
Cash flows from investing activities		
Cash received from sales of machinery and equipment	3,135,514	-
Cash payment for acquisitions of machinery and equipment	(50,572,966)	(15,297,794)
Cash paid to other payable from purchase of equipment	-	(45,336)
Cash payment for deposits for machinery	(994,200)	-
Acquisitions of intangible assets	(1,621,014)	(439,800)
Cash paid to other payable from purchase of intangible assets	-	(831,390)
Decrease (increase) in current investments	49,951,084	(20,439,239)
Increase in other long-term investments	(69,948,544)	-
Increase in restricted bank deposit	(922)	(921)
Interest received	11,874,506	10,906,805
Net cash flows used in investing activities	(58,176,542)	(26,147,675)
Cash flows from financing activities		
Cash paid for interest expense	(33,956)	(145,519)
Decrease in liabilities under finance lease agreements	(1,343,885)	(3,748,531)
Dividends paid	(36,000,000)	(72,000,000)
Net cash flows used in financing activities	(37,377,841)	(75,894,050)
Net increase (decrease) in cash and cash equivalents	(28,687,500)	6,201,258
Cash and cash equivalents at beginning of year	63,104,986	56,903,728
Cash and cash equivalents at end of year	34,417,486	63,104,986
Supplemental cash flows information		
Non-cash items		
Purchases of office equipment under finance leases	-	240,000
Purchases of machinery and equipment for which payments have yet to be made	1,762,810	-
Decrease in other payable from purchase of equipment	-	(45,336)
Decrease in other payable from purchase of intangible assets	-	(831,390)
Actuarial gain (loss)	231,103	(454,394)

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

Salee Printing Public Company Limited

Notes to financial statements

For the year ended 31 December 2018

1. General information

Salee Printing Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its parent company is Salee Industry Public Company Limited, which was incorporated in Thailand. The Company is principally engaged in the provision of label printing services. The registered office of the Company is at 19, Moo 10, Tumbol Klong Si, Amphur Klong Luang, Pathumthani.

2. Basis of preparation

The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Professions Act B.E. 2547 and their presentation has been made in compliance with the stipulations of the Notification of the Department of Business Development dated 11 October 2016, issued under the Accounting Act B.E. 2543.

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

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

3. New financial reporting standards

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

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

(b) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2019

The Federation of Accounting Professions issued a number of revised and new financial reporting standards and interpretations (revised 2018) which are effective for fiscal years beginning on or after 1 January 2019. 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.

The management of the Company believes that most of the revised financial reporting standards will not have any significant impact on the financial statements when they are initially applied. However, the new standard involves changes to key principles, as summarised below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes the following accounting standards together with related Interpretations.

TAS 11 (revised 2017)	Construction contracts
TAS 18 (revised 2017)	Revenue
TSIC 31 (revised 2017)	Revenue – Barter Transactions Involving Advertising Services
TFRIC 13 (revised 2017)	Customer Loyalty Programmes
TFRIC 15 (revised 2017)	Agreements for the Construction of Real Estate
TFRIC 18 (revised 2017)	Transfers of Assets from Customers

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

The management of the Company believes that this standard will not have any significant impact on the financial statements when it is initially applied.

(c) Financial reporting standards related to financial instruments that will become effective for fiscal years beginning on or after 1 January 2020

During the current year, the Federation of Accounting Professions issued a set of TFRSs related to financial instruments, which consists of 5 accounting standards and interpretations, as follows.

Financial reporting standards

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations

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 amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the entity'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 guidances which are currently effective will be cancelled.

The management of the Company is currently evaluating the impact of these standards on the financial statements in the year when they are adopted.

4. Significant accounting policies

4.1 Revenue recognition

a) Sales of goods

Sales of goods are recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Sales are the invoiced value, excluding value added tax, of goods supplied after deducting discounts and allowances.

b) Interest income

Interest income is recognised on an accrual basis based on the effective interest rate.

4.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand, cash at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

4.3 Trade accounts receivable

Trade accounts receivable are stated at the net realisable value. Allowance for doubtful accounts is provided for the estimated losses that may be incurred in collection of receivables. The allowance is generally based on collection experience and analysis of debt aging.

4.4 Inventories

Finished goods and work in process are valued at the lower of cost (under the average method) and net realisable value. The cost of inventories is measured using the standard cost method, which approximates actual cost and includes all production costs and attributable factory overheads.

Raw materials, spare parts and factory supplies are valued at the lower of average cost and net realisable value and are charged to production costs whenever consumed.

4.5 Investments

Investments in debt securities, both due within one year and expected to be held to maturity, are recorded at amortised cost. The premium/discount on debt securities is amortised/accreted by the effective rate method with the amortised/accreted amount presented as an adjustment to the interest income.

4.6 Equipment/Depreciation

Equipment are stated at cost less accumulated depreciation and allowance for loss on impairment of assets (if any).

Depreciation of equipment is calculated by reference to its costs on the straight-line basis over the following estimated useful lives.

Utility system and building improvement	5 and 10 years
Machinery and equipment	5, 10 and 15 years
Office equipment	3 and 5 years
Motor vehicles	5 years

Depreciation is included in determining income.

No depreciation is provided on assets under installation.

4.7 Intangible assets

Intangible assets are carried at cost less accumulated amortisation and allowance for loss on impairment of assets (if any).

Intangible assets with finite lives are amortised on a systematic basis over the economic useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method of such intangible assets are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

The estimated useful lives of computer software are 3, 5 and 10 years.

4.8 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associated companies and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors, and officers with authority in the planning and direction of the Company's operations.

4.9 Long-term leases

Leases of equipment and intangible assets which transfer substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lower of the fair value of the leased assets and the present value of the minimum lease payments. The outstanding rental obligations, net of finance charges, are included in other long-term payables, while interest element is charged to profit or loss over the lease period. The assets acquired under finance lease is depreciated over the useful life of the asset.

Leases of property, plant or equipment which do not transfer substantially all the risks and rewards of ownership are classified as operating leases. Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term.

4.10 Foreign currencies

The financial statements are presented in Baht, which is also the Company's functional currency.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at the end of reporting period.

Gains and losses on exchange rate are included in determining income.

4.11 Impairment of assets

At the end of each reporting period, the Company performs impairment reviews in respect of the equipment and intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount.

An impairment loss is recognised in profit or loss.

4.12 Employee benefits

Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred.

Post-employment benefits

Defined contribution plans

The Company and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company. The fund's assets are held in a separate trust fund and the Company's contributions are recognised as expenses when incurred.

Defined benefit plans

The Company has obligations in respect of the severance payments it must make to employees upon retirement under labor law. The Company treats these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method.

Actuarial gains and losses arising from defined benefit plans are recognised immediately in other comprehensive income.

4.13 Provisions

Provisions are recognised when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.14 Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Company recognises deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Company reviews and reduces the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Company records deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

4.15 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Company applies a quoted market price in an active market to measure its assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company measures fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorise of input to be used in fair value measurement as follows.

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

At the end of each reporting period, the Company determines whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

5. Significant accounting judgements and estimates

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures; and actual results could differ from these estimates. Significant judgements and estimates are as follows.

Leases

In determining whether a lease is to be classified as an operating lease or finance lease, the management is required to use judgement regarding whether significant risk and rewards of ownership of the leased asset has been transferred, taking into consideration terms and conditions of the arrangement.

Allowance for doubtful accounts

In determining an allowance for doubtful accounts, the management needs to make judgement and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the prevailing economic condition.

Provision for diminution in the value of inventory

In determining a provision for diminution in the value of inventory, the management needs to make judgement and estimates for slow-moving and obsolete inventory based upon, among other things, the product life cycle, the competitive environment, economic circumstances and the situation within the industry.

Equipment/Depreciation

In determining depreciation of equipment, the management is required to make estimates of the useful lives and residual values of the equipment and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review equipment for impairment on a periodical basis and record impairment losses when it is determined that their recoverable amount is lower than the carrying amount. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimate future taxable profits.

Post-employment benefits under defined benefit plans

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

6. Related party transactions

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

	2018	2017	(Unit: Thousand Baht) Transfer pricing policy
<u>Transactions with parent company</u>			
Rental and service expenses	20,952	20,952	Baht 180 - 270 per square metre per month
Utilities expenses	252	279	Baht 17 per unit for water charge, Baht 5 per unit for electricity charge
Dividend paid	23,400	46,800	As declared
<u>Transactions with related parties</u>			
Sales of goods	1,774	1,288	Market price
Other expenses	-	2	Close to cost

The balances of the accounts as at 31 December 2018 and 2017 between the Company and those related parties are as follows.

	(Unit: Thousand Baht)	
	2018	2017
<u>Trade receivables - related parties (Note 9)</u>		
Related company (related by common shareholders)	152	129
Total	<u>152</u>	<u>129</u>
<u>Other payables - related parties (Note 15)</u>		
Parent company	22	17
Total	<u>22</u>	<u>17</u>
<u>Accrued expenses - related parties (Note 15)</u>		
Parent company	7,767	7,281
Total	<u>7,767</u>	<u>7,281</u>

Directors and management's benefits

During the years ended 31 December 2018 and 2017, the Company had employee benefit expenses payable to their directors and management as below.

	(Unit: Thousand Baht)	
	2018	2017
Short-term employee benefits	16,580	27,920
Post-employment benefits	345	1,047
Total	<u>16,925</u>	<u>28,967</u>

7. Cash and cash equivalents

	(Unit: Thousand Baht)	
	2018	2017
Cash	23	185
Bank deposits	34,394	62,920
Total	<u>34,417</u>	<u>63,105</u>

As at 31 December 2018 and 2017, bank deposits in savings accounts carried interest at rates between 0.10% and 1.10% per annum.

8. Current investments

As at 31 December 2018, current investments are fixed deposits at banks carrying interest at rates between 1.40% and 1.65% per annum (2017: between 0.85% and 1.65% per annum).

9. Trade and other receivables

	(Unit: Thousand Baht)	
	2018	2017
<u>Trade receivables - unrelated parties</u>		
Aged on the basis of due dates		
Not yet due	87,552	98,561
Past due		
Up to 3 months	13,897	24,855
3 - 6 months	816	4
6 - 12 months	85	131
Over 12 months	142	130
Total	102,492	123,681
Less: Allowance for doubtful accounts	(185)	(195)
Trade receivables - unrelated parties - net	102,307	123,486
Trade receivables - related parties	152	129
Trade receivables - net	102,459	123,615
<u>Other receivables</u>		
Accrued income	357	-
Interest receivable	2,188	964
Total other receivables	2,545	964
Total trade and other receivables - net	105,004	124,579

10. Inventories

	(Unit: Thousand Baht)					
	Cost		Reduction of cost to net realisable value		Inventories - net	
	2018	2017	2018	2017	2018	2017
Finished goods	75,974	67,961	(18,705)	(12,884)	57,269	55,077
Raw materials	29,008	23,144	(3,757)	(3,947)	25,251	19,197
Total	104,982	91,105	(22,462)	(16,831)	82,520	74,274

During the current year, the Company reduced cost of inventories by Baht 14.0 million (2017: Baht 11.3 million), to reflect the net realisable value. This was included in cost of sales. In addition, the Company reversed the write-down of cost of inventories by Baht 8.3 million (2017: Baht 9.4 million), and reduced the amount of inventories recognised as expenses during the year.

11. Restricted bank deposit

This represents savings deposit pledged with the bank to secure electricity use.

12. Other long-term investments

On 22 February 2018, the meeting of the Company's Board of Director approved the investments in mutual funds and/or government, and/or state enterprise, and/or private sector debt securities which the management intended to hold until maturity. Other long-term investments as at 31 December 2018 are summarised below.

(Unit: Thousand Baht)

Held-to-maturity investments	Term	Maturity date	Interest rate	31 December 2018
			(% per annum)	
Unsubordinated and unsecured debenture	5 years	7 September 2022	2.65	19,863
Unsubordinated and unsecured debenture	6 years	24 May 2024	3.24	20,086
Unsubordinated and unsecured debenture	7 years	22 March 2025	3.15	15,000
Subordinated and unsecured note	10.5 years	23 September 2028	3.50	15,000
Total				69,949

13. Equipment

(Unit: Thousand Baht)

	Utility system and building Improvement	Machinery and equipment	Office equipment	Motor vehicles	Assets under installation	Total
Cost						
1 January 2017	49,146	732,495	27,659	17,616	76	826,992
Additions	85	14,932	520	-	-	15,537
Write-off	-	-	(1,410)	-	-	(1,410)
31 December 2017	49,231	747,427	26,769	17,616	76	841,119
Additions	1,828	39,312	3,708	4,907	2,581	52,336
Disposals	-	(5,424)	(244)	(7,731)	-	(13,399)
31 December 2018	51,059	781,315	30,233	14,792	2,657	880,056
Accumulated depreciation						
1 January 2017	37,700	452,621	22,625	15,212	-	528,158
Depreciation for the year	3,386	50,346	2,028	1,691	-	57,451
Depreciation on write-off	-	-	(1,398)	-	-	(1,398)
31 December 2017	41,086	502,967	23,255	16,903	-	584,211
Depreciation for the year	2,943	46,450	2,059	788	-	52,240
Depreciation on disposals	-	(5,424)	(244)	(7,731)	-	(13,399)
31 December 2018	44,029	543,993	25,070	9,960	-	623,052
Net book value						
31 December 2017	8,145	244,460	3,514	713	76	256,908
31 December 2018	7,030	237,322	5,163	4,832	2,657	257,004
Depreciation for the years						
2017 (Baht 51.8 million included in manufacturing cost, and the balance in selling and administrative expenses)						57,451
2018 (Baht 47.9 million included in manufacturing cost, and the balance in selling and administrative expenses)						52,240

As at 31 December 2018, certain office equipment of the Company with a net book value of Baht 0.5 million were acquired under finance lease agreements. (2017: the net book value of vehicles and office equipment under finance lease agreements was Baht 1.6 million).

As of 31 December 2018, certain machinery, vehicles and equipment of the Company have been fully depreciated but are still in use. The gross carrying amount before deducting accumulated depreciation of those assets amounted to Baht 404.8 million (2017: Baht 337.6 million).

14. Intangible assets

The net book values of intangible assets as at 31 December 2018 and 2017 are presented below.

	(Unit: Thousand Baht)	
	2018	2017
Cost - computer software	8,504	6,883
Less: Accumulated amortisation	(4,821)	(3,680)
Net book value	<u>3,683</u>	<u>3,203</u>

A reconciliation of the net book values of intangible assets for the years 2018 and 2017 is presented below.

	(Unit: Thousand Baht)	
	2018	2017
Net book value at beginning of year	3,203	3,901
Addition	1,621	440
Write-off	-	(26)
Amortisation	(1,141)	(1,112)
Net book value at end of year	<u>3,683</u>	<u>3,203</u>

As at 31 December 2018, certain computer software of the Company with a net book value of Baht 0.1 million (2017: Baht 0.9 million) were acquired under finance lease agreement.

15. Trade and other payables

(Unit: Thousand Baht)

	2018	2017
Trade payables - unrelated parties	14,218	7,802
Payables for purchase of assets - unrelated parties	1,763	-
Other payables - related parties	22	17
Other payables - unrelated parties	5,418	3,905
Accrued expenses - related parties	7,767	7,281
Accrued expenses - unrelated parties	3,910	7,553
Total	<u>33,098</u>	<u>26,558</u>

16. Liabilities under finance lease agreements

(Unit: Thousand Baht)

	2018	2017
Liabilities under finance lease agreements	355	1,733
Less: Deferred interest expense	-	(34)
Total	355	1,699
Less: Portion due within one year	(188)	(1,344)
Portion due more than one year	<u>167</u>	<u>355</u>

The Company entered into the finance lease agreements with leasing companies for rental of office equipment and intangible assets for use in its operations, whereby it is committed to pay rental on a monthly basis. The terms of the agreements are generally between 4 and 5 years. Finance lease agreements cannot be cancelled.

Future minimum lease payments required under the finance lease agreements were as follows.

(Unit: Thousand Baht)

	31 December 2018		
	Less than 1 year	1-5 years	Total
Future minimum lease payments	188	167	355
Deferred interest expense	-	-	-
Present value of future minimum lease payments	<u>188</u>	<u>167</u>	<u>355</u>

(Unit: Thousand Baht)

	31 December 2017		
	Less than		
	1 year	1-5 years	Total
Future minimum lease payments	1,378	355	1,733
Deferred interest expense	(34)	-	(34)
Present value of future minimum lease payments	<u>1,344</u>	<u>355</u>	<u>1,699</u>

17. Provision for long-term employee benefits

Provision for long-term employee benefits, which represents compensation payable to employees after they retire, was as follows.

(Unit: Thousand Baht)

	2018	2017
Provision for long-term employee benefits at beginning of year	<u>7,647</u>	<u>12,841</u>
Included in profit or loss:		
Current service cost	962	1,023
Interest cost	145	254
Included in other comprehensive income:		
Actuarial (gain) loss arising from		
Demographic assumptions changes	(179)	(131)
Financial assumptions changes	(32)	(191)
Experience adjustments	(20)	776
Benefits paid during the year	<u>(6,110)</u>	<u>(6,925)</u>
Provision for long-term employee benefits at end of year	<u>2,413</u>	<u>7,647</u>

As at 31 December 2018, the Company expects to pay Baht 0.1 million of long-term employee benefits during the next year (2017: Baht 6.1 million).

As at 31 December 2018, the weighted average duration of the liabilities for long-term employee benefits is 10 years (2017: 7 years).

Significant actuarial assumptions are summarised below.

	(% per annum)	
	2018	2017
Discount rate	2.57	1.90
Salary increase rate	4.00	4.00
Turnover rate	0.00 - 38.00	0.00 - 40.00

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at 31 December 2018 and 2017 are summarised below.

	(Unit: Thousand Baht)			
	As at 31 December 2018		As at 31 December 2017	
	Increase 0.5%	Decrease 0.5%	Increase 0.5%	Decrease 0.5%
Discount rate	(111)	118	(209)	219
Salary increase rate	114	(108)	205	(198)
Turnover rate	(12)	14	(107)	128

On 13 December 2018, The National Legislative Assembly passed a resolution approving the draft of a new Labour Protection Act, which is in the process being published in the Royal Gazette. The new Labour Protection Act stipulates additional legal severance pay rates for employees who have worked for an uninterrupted period of twenty years or more. Such employees are entitled to receive compensation at a rate of not less than that of the last 400 days. This change is considered a post-employment benefits plan amendment and the Company has additional liabilities for long-term employee benefits of Baht 0.4 million. The Company will reflect the effect of the change by recognising past services costs as expenses in the profit or loss of the period in which the law is effective.

18. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5% of its net profit for the year after deducting accumulated deficit brought forward (if any), until the reserve reaches 10% of the registered capital. The statutory reserve is not available for dividend distribution. At present, the statutory reserve has fully been set aside.

19. Expenses by nature

Significant expenses classified by nature are as follows.

	(Unit: Thousand Baht)	
	2018	2017
Salary, wages and other employee benefits	67,041	76,775
Depreciation expense	52,241	57,451
Amortisation expense	1,140	1,112
Utility expenses	14,077	14,234
Rental and service expenses from operating lease agreements	21,115	21,312
Raw materials and consumables used	224,331	247,859
Changes in inventories of finished goods	8,013	11,426

20. Income tax

Income tax expenses for the years ended 31 December 2018 and 2017 are made up as follows.

	(Unit: Thousand Baht)	
	2018	2017
Current income tax:		
Current income tax charge	4,848	10,474
Deferred tax:		
Relating to origination and reversal of temporary differences	(1,521)	(804)
Income tax expenses reported in the statement of comprehensive income	3,327	9,670

The amounts of income tax relating to each component of other comprehensive income for the years ended 31 December 2018 and 2017 are as follows.

	(Unit: Thousand Baht)	
	2018	2017
Deferred tax on actuarial gain (loss)	46	(91)

The reconciliation between accounting profit and income tax expenses is shown below.

	(Unit: Thousand Baht)	
	2018	2017
Accounting profit before tax	33,708	61,520
Applicable tax rate	20%	20%
Accounting profit before tax multiplied by income tax rate	6,742	12,304
Effects of:		
Non-deductible expenses	89	862
Investment expenditure exemption	(3,447)	(3,447)
Others	(57)	(49)
Total	(3,415)	(2,634)
Income tax expenses reported in the statement of comprehensive income	3,327	9,670

The components of deferred tax assets and deferred tax liabilities are as follows.

	(Unit: Thousand Baht)	
	2018	2017
Deferred tax assets		
Allowance for doubtful accounts	37	39
Allowance for diminution in value of inventories	4,492	3,366
Provision for long-term employee benefits	483	1,529
Temporary differences of operating lease agreements	1,553	1,456
Total	6,565	6,390
Deferred tax liabilities		
Temporary differences of liabilities under finance lease agreements	1,817	3,118
Total	1,817	3,118
Deferred tax assets - net	4,748	3,272

21. Earnings per share

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

22. Segment information

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

The Company is principally engaged in the label printing segment. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment.

Geographic information

Revenues from external customers are based on locations of the customers.

Country	(Unit: Thousand Baht)	
	2018	2017
Thailand	417,454	451,208
Myanmar	17,067	23,906
Others	4,837	23,265
Total	439,358	498,379

Major customers

For the year 2018, the Company has revenues from five major customers in amount of Baht 271 million (2017: Baht 310 million).

23. Provident fund

The Company and its employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. Both employees and the Company contribute to the fund monthly at the rate of 3% of basic salary. The fund, which is managed by the UOB (Thailand) Asset Management Company Limited, will be paid to employees upon termination in accordance with the fund rules. The contributions for the year 2018 amounting to Baht 1.0 Million (2017: Baht 1.3 million) were recognised as expenses.

24. Dividends

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Final dividends for 2016	Annual General Meeting of the shareholders on 25 April 2017	42,000	0.03500
Interim dividends for 2017	Board of Directors' meeting on 9 August 2017	30,000	0.02500
Total for 2017		<u>72,000</u>	
Final dividends for 2017	Annual General Meeting of the shareholders on 25 April 2018	18,000	0.01500
Interim dividends for 2018	Board of Directors' meeting on 9 August 2018	18,000	0.01500
Total for 2018		<u>36,000</u>	

25. Commitments and contingent liabilities

25.1 Capital commitments

As at 31 December 2018, the Company had capital commitments of Baht 11.5 million relating to purchases of machinery and software. (2017: the Company had capital commitments of Baht 3.7 million relating to the improvement of building).

25.2 Lease and service commitments

The Company has entered into operating lease agreements with its parent company in respect of the lease of land and building and service agreements. The terms of the agreements are generally between 1 and 10 years.

As at 31 December 2018 and 2017, future minimum payments required under these contracts were as follows.

	(Unit: Thousand Baht)	
	2018	2017
Payable:		
In up to 1 year	21,854	21,720
In over 1 and up to 5 years	84,412	84,726
Up to 5 years	10,476	31,755

25.3 Guarantee

As at 31 December 2018 and 2017, there were outstanding bank guarantee of Baht 1.5 million issued by a bank on behalf of the Company to guarantee electricity use.

26. Fair value hierarchy

As of 31 December 2018, the Company's assets whose disclosed fair values were determined using level 2 inputs consisted of investments in debt securities with fair values of Baht 69,624 thousand.

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

27. Financial instruments

27.1 Financial risk management

The Company's financial instruments, as defined under Thai Accounting Standard No. 107 "Financial Instruments: Disclosure and Presentations" principally comprise cash and cash equivalents, accounts receivable and payable, investments and liabilities under finance lease agreements. The financial risks associated with these financial instruments and how they are managed is described below.

Credit risk

The Company is exposed to credit risk primarily with respect to trade and other receivables. The Company manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses. In addition, the Company does not have high concentrations of credit risk since it has a large customer base. The maximum exposure to credit risk is limited to the carrying amounts of trade and other receivables as stated in the statement of financial position.

Interest rate risk

The Company's exposure to interest rate risk relates primarily to its cash at banks, investments in debt securities and liabilities under finance lease agreements. Most of the Company's financial assets and liabilities bear floating interest rate or fixed interest rate which are close to the market rate.

As at 31 December 2018 and 2017, significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Thousand Baht)

As at 31 December 2018							
Fixed interest rates			Floating interest rate	Non - interest bearing	Total	Effective interest rate	
Within 1 year	1-5 years	Over 5 years					
							(% per annum)
Financial assets							
Cash and cash equivalents	-	-	-	34,394	23	34,417	0.10 - 1.10
Current investments	428,796	-	-	-	-	428,796	1.40 - 1.65
Trade and other receivables	-	-	-	-	105,004	105,004	
Restricted bank deposit	-	-	-	935	-	935	
Other long-term investments	-	19,863	50,086	-	-	69,949	2.85 - 3.50
	428,796	19,863	50,086	35,329	105,027	639,101	
Financial liabilities							
Trade and other payables	-	-	-	-	33,098	33,098	
Liabilities under finance lease agreements	188	167	-	-	-	355	2.68
	188	167	-	-	33,098	33,453	

(Unit: Thousand Baht)

As at 31 December 2017							
Fixed interest rates			Floating interest rate	Non - interest bearing	Total	Effective interest rate	
Within 1 year	1-5 years	Over 5 years					
							(% per annum)
Financial assets							
Cash and cash equivalents	-	-	-	62,920	185	63,105	0.10 - 1.10
Current investments	478,747	-	-	-	-	478,747	0.85 - 1.65
Trade and other receivables	-	-	-	-	124,579	124,579	
Restricted bank deposit	-	-	-	934	-	934	0.10
	478,747	-	-	63,854	124,764	667,365	
Financial liabilities							
Trade and other payables	-	-	-	-	26,558	26,558	
Liabilities under finance lease agreements	1,344	355	-	-	-	1,699	2.68 - 2.87
	1,344	355	-	-	26,558	28,257	

Foreign currency risk

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

As at 31 December 2018 and 2017, the balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Foreign currency	Financial assets		Financial liabilities		Average exchange rate	
	2018	2017	2018	2017	2018	2017
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht per 1 foreign currency unit)	
US dollar	36	15	67	-	32.2848	32.5146
Euro	28	0.1	29	59	36.7620	38.6607
Swiss franc	0.1	0.1	-	-	32.5851	33.0817
Australian dollar	0.3	0.3	-	-	22.4505	25.0828
Singapore dollar	0.4	0.009	-	-	23.4165	24.1711
Malaysian ringgit	1	1	-	-	7.6965	7.9427
Japanese yen	130	130	-	-	0.0208	0.0238

27.2 Fair values of financial instruments

The estimated fair value of financial instruments, in comparison with the related amounts carried in the statement of financial position, is as follows

	(Unit: Thousand Baht)	
	As at 31 December 2018	
	Carrying amount	Fair value
Other long-term investments - Debt securities	69,949	69,624

The methods and assumptions used by the Company in estimating the fair value of financial instruments are as follows.

- For financial assets and liabilities which have short-term maturity, including cash and cash equivalents, current investments, accounts receivable, accounts payable and liabilities under finance lease agreements, their carrying amounts in the statement of financial position approximate their fair values.
- For investments in debt securities carrying interest approximate to the market rate, their carrying amounts in the statement of financial position approximates their fair value.

28. Capital management

The primary objective of the Company's capital management is to ensure that it has appropriate capital structure in order to support its business and maximise shareholder value. As at 31 December 2018 and 2017, the Company's debt-to-equity ratio was 0.04:1.

29. Events after the reporting period

On 22 February 2019, a meeting of the Company's Board of Directors passed a resolution to propose to the Annual General Meeting of shareholders to be held in April 2019 to adopt a resolution to pay a dividend of Baht 0.025 per share, or a total of Baht 30 million, to the shareholders in respect of the 2018 profit and its retained earnings. During the year 2018, the Company already paid an interim dividend of Baht 0.015 per share, or a total of Baht 18 million. The remaining dividend of Baht 0.01 per share, or a total of Baht 12 million will be paid and recorded after it is approved by the Annual General Meeting of the Company's shareholders.

30. Approval of financial statements

These financial statements were authorised for issue by the Company's Board of Directors on 22 February 2019.