

EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED

AUDITOR'S REPORT AND INTERIM FINANCIAL STATEMENTS

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018

(UNAUDITED/ REVIEWED ONLY)

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To The Shareholders of **EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED**

I have reviewed the accompanying statement of financial position in which the equity method is applied and separate statements of financial position of EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED as at September 30, 2018, the related statement of comprehensive income in which the equity method is applied and separate statement of comprehensive income for the three-month and nine-month periods ended September 30, 2018, statement of changes in shareholders' equity in which the equity method is applied and separate statements of changes in shareholders' equity, and statement of cash flows in which the equity method is applied and separate statements of cash flows for the nine-month periods then ended and the summary of significant accounting policies and other notes. The Company's management is responsible for the preparation and presentation of these interim financial statements, in all material respects, in accordance with Thai Financial Reporting Standards. My responsibility is to express a conclusion on these interim financial statements based on my reviews.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements No. 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements 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 on these reviewed interim financial statements.

Conclusion

Based on my reviews, nothing has come to my attention that causes me to believe that the accompanying interim financial statements are not fairly presented, in all material respects, financial positions of EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED as at September 30, 2018, the result of operations for the three-month and nine-month periods ended September 30, 2018, and the cash flows for the nine-month periods then ended, in accordance with Thai Financial Reporting Standards.

D I A International Audit Co., Ltd.

(Miss Somjintana Polhirunrat)

C.P.A. (Thailand)

Registration No.5599

November 12, 2018

EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2018

(UNAUDITED/REVIEWED ONLY)

		Unit : Baht			
		Financial statements in which the equity method is applied		Separate financial statements	
Assets	Note	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Current assets					
Cash and cash equivalents	4	42,719,976.96	48,562,686.80	42,719,976.96	48,562,686.80
Current investment	5	0.00	7,049.00	0.00	7,049.00
Hire purchase receivables due within 1 year	6	1,514,145,071.76	1,154,494,882.17	1,514,145,071.76	1,154,494,882.17
Loans and sale with right of redemption agreement receivables	7	24,717,970.02	27,607,564.22	24,717,970.02	27,607,564.22
Other current receivables	8	25,314,140.39	12,878,322.52	25,314,140.39	12,878,322.52
Short-term loans for joint venture	9	104,500,000.00	0.00	104,500,000.00	0.00
Properties foreclosed	10	20,121,997.55	10,515,399.22	20,121,997.55	10,515,399.22
Total current assets		<u>1,731,519,156.68</u>	<u>1,254,065,903.93</u>	<u>1,731,519,156.68</u>	<u>1,254,065,903.93</u>
Non-current assets					
Hire purchase receivables due over 1 year	6	3,841,657,660.09	2,743,386,098.91	3,841,657,660.09	2,743,386,098.91
Investment in joint venture	11	41,021,314.39	7,306,100.32	44,400,000.00	10,200,000.00
Other non-current receivables	12	6,853.00	7,259,071.19	6,853.00	7,259,071.19
Long-term loans for joint venture	9	50,000,000.00	0.00	50,000,000.00	0.00
Property, plant and equipment	13	40,211,282.73	38,002,890.68	40,211,282.73	38,002,890.68
Intangible assets	14	934,427.49	1,014,263.78	934,427.49	1,014,263.78
Deferred tax assets	31.3	30,768,009.13	22,614,502.97	30,768,009.13	22,614,502.97
Pledged deposit at financial institution	15	66,000.00	66,000.00	66,000.00	66,000.00
Other non-current assets		1,053,505.00	877,505.00	1,053,505.00	877,505.00
Total non-current assets		<u>4,005,719,051.83</u>	<u>2,820,526,432.85</u>	<u>4,009,097,737.44</u>	<u>2,823,420,332.53</u>
Total assets		<u><u>5,737,238,208.51</u></u>	<u><u>4,074,592,336.78</u></u>	<u><u>5,740,616,894.12</u></u>	<u><u>4,077,486,236.46</u></u>

Notes to financial statements are parts of these financial statements.

(Signature).....Director

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED

STATEMENTS OF FINANCIAL POSITION (Cont'd)

AS AT SEPTEMBER 30, 2018

(UNAUDITED/REVIEWED ONLY)

		Unit : Baht			
		Financial statements in which the equity method is applied		Separate financial statements	
	Note	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	16	289,424,000.00	188,666,829.14	289,424,000.00	188,666,829.14
Trade and other current payables	17	75,666,485.82	36,494,124.61	75,666,485.82	36,494,124.61
Current portion of long-term loans	20	1,176,288,784.00	790,081,465.00	1,176,288,784.00	790,081,465.00
Short-term loans from related persons	18.2	156,448,029.81	153,515,341.39	156,448,029.81	153,515,341.39
Short-term loans from unrelated persons	19	29,915,282.72	44,401,978.11	29,915,282.72	44,401,978.11
Accrued income tax		9,049,756.11	14,335,041.38	9,049,756.11	14,335,041.38
Total current liabilities		<u>1,736,792,338.46</u>	<u>1,227,494,779.63</u>	<u>1,736,792,338.46</u>	<u>1,227,494,779.63</u>
Non-current liabilities					
Long-term loans from financial institutions	20	2,250,068,220.86	1,436,601,639.31	2,250,068,220.86	1,436,601,639.31
Non-current provisions for employee benefit	21	18,443,774.28	16,814,118.00	18,443,774.28	16,814,118.00
Deferred tax liabilities	31.3	18,146,926.27	12,916,612.70	18,146,926.27	12,916,612.70
Total non-current liabilities		<u>2,286,658,921.41</u>	<u>1,466,332,370.01</u>	<u>2,286,658,921.41</u>	<u>1,466,332,370.01</u>
Total liabilities		<u>4,023,451,259.87</u>	<u>2,693,827,149.64</u>	<u>4,023,451,259.87</u>	<u>2,693,827,149.64</u>

Notes to financial statements are parts of these financial statements.

(Signature).....Director

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED

STATEMENTS OF FINANCIAL POSITION (Cont'd)

AS AT SEPTEMBER 30, 2018

(UNAUDITED/REVIEWED ONLY)

		Unit : Baht			
		Financial statements in which the equity method is applied		Separate financial statements	
Liabilities and shareholders' equity (Cont'd)	Note	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Shareholders' equity					
Share capital					
Authorized share capital					
1,110,614,740 common shares of Baht 1.00 each	22	1,110,614,740.00	1,110,614,740.00	1,110,614,740.00	1,110,614,740.00
Issued and paid - up share capital					
923,619,591 common shares of Baht 1.00 each			923,619,591.00		923,619,591.00
1,108,857,244 common shares of Baht 1.00 each		1,108,857,244.00		1,108,857,244.00	
Paid-in capital					
Premium on common share		279,957,364.10	186,277,596.27	279,957,364.10	186,277,596.27
Reserve for Equity-Settled Share-Based Payment		42,752,220.00	42,752,220.00	42,752,220.00	42,752,220.00
Retained earnings					
Appropriated - Legal reserve	24	35,020,899.85	30,073,814.83	35,020,899.85	30,073,814.83
Unappropriated		247,199,220.69	198,041,965.04	250,577,906.30	200,935,864.72
Total shareholders' equity		1,713,786,948.64	1,380,765,187.14	1,717,165,634.25	1,383,659,086.82
Total liabilities and shareholders' equity		5,737,238,208.51	4,074,592,336.78	5,740,616,894.12	4,077,486,236.46

Notes to financial statements are parts of these financial statements.

(Signature).....Director

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
(UNAUDITED/REVIEWED ONLY)

		Unit : Baht			
		Financial statements in which the equity method is applied		Separate financial statements	
Note		September 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017
Revenues					
	Realized selling interest under hire purchase agreement	130,975,473.17	90,109,672.13	130,975,473.17	90,109,672.13
	Interest income under sale with right of redemption agreement	711,391.00	780,540.00	711,391.00	780,540.00
	Interest income	2,120,964.91	58,747.13	2,120,964.91	58,747.13
Other income					
	Fee and services income	36,216,559.04	24,009,622.47	36,216,559.04	24,009,622.47
	Recovered bad debts	3,415,728.78	1,308,571.63	3,415,728.78	1,308,571.63
	Gain on sales of investment in joint venture	0.00	0.00	0.00	0.00
	Others	11,529,300.07	11,434,770.82	11,529,300.07	11,434,770.82
	Total revenues	184,969,416.97	127,701,924.18	184,969,416.97	127,701,924.18
Expenses					
	Finance costs	(41,218,436.06)	(26,698,259.56)	(41,218,436.06)	(26,698,259.56)
	Administrative expenses	(76,479,395.44)	(48,280,229.89)	(76,479,395.44)	(48,280,229.89)
	Bad debt and doubtful accounts	(22,239,502.60)	(5,782,433.89)	(22,239,502.60)	(5,782,433.89)
	Total expenses	(139,937,334.10)	(80,760,923.34)	(139,937,334.10)	(80,760,923.34)
	Profit before share of loss on investments in joint venture	45,032,082.87	46,941,000.84	45,032,082.87	46,941,000.84
	Share of loss on investment in joint venture by equity method	305,350.73	(461,453.13)	0.00	0.00
	Profit before income tax	45,337,433.60	46,479,547.71	45,032,082.87	46,941,000.84
	Tax expenses	31.1 (8,932,584.18)	(9,375,464.60)	(8,932,584.18)	(9,375,464.60)
	Profit for the period	36,404,849.42	37,104,083.11	36,099,498.69	37,565,536.24
	Other comprehensive income for the period	0.00	0.00	0.00	0.00
	Total comprehensive income for the period	36,404,849.42	37,104,083.11	36,099,498.69	37,565,536.24
Earnings per share					
	Basis earnings per share	32 0.0352	0.0458	0.0349	0.0464
	Diluted earnings per share	32 0.0352	0.0415	0.0349	0.0420

Notes to financial statements are parts of these financial statements.

(Signature).....Director

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
(UNAUDITED/REVIEWED ONLY)

	Unit : Baht				
	Note	Financial statements in which the equity method is applied		Separate financial statements	
		September 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017
Revenues					
Realized selling interest under hire purchase agreement		353,272,132.08	240,626,615.67	353,272,132.08	240,626,615.67
Interest income under sale with right of redemption agreement		1,946,773.00	2,683,699.00	1,946,773.00	2,683,699.00
Interest income		3,353,482.98	186,383.49	3,353,482.98	186,383.49
Other income					
Fee and services income		92,678,177.14	67,053,614.12	92,678,177.14	67,053,614.12
Recovered bad debts		8,896,785.58	4,335,376.39	8,896,785.58	4,335,376.39
Gain on sales of investment in joint venture		0.00	6,541,052.99	0.00	2,258,166.77
Others		33,722,183.31	31,007,921.11	33,722,183.31	31,007,921.11
Total revenues		493,869,534.09	352,434,662.77	493,869,534.09	348,151,776.55
Expenses					
Finance costs		(106,417,198.22)	(67,084,522.97)	(106,417,198.22)	(67,084,522.97)
Administrative expenses		(199,177,743.80)	(136,901,739.05)	(199,177,743.80)	(136,901,739.05)
Bad debt and doubtful accounts		(65,796,517.35)	(18,313,334.51)	(65,796,517.35)	(18,313,334.51)
Total expenses		(371,391,459.37)	(222,299,596.53)	(371,391,459.37)	(222,299,596.53)
Profit before share of loss on investments in joint venture		122,478,074.72	130,135,066.24	122,478,074.72	125,852,180.02
Share of loss on investment in joint venture by equity method		(484,785.93)	(2,719,253.70)	0.00	0.00
Profit before income tax		121,993,288.79	127,415,812.54	122,478,074.72	125,852,180.02
Tax expenses	31.1	(23,536,374.36)	(24,724,100.70)	(23,536,374.36)	(24,724,100.70)
Profit for the period		98,456,914.43	102,691,711.84	98,941,700.36	101,128,079.32
Other comprehensive income for the period		0.00	0.00	0.00	0.00
Total comprehensive income for the period		98,456,914.43	102,691,711.84	98,941,700.36	101,128,079.32
Earnings per share					
Basis earnings per share	32	0.0951	0.1268	0.0956	0.1248
Diluted earnings per share	32	0.0951	0.1148	0.0956	0.1130

Notes to financial statements are parts of these financial statements.

(Signature).....Director
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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018

(UNAUDITED/REVIEWED ONLY)

Unit : Baht

	Note	Financial statements in which the equity method is applied					Total shareholders' equity
		Issued and paid-up share capital	Premium on share capital	Reserve for Equity- Settled Share-Based Payment	Retained earnings (Deficit)		
					Appropriated	Unappropriated	
Balance as at January 1, 2017		798,358,500.00	120,515,523.48	42,752,220.00	23,690,960.87	119,105,754.20	1,104,422,958.55
Ordinary shares		125,261,091.00	0.00	0.00	0.00	0.00	125,261,091.00
Premium on common share		0.00	65,762,072.79	0.00	0.00	0.00	65,762,072.79
Appropriated for legal reserve		0.00	0.00	0.00	5,056,403.96	(5,056,403.96)	0.00
Dividend paid		0.00	0.00	0.00	0.00	(39,915,920.00)	(39,915,920.00)
Total comprehensive income for the period		0.00	0.00	0.00	0.00	102,691,711.84	102,691,711.84
Balance as at September 30, 2017		923,619,591.00	186,277,596.27	42,752,220.00	28,747,364.83	176,825,142.08	1,358,221,914.18
Appropriated for legal reserve		0.00	0.00	0.00	1,326,450.00	(1,326,450.00)	0.00
Total comprehensive income for the period		0.00	0.00	0.00	0.00	26,029,649.76	26,029,649.76
Re-measuring for post-employment benefit obligations		0.00	0.00	0.00	0.00	(3,486,376.80)	(3,486,376.80)
Balance as at December 31, 2017		923,619,591.00	186,277,596.27	42,752,220.00	30,073,814.83	198,041,965.04	1,380,765,187.14
Balance as at January 1, 2018		923,619,591.00	186,277,596.27	42,752,220.00	30,073,814.83	198,041,965.04	1,380,765,187.14
Ordinary shares	22	185,237,653.00	0.00	0.00	0.00	0.00	185,237,653.00
Premium on common share	22	0.00	93,679,767.83	0.00	0.00	0.00	93,679,767.83
Appropriated for legal reserve		0.00	0.00	0.00	4,947,085.02	(4,947,085.02)	0.00
Dividend paid		0.00	0.00	0.00	0.00	(44,352,573.76)	(44,352,573.76)
Total comprehensive income for the period		0.00	0.00	0.00	0.00	98,456,914.43	98,456,914.43
Balance as at September 30, 2018		1,108,857,244.00	279,957,364.10	42,752,220.00	35,020,899.85	247,199,220.69	1,713,786,948.64

Notes to financial statements are parts of these financial statements.

(Signature).....Director

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
(UNAUDITED/REVIEWED ONLY)

Unit : Baht

	Note	Separate financial statements					Total shareholders' equity
		Issued and paid-up share capital	Premium on share capital	Reserve for Equity- Settled Share-Based Payment	Retained earnings (Deficit)		
					Appropriated	Unappropriated	
Balance as at January 1, 2017		798,358,500.00	120,515,523.48	42,752,220.00	23,690,960.87	123,063,936.38	1,108,381,140.73
Ordinary shares		125,261,091.00	0.00	0.00	0.00	0.00	125,261,091.00
Premium on common share		0.00	65,762,072.79	0.00	0.00	0.00	65,762,072.79
Appropriated for legal reserve		0.00	0.00	0.00	5,056,403.96	(5,056,403.96)	0.00
Dividend paid		0.00	0.00	0.00	0.00	(39,915,920.00)	(39,915,920.00)
Total comprehensive income for the period		0.00	0.00	0.00	0.00	101,128,079.32	101,128,079.32
Balance as at September 30, 2017		923,619,591.00	186,277,596.27	42,752,220.00	28,747,364.83	179,219,691.74	1,360,616,463.84
Appropriated for legal reserve		0.00	0.00	0.00	1,326,450.00	(1,326,450.00)	0.00
Total comprehensive income for the period		0.00	0.00	0.00	0.00	26,528,999.78	26,528,999.78
Re-measuring for post-employment benefit obligations		0.00	0.00	0.00	0.00	(3,486,376.80)	(3,486,376.80)
Balance as at December 31, 2017		923,619,591.00	186,277,596.27	42,752,220.00	30,073,814.83	200,935,864.72	1,383,659,086.82
Balance as at January 1, 2018		923,619,591.00	186,277,596.27	42,752,220.00	30,073,814.83	200,935,864.72	1,383,659,086.82
Ordinary shares	22	185,237,653.00	0.00	0.00	0.00	0.00	185,237,653.00
Premium on common share	22	0.00	93,679,767.83	0.00	0.00	0.00	93,679,767.83
Appropriated for legal reserve		0.00	0.00	0.00	4,947,085.02	(4,947,085.02)	0.00
Dividend paid		0.00	0.00	0.00	0.00	(44,352,573.76)	(44,352,573.76)
Total comprehensive income for the period		0.00	0.00	0.00	0.00	98,941,700.36	98,941,700.36
Balance as at September 30, 2018		1,108,857,244.00	279,957,364.10	42,752,220.00	35,020,899.85	250,577,906.30	1,717,165,634.25

Notes to financial statements are parts of these financial statements.

(Signature).....Director

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED
 STATEMENTS OF CASH FLOWS
 FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
 (UNAUDITED/REVIEWED ONLY)

	Unit : Baht			
	Financial statements in which the equity method is applied		Separate financial statements	
	September 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017
Cash flows from operating activities				
Profit before income tax	121,993,288.79	127,415,812.54	122,478,074.72	125,852,180.02
Adjustments to net profit to cash receipt (disbursement)				
Depreciation and amortized expenses	6,863,618.56	6,044,694.75	6,863,618.56	6,044,694.75
Amortized expenses	30,319,835.82	20,167,698.61	30,319,835.82	20,167,698.61
Bad Debt	31,869,244.12	8,165,634.07	31,869,244.12	8,165,634.07
Doubtful accounts	33,927,273.23	10,147,700.44	33,927,273.23	10,147,700.44
Unrealized gain - current investment	0.00	1,298.50	0.00	1,298.50
(Gain) Loss on sales of current investment	(7,049.00)	0.00	(7,049.00)	0.00
Share of loss on investment in joint venture by equity method	484,785.93	2,719,253.70	0.00	0.00
(Gain) Loss on sales of property, plant and equipment	(146,971.26)	490,095.55	(146,971.26)	490,095.55
(Gain) Loss on impairment of properties foreclosed	5,215,795.28	1,869,337.45	5,215,795.28	1,869,337.45
(Gain) Loss on sales of investment in joint venture	0.00	(6,541,052.99)	0.00	(2,258,166.77)
Employee benefit provisions	1,629,656.28	1,221,971.22	1,629,656.28	1,221,971.22
Finance costs	103,000,511.23	67,084,522.97	103,000,511.23	67,084,522.97
Profit (Loss) from operation before changes in current investment	335,149,988.98	238,786,966.81	335,149,988.98	238,786,966.81
(Increase) Decrease in hire purchase receivables	(1,500,762,130.59)	(1,225,066,264.96)	(1,500,762,130.59)	(1,225,066,264.96)
(Increase) Decrease in loans and sale with right of redemption receivables	1,928,094.00	7,310,500.00	1,928,094.00	7,310,500.00
(Increase) Decrease in other current receivables	(12,435,817.87)	(3,896,346.24)	(12,435,817.87)	(3,896,346.24)
(Increase) Decrease in properties foreclosed	(14,822,393.61)	(2,103,902.48)	(14,822,393.61)	(2,103,902.48)
(Increase) Decrease in other non-current receivables	(45,062,254.96)	(13,915,766.72)	(45,062,254.96)	(13,915,766.72)
Other non-current assets	(176,000.00)	0.00	(176,000.00)	0.00
Increase (Decrease) in trade and other current payables	38,575,451.49	9,858,264.27	38,575,451.49	9,858,264.27
Cash generated (paid) from operation	(1,197,605,062.56)	(989,026,549.32)	(1,197,605,062.56)	(989,026,549.32)
Interest paid	(101,957,608.48)	(65,402,246.54)	(101,957,608.48)	(65,402,246.54)
Corporate income tax paid	(31,744,852.22)	(24,406,324.80)	(31,744,852.22)	(24,406,324.80)
Net cash provided by (used in) operating activities	(1,331,307,523.26)	(1,078,835,120.66)	(1,331,307,523.26)	(1,078,835,120.66)

Notes to financial statements are parts of these financial statements.

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS (Cont'd)
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
(UNAUDITED/REVIEWED ONLY)

	Unit : Baht			
	Financial statements in which the equity method is applied		Separate financial statements	
	September 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017
Cash flows from investing activities				
Proceeds from sales of current investment	14,098.00	0.00	14,098.00	0.00
Payments for loans to joint venture	(154,500,000.00)	0.00	(154,500,000.00)	0.00
Proceeds from sales of investment in joint venture	0.00	27,258,166.77	0.00	27,258,166.77
Payments for acquire of investment in joint venture	(34,200,000.00)	(5,050,000.00)	(34,200,000.00)	(5,050,000.00)
Payments for acquire of intangible assets	0.00	(931,000.00)	0.00	(931,000.00)
Proceeds from sales of property, plant and equipment	770,143.93	388,027.12	770,143.93	388,027.12
Payment for acquire of property, plant and equipment	(9,615,346.99)	(11,664,181.74)	(9,615,346.99)	(11,664,181.74)
Net cash provided by (used in) investing activities	(197,531,105.06)	10,001,012.15	(197,531,105.06)	10,001,012.15
Cash flows from financing activities - increase (decrease)				
Increase (Decrease) in bank overdrafts	(79,829.14)	(28,706,046.90)	(79,829.14)	(28,706,046.90)
Proceeds from short-term loans from financial institutions	424,691,000.00	375,938,000.00	424,691,000.00	375,938,000.00
Payment for short-term loans from financial institutions	(323,854,000.00)	(337,486,000.00)	(323,854,000.00)	(337,486,000.00)
Proceeds from short-term loans from related persons	158,000,000.00	205,000,000.00	158,000,000.00	205,000,000.00
Payment for short-term loans from related persons	(155,000,000.00)	(162,000,000.00)	(155,000,000.00)	(162,000,000.00)
Proceeds from short-term loans from unrelated persons	(15,000,000.00)	45,000,000.00	(15,000,000.00)	45,000,000.00
Payment for short-term loans from unrelated persons	-	(30,000,000.00)	0.00	(30,000,000.00)
Proceeds from long-term loans from financial institutions	1,940,000,000.00	1,380,000,000.00	1,940,000,000.00	1,380,000,000.00
Payment for long-term loans from financial institutions	(740,326,099.45)	(439,629,082.00)	(740,326,099.45)	(439,629,082.00)
Dividend paid	(44,352,573.76)	(39,915,920.00)	(44,352,573.76)	(39,915,920.00)
Proceeds from share capital payment	278,917,420.83	191,023,163.79	278,917,420.83	191,023,163.79
Net cash provided by (used in) financial activities	1,522,995,918.48	1,159,224,114.89	1,522,995,918.48	1,159,224,114.89
Net increase (decrease) in cash and cash equivalents	(5,842,709.84)	90,390,006.38	(5,842,709.84)	90,390,006.38
Cash and cash equivalents, as at January 1	48,562,686.80	6,192,178.69	48,562,686.80	6,192,178.69
Cash and cash equivalents, as at September 30	42,719,976.96	96,582,185.07	42,719,976.96	96,582,185.07

Notes to financial statements are parts of these financial statements.

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EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
(UNAUDITED/REVIEWED ONLY)

1. GENERAL INFORMATION

1.1. EASTERN COMMERCIAL LEASING PUBLIC COMPANY LIMITED ("The Company") was incorporated as a public limited company in Thailand on September 15, 2003, and as a listed company in the Stock Exchange of Thailand on March 22, 2004.

1.2. Head office is located at 976/1, Soi Rama 9 Hospital, Rim Klong Samsean Road, Bangkapi, Huaykwang, Bangkok.

1.3. The Company has 8 branches

1. Branch is located at 728/10, Sukhumvit Road, Bang-plasroy, Mueng, Chonburi.
2. Branch is located at 307, Ta-Chalab Road, Talad, Mueng, Chanthaburi.
3. Branch is located at 75, Ratbamrung Road, Neunpra, Mueng, Rayong.
4. Branch is located at 624/4, Kanchanaphisek Road, Bang Phai, Bang Khae, Bangkok.
5. Branch is located at 131/36, Moo.9, Nong Prue, Bang Lamung, Chonburi.
6. Branch is located at 25/177, Ratchada – Ramindra Road, Nuanchan, Bueng Kum, Bangkok.
7. Branch is located at 987-989, La Salle Road, Bang Na, Bang Na, Bangkok.
8. Branch is located at 18/42, Moo.4, Surasak, Sriracha, Chonburi.

1.4. The Company engaged in business of credit services to personal and juristic person in the form of hire purchase, loans and sale with right of redemption agreement.

1.5. Investment in joint venture

- 1.5.1 On November 16, 2016, the Company entered into co-investment agreement with Eastern Premium Service Company Limited in order to engage in business of motor vehicles maintenance, which held at 51% and on September 6, 2018, the increase its capital from the percentage of shareholding at 51 to new the percentage of shareholding at 54.55.

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1.5.2 On March 23, 2018, the Company entered into co-investment agreement with ECL Asset Company Limited in order to engage in business of providing credit, mortgage, sales with right of redemption of assets in the form of real estate, which held at 60%.

2. PREPARATION OF FINANCIAL STATEMENTS BASIS

2.1. Financial statements preparation

The financial statements have been prepared in accordance with Thai Financial Reporting Standards (TFRS) according to the Accounting Professions Act B.E. 2547 and presented in accordance with the notification of the Department of Business Development, the Ministry of Commerce dated October 11, 2016, regarding the condensed form which should be included in the financial statements B.E. 2559. and applicable rules and regulations of the Thai Securities and Exchange Commission.

The financial statements have been prepared under the historical cost convention, except as transaction disclosed in related accounting policy.

2.2. Financial reporting standards that became effective in the current year

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

2.3. Revised Financial reporting standards that will become effective in the future

During the period, the Federation of Accounting Professions issued the financial reporting standards, TFRS 15 Revenue from Contracts with Customers and a set of Financial Instruments which are effective for the financial statements beginning on or after January 1, 2019 and 2020. The Company has not applied this financial reporting standard in the preparation of interim financial statements before effective date.

2.3.1 TFRS 15 Revenue from Contracts with Customers establishes for the entity to use in accounting for revenue arising from contracts with customers, the core principle is that the entity should recognize revenue to depict the transfer of promised goods or services to the customers in an amount that reflects the consideration to which the entity expects to be entitled. This standard introduces a five-step model to revenue recognition and requires the exercise of judgment for taking into consideration of the principle in each step of model applying. TFRS 15 supersedes TAS 11 Construction Contracts (Revised 2017) and TAS 18 Revenue (Revised 2017), and the related Interpretations.

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2.3. Revised Financial reporting standards that will become effective in the future (CONT'D)

2.3.2 The set of Thai Financial Reporting Standards relating to Financial Instruments, which comprise five issues of accounting standards and interpretations as below:

Thai Financial Reporting Standards

TFRS 9 Financial Instruments

TFRS 7 Financial Instruments: Disclosures

Thai Accounting Standards

TAS 32 Financial Instruments: Presentation

Thai Financial Reporting Standards Interpretations

TFRIC 16 Hedges of a Net Investments in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

The above set of Thai Financial Reporting Standards (TFRSs) sets out the requirements for the classification and measurement of financial instrument at the fair value or amortized cost by considering from the type of instruments, contractual cash flow characteristics and the entity's business model, including the impairment methodology by using the expected credit loss, and the general hedge accounting, as well as the presentation and disclosures of financial instrument. When this set of TFRSs are effective, as a result, some currently effective accounting standards, interpretations and guidance will be cancelled.

2.3.3 At present, the Management of the Company and subsidiaries is being assessed the impacts of those financial reporting standards will be effective in the future on the financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1. Income and Expenses Recognition

3.1.1 The Company recognized hire purchase interest income as unrealized interest which is recognized on the effective interest rate method over the hire purchase term.

Revenues from installments will be stopped to recognize if the overdue 4 installments which different from the accounting method of revenues recognition and allowance for doubtful accounts provision for consumer finance as requirement of the Securities and Exchange Commission and the Institute of Certified Accountants and Auditors of Thailand (currently named the Federation of Accounting Professions) that required the Company to stop revenue recognition from the overdue payment of receivables exceeding 3 installments in accordance with the notification no. KorLorTor. ChorSor. (Wor) 2/2004 dated April 30, 2004. Since the past 5 years receivables data at the end of year

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represented 90.00% of overdue receivables exceeding 4 months could repay such debts. Nevertheless, as at September 30, 2018 and December 31, 2017, the Company has overdue payment receivable exceeding 4 installments and the Company still recognize income in the amount of Baht 139,149,970.94 and Baht 107,589,605.95 respectively. If the Company recognized income on the requirement basis, revenues and receivables of the Company will be reduced by Baht 974,821.99 and Baht 718,054.51 respectively.

3.1.2 The Company recognized interest income under sale with right of redemption agreement receivables on an accrual basis.

3.1.3 Other revenues and expenses are recognized on an accrual basis.

3.1.4 Deferred commission

The Company recognized initial commission of new hire purchase since January 2008 as deferred commission and amortized as expense over the hire purchase term according to the proportion of interest income recognition of each agreement. In case the hire purchase is terminated before the agreement term, the remaining deferred commission will be amortized as expense in full amount.

3.2. Cash and cash equivalents

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

3.3. Current investment

Investment in short-term debt securities fund is stated at fair value. Changes in fund value are recognized as gain or loss in statements of comprehensive income.

3.4. Allowance for doubtful accounts

The Company provided the allowance for doubtful accounts based on receivables aging report which calculated from receivables under hire purchase agreement, sale with right of redemption agreement and receivables under lawsuit deducted by deferred hire purchase interest and collaterals. The collaterals are calculated from the credit value at the rate of 30% - 80% by considering the comparative of repayable opportunity received from receivables and selling of collaterals. In addition, the Company will consider the repayment ability of each receivables for overdue receivables exceeding six installments, receivable under sale with right of redemption agreement overdue exceeding one installment and receivables under debt compromise agreement overdue exceeding twelve installments.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The basis of provision of allowance for doubtful accounts of hire purchase receivable, sale with right of redemption agreement receivable and receivable under lawsuit in each period are as follows:

	Percentage
Less Deferred hire purchase interest and collaterals	
Normal receivable and overdue 1 installment	1
Overdue 2 - 3 installments	2
Overdue 4 - 6 installments	20
Overdue 7 - 12 installments	50 – 100
Overdue exceed 12 installments	100

The above policy are determined which do not conform with the allowance for doubtful accounts provision for consumer finance as requirement of the Securities and Exchange Commission and the Institute of Certified Accountants and Auditors of Thailand (currently named the Federation of Accounting Professions) that required the Company to provide the allowance for doubtful accounts in whole amount without collaterals deducting. But the Company has taken the collateral to deduct such allowance for hire purchase receivables (prosecuted receivables) and receivables under loans agreement and sale with right of redemption agreement since the Company provided the allowance for doubtful accounts from the actual bad debt statistics in the past 5 years that the Company has the average yearly actual bad debt approximately 70 - 100% of provided doubtful accounts.

3.5. Investment in joint venture

This standard requires an entity investing in any other entity to determine whether the entity and other investors have joint control in the investment. When joint control exists, there is deemed to be a joint arrangement and the entity then needs to apply judgement to assess whether the joint arrangement is a joint operation or a joint venture and to account for the interest in the investment in a manner appropriate to the type of joint arrangement. If it is a joint operation, the entity is to recognize its shares of assets, liabilities, revenue and expenses of the joint operation, in proportion to its interest, in its separate financial statements. If it is a joint venture, the entity is to account for its investment in the joint venture using the equity method in the financial statements in which the equity method is applied and at cost in the separate financial statements.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.6. Property, plant and equipment

Plant and equipment are stated at cost less accumulated depreciation except land are stated at cost. Impairment of assets will be provided (if any).

The Company depreciated all type of assets on over the estimated useful lives of the assets as follows:

	Number of years
Building and improvement	20
Temporary building	2 – 3
Furniture, fixture and office equipment	3 – 5
Office equipment	5
Vehicles	5

The Company include costs of asset dismantlement, removal and restoration as parts of cost of property, plant and equipment, the depreciation charge has to be determined separately for each significant parts of property, plant and equipment with a cost that is significant in relation to the total cost of assets item. In addition, the entity is required to estimate the recoverable amount in the current expected to be obtained from asset to bring the age and condition at the end of useful lives. Besides, the entity is required to review the useful lives, residual value and depreciation method at least at each financial year-end.

3.7. Impairment of assets

The Company has considered the impairment of assets on property, plant and equipment, investment, properties foreclosed and other intangible assets whenever events or changes indicate that the recoverable value of the asset is lower than the book value. Loss from impairment of asset will be recognized in the statements of comprehensive income. The Company will reverse the impairment loss whenever there is an indication that there is no longer impairment or reduction in impairment as "other income".

Recoverable value means net selling price of the asset or its utilization value whichever is higher. The Company will consider the impairment for each asset item or each asset unit generating cash flow, whichever is practical.

3.8. Properties foreclosed

Properties foreclosed which seized from defaulting receivable are valued by the balance of receivable at the lower of net book value or net realizable value from selling assets. Net realizable value are evaluated by comparing with the used car price in the market and the past selling price which appraised by the Company's appraisal management.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.9. Employee benefits

3.9.1 The Company recognized salaries, wages, bonus and contribution to social security fund as expenses in the period in which they are incurred.

3.9.2 Provident fund

The Company has established provident fund under the defined contribution plan. The fund's assets are separated entities which are administered by the outsider fund manager. The Company and employees made contribution into such provident fund. The Company's contribution payments to the provident fund were recorded as expenses in statements of comprehensive income in the period in which they are incurred.

3.9.3 Employee benefits

The Company provide for post-employment benefits, payable to employees under the Thai Labor Law. The present value of employee benefit liabilities recognized in the statements of financial position is estimated on an actuarial basis using Projected Unit Credit Method of which calculated by the Independent Actuary by using Actuarial Technique. The calculation was made from determining the present value of future cash flows expected to be required to settle the obligation and determines discount rate by reference to market yield of government bonds should have term to maturity approximately equal to the terms of such obligations. In determine the future cash flows expected to be required to settle is used from employees'salaries, turnover, length of services and other factors. Changes in actuarial gains or loss are recognixed in the period in which they are incurred in other comprehensive income.

Assumptions:

Discount rate	2.56%
Salary increase rate	5%
Employee turnover	0 – 17%
Mortality	Thailand TMO2017 male and female tables

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.10. Income tax

Income tax expense for the year comprises current income tax 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 tax is provided on temporary differences between their carrying amounts at the end of each reporting period and the tax bases of assets and liabilities by using the tax rates enacted at the end of the reporting period.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced 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 utilized. Nevertheless, unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.

The Company recognized deferred tax directly to shareholders' equity, except to the extent that it relates to items recognized in other comprehensive income or directly in equity.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but the Company intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

3.11. Accounting estimates

Preparation of financial statements in conformity with Thai Financial Reporting Standards required the management to make several estimation and assumption which affect the reported amounts in the financial statements and notes to related thereto. Consequent actual results may differ from those estimates.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.12. Provisions

The Company recognizes a provision when an entity has a present legal or constructive obligation as a result of a past event. It is probable that an outflow of resources will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. Expenditure is required to settle a provision, is expected to be reimbursed when it is virtually certain that reimbursement will be received.

3.13. Measurement of fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company have an established control framework with respect to the measurement of fair values. This includes a valuation that has overall responsibility for overseeing all significant fair value measurements, including level 3 fair values, and reports directly to CFO.

The valuation regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuation should be classified.

When measuring the fair value of an asset or a liability, the Company use market observable data as fair as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liabilities, either directly (i.e. as prices) or indirectly (i.e. observable prices).
- Level 3: inputs are unobservable for the asset or liability.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognized transfers between levels of the fair value hierarchy at the end of the reporting year during which the change has occurred.

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.14. Related person and parties transaction

Enterprise and individuals that directly, or indirectly control or are controlled by, or are under common control with the Company. Associates and individuals owning that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company which has a power in planning and operating control.

3.15. Deferred tax assets and liabilities

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3.16. Earnings per share

Basic earnings per share as presented in the statements of comprehensive income is the basic earnings (loss) per share which is determined by dividing the net profit (loss) for the period by the weighted average number of common shares issued and paid-up during the period.

Diluted earnings per share is calculated by dividing profit (loss) for the period by the weighted average number of ordinary shares outstanding during the period plus the number of ordinary share issued in the conversion of potential ordinary shares to ordinary shares as assumption that the conversion is made at the beginning of year or at the issuance date of the potential ordinary shares.

3.17. 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:

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3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Allowance for doubtful accounts

In determining an allowance for doubtful accounts for each type of receivables, 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.

Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences to the extent that it is probable that taxable profit will be available against which the temporary differences 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 profit.

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.

4. CASH AND CASH EQUIVALENTS

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Cash on hand	122,536.00	925,428.00
Current accounts	40,524,900.49	29,611,254.28
Savings deposit	2,072,540.47	18,026,004.52
Total	42,719,976.96	48,562,686.80

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5. CURRENT INVESTMENT

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Investment in debt securities fund	0.00	1,855.00
<u>Add</u> Increment from for revaluation of investment	0.00	5,194.00
Total	<u>0.00</u>	<u>7,049.00</u>

6. HIRE PURCHASE RECEIVABLES

	(Unit : Baht)			
	Financial statements in which the equity method is applied and Separate financial statements			
	Due within 1 year		Due over 1 year	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Hire purchase receivables	2,023,598,378.88	1,523,660,188.27	4,505,412,807.50	3,205,405,972.97
<u>Less</u> Unrealized interest income	(494,058,306.97)	(359,154,218.28)	(642,881,118.59)	(448,282,476.91)
Net	1,529,540,071.91	1,164,505,969.99	3,862,531,688.91	2,757,123,496.06
<u>Less</u> Allowance for doubtful accounts	(15,395,000.15)	(10,011,087.82)	(20,874,028.82)	(13,737,397.15)
Hire purchase receivables – net	<u>1,514,145,071.76</u>	<u>1,154,494,882.17</u>	<u>3,841,657,660.09</u>	<u>2,743,386,098.91</u>

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6. HIRE PURCHASE RECEIVABLES (CONT'D)

Receivable was separated by ageing overdue receivables and allowance for doubtful accounts

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements				
	Number of receivable	Receivables less by unrealized interest - net	Receivables for provide allowance for doubtful accounts	% of allowance for doubtful accounts	Allowance for doubtful accounts
As at September 30, 2018					
Undue 1 installment	18,039	4,756,782,215.85	951,356,443.17	1%	9,513,564.43
Overdue 2 - 3 installments	1,877	494,172,480.11	98,834,496.02	2%	1,976,689.92
Overdue 4 - 6 installments	344	93,962,013.88	18,792,402.78	20%	3,758,480.58
Overdue 7 - 12 installments	161	45,151,041.16	31,605,728.81	50 – 100%	19,016,284.22
Overdue exceed					
12 installments	12	2,004,009.82	2,004,009.82	100%	2,004,009.82
Total	20,433	5,392,071,760.82	1,102,593,080.60		36,269,028.97

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements				
	Number of receivable	Receivables less by unrealized interest - net	Receivables for provide allowance for doubtful accounts	% of allowance for doubtful accounts	Allowance for doubtful accounts
As at December 31, 2017					
Undue 1 installment	12,628	3,422,359,858.95	684,471,971.79	1%	6,844,719.72
Overdue 2 - 3 installments	1,506	390,112,707.64	78,022,541.53	2%	1,560,450.83
Overdue 4 - 6 installments	280	86,401,238.11	17,280,247.62	20%	3,456,049.52
Overdue 7 - 12 installments	73	20,727,594.16	14,509,315.91	50 – 100%	9,859,197.71
Overdue exceed					
12 installments	15	2,028,067.19	2,028,067.19	100%	2,028,067.19
Total	14,502	3,921,629,466.05	796,312,144.04		23,748,484.97

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6. HIRE PURCHASE RECEIVABLES (CONT'D)

As at September 30, 2018, parts of hire purchase receivables (before less by unrealized interest) amount of Baht 6,537,346,059.63 were used as collateral against long-term loans from a bank as stated in note 20. (As at December 31, 2017, parts of hire purchase receivables amount of Baht 3,861,035,040.31 were used as collateral against bank overdrafts and long-term loans from a bank as stated in note 20).

7. LOANS AND SALE WITH RIGHT OF REDEMPTION AGREEMENT RECEIVABLES

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Loans and sale with right of redemption agreement receivables	25,914,690.00	29,465,890.00
Total	25,914,690.00	29,465,890.00
Less Allowance for doubtful accounts	(1,196,719.98)	(1,858,325.78)
Loans and sale with right of redemption agreement receivables - net	<u>24,717,970.02</u>	<u>27,607,564.22</u>

Receivable was separated by ageing overdue receivables and allowance for doubtful accounts

	(Unit : Baht)				
	Financial statements in which the equity method is applied and Separate financial statements				
	Number of receivable	Receivables less by unrealized interest - net	Receivables for provide allowance for doubtful accounts	% of allowance for doubtful accounts	Allowance for doubtful accounts
As at September 30, 2018					
Undue 2 installment	53	24,479,990.00	4,895,998.00	1%	48,959.98
Overdue 3 installments	0	0.00	0.00	2%	0.00
Overdue 4 - 6 installments	0	0.00	0.00	20	0.00
Overdue 7 - 12 installments	6	1,434,700.00	1,434,700.00	70% - 80%	1,147,760.00
Overdue exceed					
12 installments	<u>0</u>	<u>0.00</u>	<u>0.00</u>	100%	<u>0.00</u>
Total	<u>59</u>	<u>25,914,690.00</u>	<u>4,895,998.00</u>		<u>1,196,719.98</u>

(Signature).....Director
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7. LOANS AND SALE WITH RIGHT OF REDEMPTION AGREEMENT RECEIVABLES (CONT'D)

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements				
	Number of receivable	Receivables less by unrealized interest - net	Receivables for provide allowance for doubtful accounts	% of allowance for doubtful accounts	Allowance for doubtful accounts
As at December 31, 2017					
Undue 2 installment	63	27,662,890.00	5,532,578.00	1%	55,325.78
Overdue 3 installments	0	0.00	0.00	2%	0.00
Overdue 4 - 6 installments	0	0.00	0.00	20%	0.00
Overdue 7 - 12 installments	0	0.00	0.00	70%	0.00
Overdue exceed					
12 installments	5	1,803,000.00	1,803,000.00	100%	1,803,000.00
Total	68	29,465,890.00	7,335,578.00		1,858,325.78

As at September 30, 2018, the Company has loans receivable to 11 individuals by entering into sale with right of redemption and loans agreement with the agreement period of 1 - 6 months at the interest rate of 7.20 - 12.00% per annum (as at December 31, 2017, 12 individuals).

8. OTHER CURRENT RECEIVABLES

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Accrued value added tax	4,421,605.82	3,635,116.33
Accrued insurance premium discount income	7,613,221.07	2,108,861.78
Loans receivable to employee	1,997,920.00	1,918,821.00
Others	11,281,393.50	5,215,523.41
Total	25,314,140.39	12,878,322.52

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9. LOANS FOR JOINT VENTURE

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Short – term loans	104,500,000.00	0.00
Long – term loans	50,000,000.00	0.00
Total	154,500,000.00	0.00

As at September 30, 2018, the Company has loans to ECL ASSET Co., Ltd (joint venture) to engage in business of providing credit, mortgage, sales with right of redemption of assets in the form of real estate by issued promissory note 1-24 months and interest at 6.00% per annum

10. PROPERTIES FORECLOSED

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Properties foreclosed	32,060,016.35	17,237,622.74
<u>Less</u> Provision for impairment - properties foreclosed	(11,938,018.80)	(6,722,223.52)
Properties foreclosed - net	20,121,997.55	10,515,399.22

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11. INVESTMENT IN JOINT VENTURE

Investment in joint venture - under equity method											
No.	Company's name	Type of business	Relationship	Paid-up share capital		Percentage of investment		Financial statements in which the equity method is applied		Separate financial statements at cost method	
				(Thousand Baht)		(%)		(Baht)		(Baht)	
				Sep 30,2018	Dec 31,2017	Sep 30,2018	Dec 31,2017	Sep 30,2018	Dec 31,2017	Sep 30,2018	Dec 31,2017
1	Eastern Premium Service Co., Ltd.	Motor vehicles maintenance body repairing and printing	Joint venture	37,400.00	20,000.00	54.55	51.00	14,560,140.95	7,306,100.32	20,400,000.00	10,200,000.00
2	ECL Asset Co., Ltd.	providing credit, mortgage, sales with right of redemption of assets in the form of real estate	Joint venture	40,000.00	0.00	60.00	0.00	26,461,173.44	0.00	24,000,000.00	0.00
Total								41,021,314.39	7,306,100.32	44,400,000.00	10,200,000.00

11.1. Eastern Premium Service Co., Ltd., is a joint venture by Eastern Commercial Leasing Public Company Limited (ECL) and Premium Group Co., Ltd. (PG) and Rising Sun Trader Limited (Japan) entered into co-investment agreement to engage in business of motor vehicles maintenance on November 16, 2016, with the capital at 51: 36: 13% and have the representative of joint operation company to be authorized directors of such joint venture.

11.2. On September 6, 2018, Eastern Premium Service Co., Ltd. has registered the increase that Eastern Commercial Leasing Public Company Limited and Premium Group Co., Ltd. agreed to invest in that increase share capital. As a result, the percentage of investment is changed to 54.55: 38.50: 6.95.

11.3. ECL Asset Co., Ltd., is a joint venture by Eastern Commercial Leasing Public Company Limited (ECL) and Global Best Real Estate Loan Co., Ltd. Has jointly agreed for investment in order to engage in mortgaging credit, sale with right of redemption, asset as properties businesses on March 23, 2018 at the ratio of 60 : 40 which has representative from the joint companied to be director of such joint venture.

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11. INVESTMENT IN JOINT VENTURE (CONT'D)

As at September 30, 2018, the Company recorded investment in joint venture at cost in separate financial statements and recognized share of profit in joint venture for the three-month ended September 30, 2018, amount of Baht 0.31 million, or equal to 0.84 of profit (loss) for the periods in financial statements in which the equity method is applied and recognized share of loss in joint venture for the nine-month periods ended September 30, 2018, amount of Baht 0.48 million, or equal to 0.49 of profit (loss) for the periods in financial statements in which the equity method is applied.

12. OTHER NON-CURRENT RECEIVABLES

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Receivables under lawsuit	76,201,699.60	59,893,598.45
<u>Less</u> Allowance for doubtful accounts	(76,201,699.60)	(55,369,231.07)
Net	0.00	4,524,367.38
Receivables under debt compromise agreement	9,381,610.03	9,939,664.23
<u>Less</u> Allowance for doubtful accounts	(9,381,610.03)	(7,527,222.53)
Net	0.00	2,412,441.70
Receivables - net	0.00	6,936,809.08
Others	416,047.00	1,349,977.11
<u>Less</u> Allowance for doubtful accounts	(409,194.00)	(1,027,715.00)
Total	6,853.00	7,259,071.19

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12. OTHER NON-CURRENT RECEIVABLES (CONT'D)

Receivables under lawsuit and allowance for doubtful accounts.

	(Unit : Baht)			
	Number of receivable		Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Receivable after unrealized interest income	93	74	76,201,699.60	59,893,598.45
Receivable for provide allowance for doubtful accounts			76,201,699.60	59,893,598.45
% of allowance for doubtful accounts			100%	70 - 100%
Allowance for doubtful accounts			(76,201,699.60)	(55,369,231.07)

Overdue receivable under debt compromise agreement and allowance for doubtful accounts as at September 30, 2018.

	(Unit : Baht)				
	Financial statements in which the equity method is applied and Separate financial statements				
	Number of receivable	Receivables less by unrealized interest	Receivables for provide allowance for doubtful accounts	% of allowance for doubtful accounts	Allowance for doubtful accounts
Undue 3 installments	13	4,151,792.28	4,151,792.28	100%	4,151,792.28
Overdue 4 – 11 installments	10	5,229,817.75	5,229,817.75	100%	5,229,817.75
Overdue 12 installments onwards	0	0.00	0.00	100%	0.00
Total	23	9,381,610.03	9,381,610.03		9,381,610.03

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12. OTHER NON-CURRENT RECEIVABLES (CONT'D)

Overdue receivable under debt compromise agreement and allowance for doubtful accounts as at December 31, 2017.

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements				
	Number of receivable	Receivables less by unrealized interest	Receivables for provide allowance for doubtful accounts	% of allowance for doubtful accounts	Allowance for doubtful accounts
Undue 3 installments	21	9,407,564.79	9,407,564.79	75%	7,055,673.60
Overdue 4 – 11 installments	2	242,202.05	242,202.05	75%	181,651.54
Overdue 12 installments onwards	1	289,897.39	289,897.39	100%	289,897.39
Total	24	9,939,664.23	9,939,664.23		7,527,222.53

(Signature).....Director

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13. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2018								(Unit : Baht)
	Land	Building	Building improvement	Temporary building	Office equipment	Office furniture	Vehicles	Assets under construction	Total
Cost									
As at December 31, 2017	7,324,162.50	8,977,783.71	1,669,982.03	3,274,407.60	10,670,727.25	8,513,388.17	33,538,959.54	281,880.00	74,251,290.80
Acquisition	0.00	0.00	275,770.00	1,717,514.90	3,585,664.25	1,998,356.65	1,535,312.09	502,729.10	9,615,346.99
Transfer in (out)	0.00	0.00	0.00	784,609.10	0.00	0.00	0.00	(784,609.10)	0.00
Written off	0.00	0.00	0.00	0.00	(160,151.36)	(68,442.55)	(2,434,470.00)	0.00	(2,663,063.91)
As at September 30, 2018	<u>7,324,162.50</u>	<u>8,977,783.71</u>	<u>1,945,752.03</u>	<u>5,776,531.60</u>	<u>14,096,240.14</u>	<u>10,443,302.27</u>	<u>32,639,801.63</u>	<u>0.00</u>	<u>81,203,573.88</u>
Accumulated depreciation									
As at December 31, 2017	0.00	6,944,335.44	132,531.29	1,512,425.92	6,451,896.08	5,039,149.10	16,168,062.29	0.00	36,248,400.12
Depreciation	0.00	335,535.74	66,403.05	1,131,039.64	1,843,021.84	942,120.00	2,465,662.00	0.00	6,783,782.27
Transfer in (out)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Written off	0.00	0.00	0.00	0.00	(155,421.42)	(66,720.13)	(1,817,749.69)	0.00	(2,039,891.24)
As at September 30, 2018	<u>0.00</u>	<u>7,279,871.18</u>	<u>198,934.34</u>	<u>2,643,465.56</u>	<u>8,139,496.50</u>	<u>5,914,548.97</u>	<u>16,815,974.60</u>	<u>0.00</u>	<u>40,992,291.15</u>
Net book value									
As at December 31, 2017	<u>7,324,162.50</u>	<u>2,033,448.27</u>	<u>1,537,450.74</u>	<u>1,761,981.68</u>	<u>4,218,831.17</u>	<u>3,474,239.07</u>	<u>17,370,897.25</u>	<u>281,880.00</u>	<u>38,002,890.68</u>
As at September 30, 2018	<u>7,324,162.50</u>	<u>1,697,912.53</u>	<u>1,746,817.69</u>	<u>3,133,066.04</u>	<u>5,956,743.64</u>	<u>4,528,753.30</u>	<u>15,823,827.03</u>	<u>0.00</u>	<u>40,211,282.73</u>

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13. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

December 31, 2017

(Unit : Baht)

	Land	Building	Building improvement	Temporary building	Office equipment	Office furniture	Vehicles	Assets under construction	Total
Cost									
As at December 31, 2016	7,324,162.50	8,977,783.71	398,686.00	1,855,607.60	14,779,391.26	1,514,085.07	31,537,464.40	136,000.00	66,523,180.54
Acquisition	0.00	0.00	957,796.03	735,222.50	3,311,589.58	687,734.80	6,881,690.14	1,142,957.50	13,716,990.55
Written off	0.00	0.00	313,500.00	683,577.50	(6,943,708.09)	6,573,708.09	0.00	(997,077.50)	(370,000.00)
Transfer in (out)	0.00	0.00	0.00	0.00	(476,545.50)	(262,139.79)	(4,880,195.00)	0.00	(5,618,880.29)
As at December 31, 2017	<u>7,324,162.50</u>	<u>8,977,783.71</u>	<u>1,669,982.03</u>	<u>3,274,407.60</u>	<u>10,670,727.25</u>	<u>8,513,388.17</u>	<u>33,538,959.54</u>	<u>281,880.00</u>	<u>74,251,290.80</u>
Accumulated depreciation									
As at December 31, 2016	0.00	6,495,563.94	80,481.58	715,302.59	8,806,727.77	1,229,316.14	14,375,172.06	0.00	31,702,564.08
Depreciation	0.00	448,771.50	52,049.71	797,123.33	1,671,301.60	891,623.94	4,273,222.89	0.00	8,134,092.97
Written off	0.00	0.00	0.00	0.00	(3,550,307.81)	3,180,308.81	0.00	0.00	(369,999.00)
Transfer in (out)	0.00	0.00	0.00	0.00	(475,825.48)	(262,099.79)	(2,480,332.66)	0.00	(3,218,257.93)
As at December 31, 2017	<u>0.00</u>	<u>6,944,335.44</u>	<u>132,531.29</u>	<u>1,512,425.92</u>	<u>6,451,896.08</u>	<u>5,039,149.10</u>	<u>16,168,062.29</u>	<u>0.00</u>	<u>36,248,400.12</u>
Net book value									
As at December 31, 2016	<u>7,324,162.50</u>	<u>2,482,219.77</u>	<u>318,204.42</u>	<u>1,140,305.01</u>	<u>5,972,663.49</u>	<u>284,768.93</u>	<u>17,162,292.34</u>	<u>136,000.00</u>	<u>34,820,616.46</u>
As at December 31, 2017	<u>7,324,162.50</u>	<u>2,033,448.27</u>	<u>1,537,450.74</u>	<u>1,761,981.68</u>	<u>4,218,831.17</u>	<u>3,474,239.07</u>	<u>17,370,897.25</u>	<u>281,880.00</u>	<u>38,002,890.68</u>

(Signature).....Director

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13. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Depreciation for the nine-month periods enden September 30, 2018 and 2017, amounted to Baht 6,783,782.27 and Baht 6,016,805.55 respectively.

As at September 30, 2018, the Company has fixed assets at cost of Baht 7,610,486.92 and net book value of Baht 804.00 which were fully depreciated but are still being operated (as at December 31, 2017, cost of Baht 7,582,010.85 and net book value of Baht 786.00).

Land and construction were mortgaged as guarantee for bank overdrafts and long-term loans from a bank as mentioned in notes 16 and 20.

14. INTANGIBLE ASSETS

	<u>(Unit : Baht)</u>
	<u>Computer software</u>
Cost	
As at December 31, 2017	1,438,000.00
Acquisition	0.00
Transfer in (out)	0.00
Disposal or write off	0.00
As at September 30, 2018	<u>1,438,000.00</u>
Accumulated amortization	
As at December 31, 2017	423,736.22
Amortization for the period	79,836.29
Transfer in (out)	0.00
Disposal or write off	0.00
As at September 30, 2018	<u>503,572.51</u>
Net book value	
As at December 31, 2017	<u>1,014,263.78</u>
As at September 30, 2018	<u>934,427.49</u>
Amortization for the period	
As at September 30, 2018	79,836.29
As at September 30, 2017	27,889.20

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14. INTANGIBLE ASSETS (CONT'D)

	<u>(Unit : Baht)</u>
	<u>Computer software</u>
Cost	
As at December 31, 2016	0.00
Acquisition	1,068,000.00
Transfer in (out)	370,000.00
Disposal or write off	0.00
As at December 31, 2017	<u>1,438,000.00</u>
Accumulated amortization	
As at December 31, 2016	0.00
Amortization for the year	53,736.22
Transfer in (out)	370,000.00
Disposal or write off	0.00
As at December 31, 2017	<u>423,736.22</u>
Net book value	
As at December 31, 2016	0.00
As at December 31, 2017	<u><u>1,014,263.78</u></u>

15. PLEDGED DEPOSIT AT FINANCIAL INSTITUTION

As at September 30, 2018, the Company's fixed deposit amount of Baht 66,000.00 is used as guarantee against loans from bank and electricity usage as mentioned in note 33 (as at December 31, 2017, fixed deposit amount of Baht 66,000.00).

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16. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTION

(Unit : Baht)

	September 30, 2018	December 31, 2017
Bank overdrafts	0.00	79,829.14
Short-term loans - promissory notes	289,424,000.00	188,587,000.00
Total	<u>289,424,000.00</u>	<u>188,666,829.14</u>

16.1. As at September 30, 2018, the Company has overdrafts line with 5 banks totaling Baht 90 million mortgaging land with its construction in note 13 (as at December 31, 2017, the Company has overdrafts line with 4 banks totaling Baht 80 million mortgaging land with its construction in note 13).

16.2. As at September 30, 2018 and December 31, 2017, the Company has loans from 3 banks by issuing promissory notes due on term of payment for credit line total amount of Baht 390 million as detailed below:

16.2.1 Loans from the 1st bank for credit line amount of Baht 40 million were withdrawn in full amount by charging interest at market rate per annum. These loans are guaranteed by transferring the right on part of hire purchase receivable in note 6.

16.2.2 Loans from the 2nd bank for credit line amount of Baht 200 million were withdrawn and the remaining debt obligation amount of Baht 115.26 million at the interest rate of MLR-1.125% per annum. These loans are guaranteed by transferring the right on part of hire purchase receivable in note 6.

16.2.3 Loans from the 3rd Foreign bank for credit line amount of Baht 150 million were withdrawn and the remaining debt obligation amount of Baht 150 million at the interest is charged at the rate of 2.50% per annum. These loans are guaranteed by related parties in foreign countries.

(Signature).....Director
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17. TRADE AND OTHER CURRENT PAYABLES

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Credit payable	11,637,440.76	3,231,871.53
Accrued interest expenses	2,766,627.57	2,169,717.85
Advance receipt	29,331,831.57	13,708,867.73
Revenue Department payable	13,795,203.58	10,699,811.82
Accrued expenses	11,048,149.44	2,277,431.61
Others	7,087,232.90	4,406,424.07
Total	<u>75,666,485.82</u>	<u>36,494,124.61</u>

18. TRANSACTION WITH RELATED PERSONS AND PARTIES

Parts of the Company's assets, liabilities, revenues and expenses arose from the transactions with related Parts of the Company's assets, liabilities, revenues and expenses arose from the transactions with related

Relationship of the Company and related persons is summarized as follows:

<u>Related person name</u>	<u>Relationship</u>	<u>Particulars and pricing policy</u>
Mr. Preecha Veeraphong	Major shareholder and president	Loans is repayable on maturity, interest is prepaid at the rate of 3.65% - 3.75% per annum
Mrs. Sumalee Veeraphong	Major shareholder and near relative of president	Loans is repayable on maturity, interest is prepaid at the rate of 4.00% per annum
Ms. Bangonsiri Veeraphong	Major shareholder and near relative of president	Loans is repayable on maturity, interest is prepaid at the rate of 4.00% per annum

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18. TRANSACTION WITH RELATED PERSONS AND PARTIES (CONT'D)

<u>Related person name</u>	<u>Relationship</u>	<u>Particulars and pricing policy</u>
Mr. Prapakorn Veeraphong	Major shareholder and managing director	At the rental fee as agreed, averaged by the independent appraiser
Premium Financial Services Co., Ltd. (Japaneses)	Shareholder at 25.40% shareholding	Remuneration under joint-business agreement
PFS (Thailand) Co., Ltd.	Held by Premium Group Co., Ltd. at 48% shareholding	Rental income at the agreed price and closed to the same space
ECL Asset Co., Ltd.	Associate	Loans are charged the interest at the rate of cost plus margin less than 1.50% (total interest rate not lower than 5.75%)
NNC One Co., Ltd.	Has shareholder and common directors with ECL Asset Co., Ltd. (joint venture)	Sale land to ECL Asset Co., Ltd. (joint venture) in the price of Baht 35 million which is lower than the appraisal value of the independent appraiser (appraisal value amount of Baht 85.20 million)

18.1 In the second quarter of 2018, ECL Asset Co., Ltd. (joint venture) has acquired land from NNC One Co., Ltd. In the price of Baht 35 million which is lower than the appraisal value of the independent appraiser (appraisal value amount of Baht 85.20 million) and ECL Asset Co., Ltd. (joint venture) has provided loans by entering into hire purchase agreement for selling such plot of land to an individual in the price of Baht 50 million” The interest is payable on monthly basis at the rate 15% per annum and the principal is repayable when the maturity of two years. Such loans were repaid by the joint venture to the leader by cash amount of Baht 15 million, such land was repurchased by the remaining amount of Baht 35 million from NNC One Co., Ltd. Fir which such individual has made the sale with right of redemption.

(Signature).....Director

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18. TRANSACTION WITH RELATED PERSONS AND PARTIES (CONT'D)

18.2 Short-term loans from related person

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	Balance			Balance
	December 31, 2017	Increase	Decrease	September 30, 2018
Mr. Preecha Veeraphong	105,000,000.00	258,000,000.00	(205,000,000.00)	158,000,000.00
Mrs.Sumalee Veeraphong	40,000,000.00	0.00	(40,000,000.00)	0.00
Ms.Bangonsiri Veeraphong	10,000,000.00	0.00	(10,000,000.00)	0.00
Total	155,000,000.00	258,000,000.00	(255,000,000.00)	158,000,000.00
<u>Less</u> Prepaid interest expenses	(1,484,658.61)	(4,521,017.69)	(4,453,706.11)	(1,551,970.19)
Total	<u>153,515,341.39</u>			<u>156,448,029.81</u>

As at September 30, 2018, the Company has loans from 1 related persons by issuing bills of exchange matured in November 2018 to February 2019 at the interest rate of 3.65% - 3.75% per annum.

18.3 Rental

The Company has entering into lease land agreement in order to use as car parking and lease office premise agreement for using as branch office from 2 related party and person as detailed following:

(Unit : Baht)

As at September 30, 2018

Plot	Location	Area	Agreement period	Period	Rental/month (Average)
1	Bangkok	280 Square wah	3 years	September 1, 2017 - August 31, 2020	48,505.26
2	Chonburi	244.05 Square meter	3 years	June 1, 2017 - May 31, 2020	44,817.54

(Signature).....Director

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18. TRANSACTION WITH RELATED PERSONS AND PARTIES (CONT'D)

18.4 Revenues and expenses are as follows:

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements For the three-month periods ended	
	September 30, 2018	September 30, 2017
PFS (Thailand) Co., Ltd.		
Rental income	90,000.00	90,000.00
Premium Financial Services Co., Ltd.		
Remuneration under joint business agreement	1,800,000.00	1,800,000.00
Consulting services	300,000.00	0.00

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements For the nine-month periods ended	
	September 30, 2018	September 30, 2017
PFS (Thailand) Co., Ltd.		
Rental income	300,000.00	300,000.00
Premium Financial Services Co., Ltd.		
Remuneration under joint business agreement	5,400,000.00	3,600,000.00
Consulting services	400,000.00	0.00

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19. SHORT-TERM LOANS FROM UNRELATED PERSONS

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	September 30, 2018		December 31, 2017	
	Principal	Maturity	Principal	Maturity
Persons	30,000,000.00	October 29, 2018	45,000,000.00	April 30, 2018 to May 21, 2018
<u>Less</u> Prepaid interest expenses	(84,717.28)		(598,021.89)	
Net	<u>29,915,282.72</u>		<u>44,401,978.11</u>	

The Company has short-term loans from 3 persons by issuing loan agreement which are due on payment term at interest rate of 3.75% per annum.

20. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS

Loans from 7 banks consist of:

	As at September 30, 2018			September 30, 2018	December 31, 2017
	Credit amount	Credit remaining	Interest rate		
	(Unit : Million Baht)			(Unit : Baht)	
1st bank	500	4.87	4.40 - 5.08%, MLR-1.75%	495,134,000.00	419,881,000.00
2nd bank	3,170	790.00	THBFIX 1M+ (3.17%), THBFIX 6M+ (2.85 -3.30%), Fixed Rate (IRS)	1,492,127,000.00	1,120,725,000.00
3rd bank	1,150	14.56	MLR - (1.50 - 2.625%)	802,138,005.00	447,088,771.00
4th bank	50	-	4%, (MLR - 1.50%)	24,320,000.00	40,520,000.00
5th bank	100	-	MLR - 2.00%	30,560,000.00	55,760,000.00
6th bank	150	-	BBL's MLR – 1.70%	114,583,333.22	142,708,333.31
7th bank	500	-	MLR – 1.50%	467,494,666.64	0.00
Total	<u>5,620</u>	<u>809.43</u>		<u>3,426,357,004.86</u>	<u>2,226,683,104.31</u>
<u>Less</u> Current portion of long-term debts				<u>(1,004,342,784.00)</u>	<u>(790,081,465.00)</u>
Net				<u>2,250,068,220.86</u>	<u>1,436,601,639.31</u>

The loans agreement have various limitation that the Company must comply with the maintain of financial ratio etc.

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20. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS (CONT'D)

Moments in long-term loan for the nine-month periods ended September 30, 2018, are as follows:

	(Unit : Baht)
	<u>Financial statements in which the equity method is applied and Separate financial statements</u>
Balance as at December 31, 2017	2,226,683,104.31
Additional proceeds during the period	1,940,000,000.00
Repayment during the period	(740,326,099.45)
Balance as at September 30, 2018	<u>3,426,357,004.86</u>

20.1 The first bank, the Company has loans from bank amount of Baht 500 million which were withdrawn.

Where the repayment is made that the credit line can be reutilized. These loans are guaranteed by transferring the right on part of hire purchase receivable as stated in note 6.

20.2 The second bank, the Company has loans from bank amount of Baht 3,170 million which were gradually withdrawn of each not exceeds 75% of hire purchase receivable. The principal and interest are monthly repayable within 3-4 years from the loans withdrawal date in fully amount. Credit line total amount of Baht 3,170 million dividend into credit line amount of Baht 1,500 million (remaining is Baht 790 million) and credit line amount of Baht 1,670 million from the loans withdrawal date in fully amount. The loans are guaranteed by transferring the right on payment of hire purchase receivable as stated in note 6 and mortgaging land with its construction as stated in note 6 and 13

20.3 The third bank, the Company has loans from bank amount of Baht 1,150 million which were gradually withdrawn of each not exceeds 75% of hire purchase receivable under hire purchase agreement. The principal and interest are monthly repayable within 4 years from the loans withdrawal date. Credit line total amount of Baht 1,150 million dividend into credit line amount of Baht 750 million from the loans withdrawal date in fully amount and credit line amount of Baht 400 million (remaining is Baht 14.56 million) were already withdrawn, when the repayment is made that the withdrawal can be renewed. The loans are guaranteed by transferring the right on payment of some hire purchase receivable as stated in note 6.

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20. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS (CONT'D)

20.4 The fourth bank, the Company has loans from bank amount of Baht 50 million which were withdrawn in fully amount. The principal and interest are repayable on a monthly basis within 7 years from the loan withdrawal date, guaranteed by transferring the right on payment of some hire purchase receivable as stated in note 6.

20.5 The fifth bank, the Company has loans from bank amount of Baht 100 million which were withdrawn in fully amount, guaranteed by transferring the right on payment of same hire purchase receivable as stated in note 6.

20.6 The sixth bank, the Company has loans from bank amount of Baht 150 million which were withdrawn in fully amount. which were gradually withdrawn of each not exceeds 80% of hire purchase receivable. The principal and interest are monthly repayable within 4 years from the loans withdrawal date. The loans are guaranteed by transferring the right on payment of some hire purchase receivable as stated in note 6.

20.7 The seventh bank, the Company has loans from bank amount of Baht 500 million which were withdrawn remaining is Baht 220 million. which were gradually withdrawn of each not exceeds 80% of hire purchase receivable. The principal and interest are monthly repayable within 4 years. The loans are guaranteed by transferring the right on payment of some hire purchase receivable as stated in note 6.

21. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFIT

The changes in present value of employee benefit obligations for the nine-month periods ended September 30, 2018 and 2017, as follows:

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	September 30, 2017
Non-current provisions for employee benefit as at January 1	16,814,118.00	10,826,852.00
Recognition in profit or loss :		
Current cost of service and interest	1,629,656.28	1,221,971.22
Recognition in other comprehensive income :		
Re-measuring for post-employment benefit obligations	0.00	0.00
Non-current provisions for employee benefit as at September 30	<u>18,443,774.28</u>	<u>12,048,823.22</u>

Long-term employee benefit expense for the three-month and nine-month periods ended September 30, 2018.

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21. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFIT (CONT'D)

Actuarial assumptions to use for calculation:

	2018	2017
	<u>Percentage</u>	<u>Percentage</u>
Discount rate	2.56	2.56
Salary increase rate	5.00%	5.00%
Mortality rate	Thailand TMO2017 tables	Thailand TMO2017 tables

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligations as at September 30, 2018, are summarized below:

	(Unit : Baht)	
	<u>Increase</u>	<u>Decrease</u>
Discount rate (0.5% moment)	(721,683.00)	774,517.50
Salary increase rate (0.5% moment)	790,794.75	(743,728.50)
Turnover rate (10% moment)	(313,886.25)	348,690.00

22. SHARE CAPITAL

Reconciliation of issued and paid-up share capital

	<u>Registered ordinary shares</u>		<u>Issued and paid-up ordinary shares</u>		
	Number of share (Share)	Amount (Baht)	Number of share (Share)	Paid-up share capital (Baht)	Premium on share capital (Baht)
As at January 1, 2018	1,110,614,740	1,110,614,740.00	923,619,591	923,619,591.00	186,277,596.27
Share capital increased	-	-	-	-	-
Increase from exercised of warrants	-	-	185,237,653	185,237,653.00	93,679,767.83
As at September 30, 2018	<u>1,110,614,740</u>	<u>1,110,614,740.00</u>	<u>1,108,857,244</u>	<u>1,108,857,244.00</u>	<u>279,957,364.10</u>

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22.1. Increase share capital

22.1.1 On September 12, 2017, the Company passed the resolution to increase its share capital from issued and paid - up shares amount of Baht 798,358,500.00 to new issued and paid - up shares amount of Baht 923,619,591.00 by exercise ration of warrants to purchase ordinary shares ECL-W2 for 125,261,091 shares of Baht 1 each in the price of Baht 1.525 each. The Company has received the payment for such share capital and registered the change issued and paid-up share capital with the Ministry of Commerce on September 12, 2017.

22.1.2 On September 29, 2017, At the Extraordinary General Meeting of the shareholders No.1/2017, the Company passed the resolution to increase its share capital from registered shares amount of Baht 1,095,745,395.00 to new registered shares amount of Baht 1,110,614,740.00, by issuing new ordinary shares for 14,869,345 shares of Baht 1 each to support the exercise ration of warrants to purchase ordinary shares ECL-W2. The Company has received the payment for such share capital and registered the change issued with the Ministry of Commerce on October 11, 2017.

22.1.3 On February 23, 2018, the Company passed the resolution to increase its share capital from issued and paid - up shares amount of Baht 923,619,591.00 to new issued and paid - up shares amount of Baht 1,108,824,244.00 by exercise ration of warrants to purchase ordinary shares ECL-W2 for 185,237,653 shares of Baht 1 each in the price of Baht 1.525 each. The Company has received the payment for such share capital and registered the change issued and paid-up share capital with the Ministry of Commerce on March 7, 2018.

23. WARRANTS

On May 9, 2016, the Company has adjusted the exercise price and exercise ration of warrants to purchase ordinary shares ECL-W2 from 1 unit of warrant for 1 ordinary share at the exercise price of Baht 1.60 per share to 1 unit of warrant for 1.050 ordinary share at the exercise price of Baht 1.525 per share in order to preserve the benefit not less than original granted to warrant holders caused by the Company has issued the increased share capital offering to Private Placement (PP)

Warrants ECL-W2 has been completed during the period.

24. LEGAL RESERVE

According to the Public Company Limited Act B.E. 2535, the Company is required to set aside a legal reserve at least 5% of annual net profit after deduction with deficit brought forwards (if any) until the reserve reach an amount of 10% of the authorized share capital. Such legal real reserve is not available for dividend distribution.

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25. DIVIDEND

At the Annual General Meeting of shareholders for the year 2018 held on April 23, 2018, passed the resolution to pay dividend from net profit for the year ended December 31, 2017, at Baht 0.04 per share amounting to Baht 44.35 million. The dividend payment is made on May 7, 2018.

At the Annual General Meeting of shareholders for the year 2017 held on April 25, 2017, passed the resolution to pay dividend from net profit for the year ended December 31, 2016, at Baht 0.05 per share amounting to Baht 39.92 million. The dividend payment is made on May 9, 2017.

26. PROVIDENT FUND

The Company and employees have jointed to be member of provident fund in accordance with the Provident Fund Act B.E. 2530. Under the fund regulation, the employees have to contribute to the fund at the rate of 3% - 15% of their salaries and the Company's contribution at the rate of 3% - 10%. The benefits will be paid to the members upon the condition of length of work on their retirement, death or resignation from the members.

For the nine-month periods ended September 30, 2018 and 2017, the Company paid the contribution to the fund of Baht 3,883,855.00 and Baht 2,874,523.00 respectively.

27. DIRECTORS' REMUNERATION AND MANAGEMENT BENEFIT EXPENSES

27.1. Directors' remuneration

Directors' remuneration is contributed to directors of the Company under Section 90 of the Public Company Act excluding salaries and related fringe benefit paid to directors.

27.2. Management benefit expenses

Management benefit expenses focuses expenses relating to salaries, remunerations and other benefits to the directors and management, in accordance with the definitions of the Office of the Securities and Exchange Commission. Management under definition includes a chief executive officer, the next four executive levels immediately below that chief executive officer and all persons in positions comparable to these fourth executive levels.

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28. FINANCIAL INFORMATION BY SEGMENT

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

The Company's operation involve virtually a single credit providing business in the form of hire purchasing to ordinary person and juristic person and operated in one geographical segment in domestic, hence, all of revenues, gain and assets presented in the financial statements are related to the said business and geographical segment.

29. DISCLOSURES OF FINANCIAL INSTRUMENTS

29.1. Accounting policy

The significant accounting policies and methods adopted the basis of recognition and measurement relating to each class of financial assets and liabilities have been disclosed in notes to financial statements No. 3.

29.2. Credit risk

Credit risk derives from failure by counterparties to discharge their obligations. The Company has no material credit risk and has policy to hedge credit risk by providing guarantor and down payment from each hire purchase receivable.

29.3. Interest rate risk

Interest rate risk may derive from changes in market interest rate. The Company has no interest rate risk because of the Company has long-term loans with the fixed and floating interest rate.

29.4. Exchange rate risk

The Company have no foreign currency exchange rate risk since there are no receivables and payables transaction denominated in foreign currencies.

29.5. Fair value of financial instruments

Financial assets shown in statements of financial position consist of cash, deposit at bank, receivables and properties foreclosed. Financial liabilities shown in statements of financial position consist of bank overdrafts and long-term loans.

The book value of financial assets and liabilities are close to fair value. In addition, the management believes that there is no material risk financial instruments.

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30. EXPENSES ANALYZED BY NATURE

The significant expenses analyzed by nature are as follows:

	(Unit : Baht)			
	Financial statements in which the equity method is applied and Separate financial statements			
	For the three-month periods ended		For the nine-month periods ended	
	September 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017
Employees benefit expenses	33,928,989.29	19,494,307.55	88,904,199.92	54,415,623.85
Directors' remuneration	2,240,000.00	1,537,400.00	5,903,200.00	4,239,400.00
Management benefit expenses	8,553,031.00	6,107,486.00	23,791,053.00	16,730,739.00
Depreciation	2,473,838.81	2,217,340.86	6,863,618.56	6,044,694.75
Amortized commission expenses	11,329,357.99	7,628,857.53	30,319,835.82	20,167,698.61
Doubtful accounts	11,139,614.58	0.00	31,869,244.12	0.00
Doubtful Debt	11,099,888.02	5,782,433.89	33,927,273.23	18,313,334.51

31. INCOME TAX

31.1. Income tax expenses for the nine-month periods ended September 30, 2018 and 2017, can be summarized as follows:

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	For the nine-month periods ended	
	September 30, 2018	September 30, 2017
Current tax:		
Income tax for the period	26,459,566.95	23,035,378.31
Deferred tax:		
Deferred tax on temporary differences and reserved temporary differences	(2,923,192.59)	1,688,722.39
Income tax expenses presented in statement of comprehensive income	<u>23,536,374.36</u>	<u>24,724,100.70</u>
Income tax realized in other comprehensive income		
Deferred tax recognized to actuarial loss	<u>0.00</u>	<u>0.00</u>

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31. INCOME TAX (CONT'D)

31.2 Reconciliation amount between income tax expenses and multiplication of accounting profits and tax rates used for the nine-month periods enden September 30, 2018 and 2017, can be presented as follows:

	(Unit : Baht)			
	Financial statements in which the equity method is applied		Separate financial statements	
	September 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017
Accounting profit before income tax	121,993,288.79	127,415,812.54	122,478,074.72	125,852,180.02
Income tax rates	20%	20%	20%	20%
Accounting profit before income tax multiply by tax rates	24,398,657.76	25,483,162.08	24,495,614.94	25,170,436.00
Taxable effect for:				
Prohibited taxable items	2,060,909.19	(2,447,783.77)	1,963,952.01	(2,135,057.69)
Effects to deferred tax from changes in tax rate	(2,923,192.59)	1,688,722.39	(2,923,192.59)	1,688,722.39
Income tax expenses presented in statement of income	<u>23,536,374.36</u>	<u>24,724,100.70</u>	<u>23,536,374.36</u>	<u>24,724,100.70</u>
Effective income tax rate (%)	<u>19.29%</u>	<u>19.40%</u>	<u>19.22%</u>	<u>19.64%</u>

31.3. Deferred tax assets and liabilities components as at September 30, 2018 and December 31, 2017, consist of the following transaction.

	(Unit : Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Deferred tax assets		
Reserve for allowance for doubtful accounts - hire purchase receivable	7,253,805.79	4,749,696.99
Reserve for allowance for doubtful accounts - loans and sale with right of redemption receivable	239,344.00	371,665.16
Reserve for allowance for doubtful accounts - case receivables	15,240,339.91	11,073,846.21
Reserve for allowance for doubtful accounts - debt compromise receivables	1,876,322.01	1,505,444.51
Reserve for allowance for doubtful accounts - other receivables	81,838.80	205,543.00
Provision for impairment of assets - foreclosed	2,387,603.76	1,344,444.70
Non-current provisions for employee benefit	3,688,754.86	3,362,823.60
Provision for revaluation of investment	0.00	1,038.80
Total	<u>30,768,009.13</u>	<u>22,614,502.97</u>

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31. INCOME TAX (CONT'D)

(Unit : Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	September 30, 2018	December 31, 2017
Deferred tax liabilities		
Deferred commission	18,146,926.27	12,916,612.70
Total	18,146,926.27	12,916,612.70
Net	12,621,082.86	9,697,890.27

32. EARNINGS PER SHARE

Basic earnings per share is determined by dividing the net profit (loss) for the period attributable to the shareholders of the Company (excluding other comprehensive income) by the weighted average number of common shares issued and paid-up during the period.

Diluted earnings per share is calculated by dividing the profit for the period attributable to shareholders of the Company (excluding other comprehensive income) by sum of the weighted average number of ordinary shares issue during the period which is increased shares by the weighted average number of additional ordinary shares that would result from the conversation of all dilutive potential ordinary shares to ordinary shares at the beginning of the year or at the potential ordinary shares issuance date.

Basic earnings per share and Diluted earnings per shares for the three-month periods enden September 30, 2018 and 2017, can be presented as follows:

(Unit : Baht)

	Financial statements in which the equity method is applied					
	For the three-month periods enden					
	September 30, 2018			September 30, 2017		
	Profit (Loss)	Number of share	Earnings per share	Profit (Loss)	Number of share	Earnings per share
Basis earnings per share	36,404,849.42	1,035,269,683	0.0352	37,104,083.11	810,026,656	0.0458
Effects of dilutive potential ordinary shares	-	-	-	-	84,784,538	-
Diluted earnings per shares	36,404,849.42	1,035,269,683	0.0352	-	894,811,194	0.0415

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32. EARNINGS PER SHARE (CONT'D)

(Unit : Baht)

	Separate financial statements					
	For the three-month periods ended					
	September 30, 2018			September 30, 2017		
	Profit (Loss)	Number	Earnings	Profit (Loss)	Number	Earnings
		of share	per share		of share	per share
Basis earnings per share	36,099,498.69	1,035,269,683	0.0349	37,565,536.24	810,026,656	0.0464
Effects of dilutive potential						
ordinary shares	-	-	-	-	84,784,538	-
Diluted earnings per shares	36,099,498.69	1,035,269,683	0.0349	-	894,811,194	0.0420

Basic earnings per share and Diluted earnings per shares for the nine-month periods ended September 30, 2018 and 2017, can be presented as follows:

(Unit : Baht)

	Financial statements in which the equity method is applied					
	For the nine-month periods ended					
	September 30, 2018			September 30, 2017		
	Profit (Loss)	Number	Earnings	Profit (Loss)	Number	Earnings
		of share	per share		of share	per share
Basis earnings per share	98,456,914.43	1,035,269,683	0.0951	102,691,711.84	810,026,656	0.1268
Effects of dilutive potential						
ordinary shares	-	-	-	-	84,784,538	-
Diluted earnings per shares	98,456,914.43	1,035,269,683	0.0951	-	894,811,194	0.1148

(Unit : Baht)

	Separate financial statements					
	For the nine-month periods ended					
	September 30, 2018			September 30, 2017		
	Profit (Loss)	Number	Earnings	Profit (Loss)	Number	Earnings
		of share	per share		of share	per share
Basis earnings per share	98,941,700.36	1,035,269,683	0.0956	101,128,079.32	810,026,656	0.1248
Effects of dilutive potential						
ordinary shares	-	-	-	-	84,784,538	-
Diluted earnings per shares	98,941,700.36	1,035,269,683	0.0956	-	894,811,194	0.1130

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33. COMMITMENT AND CONTINGENT LIABILITIES

33.1 As at September 30, 2018, the Company has contingent liabilities from bank's issuance of letter of guarantee for electricity usage amount of Baht 66,000.00 (as at December 31, 2017, of Baht 66,000.00).

33.2 As at September 30, 2018, the Company is liable on payment under rental agreement within 1 year in amount of Baht 5.87 million and over 1 year in amount of Baht 5.58 million.

33.3 As at September 30, 2018, the Company is liable on payment under joint-business operation contract within 1 year in amount of Baht 5.00 million.

34. SIGNIFICANT CONTRACT

Co-business investment contract

34.1 The Company and Premium Financial Services Co., Ltd. ("PFS") are investors entered into contract for co-business investment for the period of 2 years and renewed for the next 1 year each with the objective to develop the business of the Company by taking Know-How of PFS and appointed the representative of PFS to be director and employee for rendered the services for the Company. The remuneration is determined in the amount of Baht 600,000.00 per month (exclude tax/this amount is included salaries and other expenses of which the Company has paid to the representative of PFS from get into employee position of the Company)

34.2 As at June 8, 2018, Warranty business consultant contract for the period of 1 year and renewed for the next 1 year in the next times. The remuneration is determined in the amount of Baht 100,000.00 per month.

35. CAPITAL MANAGEMENT

The objective of financial management of the Company is to preserve the ability to continue its operation as a going concern and capital structure to be properly appropriated.

As at September 30, 2018, the Company has debt to equity ratio as summarized below:

	Financial statements in which the equity method is applied	Separate financial statements
Debt to equity ratio	2.35	2.34

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36. EVENTS AFTER REPORTING PERIOD

On October 5, 2018, the Company issued debentures in type of specific name of holders unsubordinated, unsecured and holders representative for 600,000 shares of Baht 1,000 each, amounting to Baht 600 million. The period of debentures is 2 years with the interest at rate of 4.40% per annum. The redemption is matured on October 5, 2020. Such debentures were issued in accordance with the resolution of the shareholders' extraordinary meeting No.1/2017 held on September 29, 2017.

37. FINANCIAL STATEMENTS APPROVAL

These financial statements were approved and authorized for issue by the Company's Board of directors on November 12, 2018.

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