

[Translation]

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders and Board of Directors of Power Line Engineering Public Company Limited

I have reviewed the accompanying consolidated and separate statement of financial position as at 31 March 2020, and the related consolidated and separate statement of comprehensive income, changes in shareholders' equity and cash flows for the three months period then ended, as well as notes to the condensed financial statements of Power Line Engineering Public Company Limited and its subsidiaries and of Power Line Engineering Public Company Limited. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Other Matters

The consolidated and separate statements of financial position as at 31 December 2019, of Power Line Engineering Public Company Limited and its subsidiaries and of Power Line Engineering Public Company Limited, which are presented as comparative, was audited by another auditor who expressed an unqualified opinion as report dated 28 February 2020, the consolidated and separate statements of comprehensive income, the consolidated and separate statements of changes in shareholder's equity and the consolidated and separate statements of cash flows for the three months period ended 31 March 2019, which are presented as comparative, was reviewed by that another auditor also who concluded that nothing had come to her attention that caused her to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting", as report dated 14 May 2019.

Due to the impact of the 2019 Coronavirus outbreak situation, the Company has postponed the annual general meeting of the Company's shareholders which results in no resolution for the appointment of the auditor of the Company for the accounting period of 2020 yet. However, the Board of Director of the Company has a resolution to propose to the annual general meeting of the Company's shareholders to appoint me as the auditor of the Company for the accounting period of 2020. I therefore have conducted my review on the interim financial information for the three months period ended 31 March 2020 which is in compliance with the notification of the Capital Market Supervisory Board (CMSB) No. Tor Chor 28/2563 dated 27 March 2020.

(Miss Wanraya Puttasatien)

Certified Public Accountant, Registration No. 4387

CWWP Company Limited

Bangkok,

15 May 2020

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 31 March 2020

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
		Unaudited	Audited	Unaudited	Audited
		Limited Review Only		Limited Review Only	
Assets					
Current Assets					
Cash and Cash Equivalents		62,941	178,568	55,315	173,018
Current Investments	4.3	-	621,044	-	620,900
Trade Receivables					
Other Entities	5	464,838	741,962	464,838	741,962
Related Parties	6 and 24.3	347,110	533,817	347,110	533,817
Current Contract Assets	7	5,939,946	6,043,922	5,981,773	6,086,076
Short-Term Loans to					
Related Parties	24.3	-	-	-	-
Incremental Costs of Obtaining Contracts with Customers		12,976	13,786	12,976	13,786
Costs to Fulfil Contracts with Customers		824,545	467,655	824,545	467,655
Real Estate Development Costs	8	120,135	120,135	-	-
Advance Payments for Projects	9	266,899	293,396	264,859	291,506
Other Advance Payments		135,560	135,564	159,727	152,932
Current Tax Assets		58,718	99,390	58,703	99,353
Other Current Financial Assets	10	623,479	-	623,335	-
Other Current Assets		82,571	128,245	78,249	125,560
Total Current Assets		8,939,718	9,377,484	8,871,430	9,306,565
Non-Current Assets					
Investments in Associates	11	-	-	-	-
Investments in Subsidiaries	12	-	-	404,993	404,993
Investments in Joint Ventures	13	49,141	42,166	-	-
Other Long-Term Investments	4.3	-	165	-	165
Investment Property	14	105,522	106,385	105,522	106,385
Property, Plant and Equipment	15	154,059	163,595	149,575	158,973
Right-of-use Assets	16	19,018	-	17,203	-
Other Intangible Assets		14,777	15,182	14,824	15,251
Deferred Tax Assets		74,982	69,223	70,115	65,227
Other Non-Current Assets					
Pledged Financial Institution Deposits	17	720,630	786,520	664,155	730,164
Prior Period Tax Assets		123,213	23,823	99,353	-
Others		12,715	12,817	11,910	12,012
Total Non-Current Assets		1,274,057	1,219,876	1,537,650	1,493,170
Total Assets		10,213,775	10,597,360	10,409,080	10,799,735

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 31 March 2020

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
		Unaudited	Audited	Unaudited	Audited
		Limited Review Only		Limited Review Only	
Liabilities and Shareholders' Equity					
Current Liabilities					
Bank Overdrafts and Short-Term Borrowings					
from Financial Institutions	19	2,763,495	2,803,473	2,718,513	2,758,549
Trade Payables					
Other Entities		1,136,561	1,112,443	1,129,273	1,101,833
Related Parties	24.3	87,824	166,115	85,192	164,186
Retention Payable		301,902	314,047	293,986	302,557
Unbilled Costs of Constructions		210,258	209,570	206,480	204,610
Current Contract Liabilities	7	1,846,827	1,999,081	1,842,458	1,999,082
Current Portion of Lease Liabilities		8,242	2,354	6,884	2,354
Short-Term Borrowings from					
Related Parties	24.3	-	-	342,129	346,129
Judgment Debts from Guarantee	20	609,015	598,968	609,015	598,968
Corporate Income Tax Payable		912	576	-	-
Other Current Liabilities		46,510	131,014	97,507	180,589
Total Current Liabilities		7,011,546	7,337,641	7,331,437	7,658,857
Non-Current Liabilities					
Debentures	21	497,133	496,599	497,133	496,599
Lease Liabilities		9,748	4,025	9,282	4,025
Deferred Tax Liabilities		16	6	16	6
Non-Current Provision of Employee Benefits		204,769	199,480	198,609	193,432
Total Non-Current Liabilities		711,666	700,110	705,040	694,062
Total Liabilities		7,723,212	8,037,751	8,036,477	8,352,919

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 31 March 2020

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
		Unaudited	Audited	Unaudited	Audited
		Limited Review Only		Limited Review Only	
Shareholders' Equity					
Share Capital					
Authorized Share Capital					
1,361,817,957 Ordinary Shares, at Baht 1.00 per Share		1,361,818	1,361,818	1,361,818	1,361,818
Issued and Paid Share Capital					
1,361,817,957 Ordinary Shares, at Baht 1.00 per Share		1,361,818	1,361,818	1,361,818	1,361,818
Share Premium on Ordinary Shares		734,849	734,849	734,849	734,849
Retained Earnings					
Appropriated					
Legal Reserve		27,600	27,600	27,600	27,600
Unappropriated		366,296	435,342	248,336	322,549
Total Shareholders' Equity		2,490,563	2,559,609	2,372,603	2,446,816
Total Liabilities and Shareholders' Equity		10,213,775	10,597,360	10,409,080	10,799,735

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2020

Unaudited

Limited Review Only

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		31 March 2020	31 March 2019	31 March 2020	31 March 2019
		Baht '000	Baht '000	Baht '000	Baht '000
Revenue					
Revenue from Contructions Contracts		1,692,271	1,320,380	1,692,271	1,320,380
Other Income		85,315	101,476	85,176	101,713
Total Revenue		1,777,586	1,421,856	1,777,447	1,422,093
Expenses					
Costs of Constructions		1,654,663	1,190,251	1,655,785	1,191,771
Administrative Expenses		147,683	110,308	141,987	107,757
Other Expenses		10,047	10,064	10,047	10,064
Finance Costs		46,572	39,734	48,719	42,613
Total Expenses		1,858,965	1,350,357	1,856,538	1,352,205
Profit (Loss) before Share of Profit (Loss)					
of Joint Ventures		(81,379)	71,499	(79,091)	69,888
Share of Profit (Loss) of Joint Ventures		6,975	4,390	-	-
Profit (Loss) before Income Tax		(74,404)	75,889	(79,091)	69,888
Tax (Expense) Income	22	5,358	(9,430)	4,878	(9,072)
Profit (Loss) for the period		(69,046)	66,459	(74,213)	60,816
Other Comprehensive Income		-	-	-	-
Comprehensive Income (Expense) for the period		(69,046)	66,459	(74,213)	60,816
Basic Earnings (Loss) per Share (Baht)		(0.05)	0.05	(0.05)	0.04

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2020

Unaudited
Limited Review Only

	Consolidated Financial Statements				
	Issued and Paid	Share Premium	Retained Earnings		Total
	Share Capital	on Ordinary Shares	Appropriated	Unappropriated	Shareholders'
			Legal Reserve		Equity
Notes					
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Balance as at 1 January 2020	1,361,818	734,849	27,600	435,342	2,559,609
Comprehensive Income (Expense) for the period					
Profit (Loss) for the period	-	-	-	(69,046)	(69,046)
Other Comprehensive Income (Expense) for the period	-	-	-	-	-
Total Comprehensive Income (Expense) for the period	-	-	-	(69,046)	(69,046)
Balance as at 31 March 2020	1,361,818	734,849	27,600	366,296	2,490,563
Balance as at 1 January 2019	1,361,818	734,849	18,000	354,434	2,469,101
Comprehensive Income (Expense) for the period					
Profit (Loss) for the period	-	-	-	66,459	66,459
Other Comprehensive Income (Expense) for the period	-	-	-	-	-
Total Comprehensive Income (Expense) for the period	-	-	-	66,459	66,459
Balance as at 31 March 2019	1,361,818	734,849	18,000	420,893	2,535,560

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2020

Unaudited
Limited Review Only

Notes	Separate Financial Statements				
	Issued and Paid	Share Premium	Retained Earnings		Total
	Share Capital	on Ordinary Shares	Appropriated	Unappropriated	Shareholders'
			Legal Reserve		Equity
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Balance as at 1 January 2020	1,361,818	734,849	27,600	322,549	2,446,816
Comprehensive Income (Expense) for the period					
Profit (Loss) for the period	-	-	-	(74,213)	(74,213)
Other Comprehensive Income (Expense) for the period	-	-	-	-	-
Total Comprehensive Income (Expense) for the period	-	-	-	(74,213)	(74,213)
Balance as at 31 March 2020	1,361,818	734,849	27,600	248,336	2,372,603
Balance as at 1 January 2019	1,361,818	734,849	18,000	271,161	2,385,828
Comprehensive Income (Expense) for the period					
Profit (Loss) for the period	-	-	-	60,816	60,816
Other Comprehensive Income (Expense) for the period	-	-	-	-	-
Total Comprehensive Income (Expense) for the period	-	-	-	60,816	60,816
Balance as at 31 March 2019	1,361,818	734,849	18,000	331,977	2,446,644

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2020

Unaudited

Limited Review Only

	Consolidated Financial Statements		Separate Financial Statements	
Notes	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	Baht '000	Baht '000	Baht '000	Baht '000
Cash Flows from Operating Activities				
Profit (Loss) for the period	(69,046)	66,459	(74,213)	60,816
Adjustment to Reconcile Profit (Loss) with Cash Received (Used) from Operation				
Tax (Expense) Income	(5,358)	9,430	(4,878)	9,072
Depreciation	7,635	5,449	6,957	5,536
Amortization of Other Intangible Assets	1,969	820	1,991	843
(Reversal of) Bad Debts and Impairment Loss of Financial Assets	20,505	(18,839)	20,833	(18,839)
(Gain) Losses on Measuring Other Current Financial Assets	(4)	(936)	(4)	(936)
Unrealized (Gain) Loss on Exchange Rate	(60)	17	(60)	17
(Gain) Loss on Sale of Property, Plant and Equipment	-	(254)	-	(254)
Gain on Write-off of Liabilities	(25,667)	(33,731)	(25,667)	(33,731)
Gain on Judgment	-	(9,976)	-	(9,976)
Loss on Litigations	10,047	10,047	10,047	10,047
Share of (Profit) Loss of Joint Ventures	(6,975)	(4,390)	-	-
Employee Benefit Expenses	5,289	4,254	5,177	4,166
Interest Income	(4,027)	(3,382)	(3,939)	(3,265)
Interest Expenses	42,269	34,702	44,475	37,581
Amortization of Borrowing Transaction Costs	592	441	534	441
Profit (Loss) from Operation before Changes in Operating Assets and Liabilities	(22,831)	60,111	(18,747)	61,518
(Increase) Decrease in Operating Assets				
Cash Payments for Purchase of Trading Securities	-	(200,000)	-	(200,000)
Cash Receipts from Sale of Trading Securities	-	402,000	-	402,000
Trade Receivables - Other Parties	261,676	7,553	261,676	7,553
Trade Receivables - Related Parties	186,707	(65,561)	186,707	(65,561)
Current Contract Assets	99,632	229,878	99,631	229,878
Incremental Costs of Obtaining Contracts with Customers	810	(2,555)	810	(2,555)
Costs to Fulfil Contracts with Customers	(356,890)	(302,173)	(356,890)	(302,173)
Real Estate Development Costs	-	(98,208)	-	-
Advance Payments for Projects	26,497	(75,585)	26,647	(75,585)
Other Current Assets	46,425	(68,358)	41,296	(68,401)
Other Non-Current Assets	102	6,090	102	6,090
Increase (Decrease) in Operating Liabilities				
Trade Payables - Other Parties	24,118	(76,411)	27,440	(76,518)
Trade Payables - Related Parties	(78,291)	2,268	(78,994)	1,603
Retention Payable	13,522	13,212	17,096	13,212
Unbilled Costs of Constructions	688	(57,380)	1,870	(57,051)
Current Contract Liabilities	(152,254)	267,299	(156,624)	268,164
Other Current Liabilities	(81,092)	(63,710)	(84,305)	(63,442)
Cash Generated from (Used in) Operations	(31,181)	(21,530)	(32,285)	78,732
Cash Payments for Income Tax	(58,773)	(37,220)	(58,703)	(37,123)
Net Cash Generated from (Used in) Operating Activities	(89,954)	(58,750)	(90,988)	41,609

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2020

Unaudited

Limited Review Only

	Consolidated Financial Statements		Separate Financial Statements	
Notes	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	Baht '000	Baht '000	Baht '000	Baht '000
Cash Flows from Investing Activities				
(Increase) Decrease in Financial Institution Deposits - Fixed Accounts	(2,431)	(401,817)	(2,431)	(401,817)
(Increase) Decrease in Pledged Financial Institution Deposits	65,890	(51,729)	66,009	(51,610)
Cash Receipts from Sale of Other Non-Current Financial Assets	165	-	165	-
Cash Payments for Purchase of Property, Plant and Equipment	(1,061)	(377)	(861)	(377)
Cash Receipts from Sale of Property, Plant and Equipment	-	254	-	254
Cash Payments for Purchase of Other Intangible Assets	(555)	(338)	(555)	(338)
Cash Receipts from Interest	2,757	5,679	2,636	5,559
Net Cash Generated from (Used in) Investing Activities	64,765	(448,328)	64,963	(448,329)
Cash Flows from Financing Activities				
Increase (Decrease) in Bank Overdrafts and Short-Term Borrowings from Financial Institutions	(40,036)	151,327	(40,036)	151,327
Cash Payments for Short-Term Borrowings from Related Parties	-	-	(4,000)	(98,060)
Cash Payments for Lease Liabilities	(1,881)	(527)	(1,550)	(527)
Cash Payments for Payable for Assets	(2,424)	(2,058)	(2,187)	(2,058)
Cash Payments for Interest	(46,157)	(35,019)	(43,965)	(38,038)
Net Cash Generated from (Used in) Financing Activities	(90,498)	113,723	(91,738)	12,644
Net Increase (Decrease) in Cash and Cash Equivalents before Effect of Exchange Rate	(115,687)	(393,355)	(117,763)	(394,076)
Effect of Exchange Rate on Cash and Cash Equivalents	60	(17)	60	(17)
Net Increase (Decrease) in Cash and Cash Equivalents	(115,627)	(393,372)	(117,703)	(394,093)
Cash and Cash Equivalents at the Beginning of the period	178,568	587,543	173,018	585,093
Cash and Cash Equivalents at the Ending of the period	62,941	194,171	55,315	191,000

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

POWER LINE ENGINEERING PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the three months period ended 31 March 2020
(Unaudited/Limited Review Only)

1. General Information

1.1 Company Information

Power Line Engineering Public Company Limited (“the Company”) is a juristic person incorporated in Thailand which was registered as a public company limited in accordance with Public Limited Companies Act. The address of the registered head office of the Company locates at 2 Soi Sukhumvit 81 (Siripot), Sukhumvit Road, Bangjak, Phra Khanong, Bangkok, Thailand.

The Company was listed on the Stock Exchange of Thailand on 12 December 2002.

The Company has operations and principal activities to engage in businesses of system installation of electrical, telecommunication, air condition, sanitary and fire protection and civil construction.

As at 31 March 2020 and 31 December 2019, the major shareholder of the Company is Khun Swake Srisuchart Group.

1.2 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. The Group’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

2. Basis of Preparation of the Interim Financial Statements

2.1 The interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, including related interpretation and accounting guidances promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Securities and Exchange Commission.

- 2.2 The interim financial statements were prepared in condensed set and prepared to provide additional information from the last annual financial statements. Therefore, the interim financial statements emphasize on activities, events and situations in order to reduce the duplicate presentation on reported information. The use of this financial statements should see this interim financial statements with the latest annual financial statements.
- 2.3 In order to prepared the interim financial statements in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, the Group’s management had to make some estimates and assumptions which may have an effect on the amount shown for revenues, expenses, assets and liabilities and also on the disclosures concerning assets and contingent liabilities, therefore the actual result may differ from the estimated amount.
- 2.4 The interim financial statements are prepared under the same accounting policy and calculation methods as used in the annual financial statements for the year ended 31 December 2019. Except for adopted the new and revised financial reporting standards, which are effective for accounting periods beginning on or after 1 January 2020, as in Note 4.
- 2.5 The financial report in Thai language is the official statutory financial report of the Company. The financial report in English language has been translated from the Thai language financial report.

3. Basis of Preparation of the Interim Consolidated Financial Statements

The interim consolidated financial statements has been prepared by consolidating the financial statements of Power Line Engineering Public Company Limited and its subsidiaries (“the Group”) and prepared by using the same bases with the consolidated financial statements for the year ended 31 December 2019

4. Applied New and Revised Financial Reporting Standards

The Group has adopted the new and revised financial reporting standards which are effective for accounting periods beginning on or after 1 January 2020. The adoption of these financial reporting standards does not have any significant impact on the financial statements. The adoption TFRS 9 Financial Instruments and TFRS 16 Leases on the Group's financial statements and discloses the new accounting policies that have been applied from 1 January 2020 as in Note 4.1

The Group has adopted these financial reporting standards from 1 January 2020 under the modified retrospective approach and the comparative figures have not been restated. The reclassifications and the adjustments arising from the changes in accounting policies are therefore recognised in the statement of financial position as at 1 January 2020. However, the Group did not perform the adjustment with the retained earnings as at 1 January 2020. There is not material impacts of the change in accounting policies due to the adoption these financial reporting standards on the adjustment of retained earnings as at 1 January 2020.

4.1 The new accounting policies that have been applied from 1 January 2020

4.1.1 Financial Instruments

- Classification and measurement:
 - The Group make an irrevocable election to recognize financial assets for unit trust at the fair value change in profit or loss.
 - Financial assets and liabilities are classified and measured at amortised cost.
- The impairment requirements relating to the accounting for expected credit losses on its financial assets measured at amortised cost or investments in debt instruments measured at fair value through other comprehensive income. It is no longer necessary for a credit event to have occurred before credit losses are recognized. The Group applies general approach for credit-impaired consideration. Except for trade receivables, they are permitted to measure by simplified approach for credit-impaired consideration.

4.1.2 Leases

Where the Group is the lessee, leases are recognised as a right-of-use assets and corresponding liabilities at the commencement date. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the statement of income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

The right-of-use assets is measured at cost, less accumulated depreciation and impairment losses. The right-of-use assets is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

The lease liabilities are initially measured at the present value of the lease payments. The lease payments are discounted using the interest rate implicit in the lease, if that can be readily determined. If that rate cannot be readily determined, the Group uses the incremental borrowing rate.

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as expense in the statement of income.

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

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

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

The Group has elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

4.3 Impacts on the Financial Statements

The impact of first-time adoption of new financial reporting standards on the consolidated and separate financial position as at 1 January 2020 are as follows:

	Consolidated Financial Statements			
	The impacts of			As at 1 January 2020
	As at 31 December 2019	TFRS 9	TFRS 16	
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Statement of Financial Position				
<u>Current Assets</u>				
Current Investments	621,044	(621,044)	-	-
Other Current Financial Assets	-	621,044	-	621,044
<u>Non-Current Assets</u>				
Other Non-Current Financial Assets	-	165	-	165
Other Long-Term Investments	165	(165)	-	-
Property, Plant and Equipment	163,595	-	(7,534)	156,061
Right-of-use Assets	-	-	21,026	21,026
<u>Current Liabilities</u>				
Current Portion of Lease Liabilities	2,354	-	5,785	8,139
<u>Non-Current Liabilities</u>				
Lease Liabilities	4,025	-	7,707	11,732

	Separate Financial Statements			
	The impacts of			
	As at	TFRS 9	TFRS 16	As at
	31 December 2019			1 January 2020
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Statement of Financial Position				
<u>Current Assets</u>				
Current Investments	620,900	(620,900)	-	-
Other Current Financial Assets	-	620,900	-	620,900
<u>Non-Current Assets</u>				
Other Non-Current Financial Assets	-	165	-	165
Other Long-Term Investments	165	(165)	-	-
Property, Plant and Equipment	158,973	-	(7,534)	151,439
Right-of-use Assets	-	-	18,871	18,871
<u>Current Liabilities</u>				
Current Portion of Lease Liabilities	2,354	-	4,442	6,796
<u>Non-Current Liabilities</u>				
Lease Liabilities	4,025	-	6,895	10,920

4.3.1 Financial Instruments

Classification and Measurement

As at 1 January 2020 (the date of initial application), the Group's management has assessed which business models applied to the financial assets and liabilities held by the Group and has classified the financial assets and liabilities as below.

	Consolidated Financial Statements			
	Classification and Measurement			
	FVPL	FVOCI	Amortised cost	Total
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
As at 1 January 2020				
<u>Financial Assets</u>				
Cash and Cash Equivalents	-	-	178,568	178,568
Other Current Financial Assets	1,251	-	619,793	621,044
Pledged Financial Institution Deposits	-	-	786,520	786,520

Consolidated Financial Statements				
Classification and Measurement				
	FVPL	FVOCI	Amortised cost	Total
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
<u>Financial Liabilities</u>				
Short-Term Borrowings from Financial Institutions				
Promissory Notes	-	-	2,428,301	2,428,301
Trust Receipts	-	-	112,960	112,960
Aval Notes	-	-	217,288	217,288
Term Borrowings	-	-	44,924	44,924
Debentures	-	-	496,599	496,599
Lease Liabilities	-	-	19,871	19,871
Separate Financial Statements				
Classification and Measurement				
	FVPL	FVOCI	Amortised cost	Total
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
As at 1 January 2020				
<u>Financial Assets</u>				
Cash and Cash Equivalents	-	-	173,018	173,018
Other Current Financial Assets	1,107	-	619,793	620,900
Pledged Financial Institution Deposits	-	-	730,164	730,164
<u>Financial Liabilities</u>				
Short-Term Borrowings from Financial Institutions				
Promissory Notes	-	-	2,428,301	2,428,301
Trust Receipts	-	-	112,960	112,960
Aval Notes	-	-	217,288	217,288
Short-Term Borrowings Related Parties	-	-	346,129	346,129
Debentures	-	-	496,599	496,599
Lease Liabilities	-	-	17,716	17,716

Financial assets and liabilities measured at amortised cost approximate fair value.

Impairment of Financial Assets

Trade receivables

The Group applies the simplified approach to measuring expected credit losses, which use a lifetime expected loss allowance for all trade receivables.

To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the historical payment profiles, the corresponding historical credit losses experienced. The Group's management has considered that the recognition of credit of losses trade receivables does not have any significant impact on the adjustment of retained earnings as at 1 January 2020.

4.3.2 Leases

On adoption of TFRS 16, the Group recognised lease liabilities in relation to leases, which had previously been classified as operating leases under the principles of TAS 17 Leases. The right-of-use assets were measured at amount equal to the lease liabilities, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position immediately before the date of initial application. These liabilities were measured at the present value of the remaining lease payments, discounted using incremental borrowing rates. The Group and the Company's incremental borrowing rates applied to the lease liabilities as at 1 January 2020 was ranged between 4.50% to 6.18%.

The lease liabilities as at 1 January 2020 can be reconciled to the operating lease commitments disclosed applying TAS 17 as at 31 December 2019, as follows:

	Consolidated Financial Statements <u>Baht '000</u>	Separate Financial Statements <u>Baht '000</u>
Operating lease commitments disclosed		
as at 31 December 2019	14,554	12,318
<u>Less</u> Deferred Interest Expenses	(1,062)	(981)
Additional Lease Liabilities from TFRS 16 Adoption	13,492	11,337
Finance Lease Liabilities as at 31 December 2019	6,379	6,379
Lease Liabilities Recognised as at 1 January 2020	19,871	17,716
Consist of:		
Current Lease Liabilities	8,139	6,796
Non- Current Lease Liabilities	11,732	10,920
	19,871	17,716

5. Trade Receivables – Other Entities

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Trade Receivables				
Within Due	138,169	380,784	138,169	380,784
Overdue not more than 3 months	244,217	277,235	244,217	277,235
Overdue 4 – 6 months	15,275	41,214	15,275	41,214
Overdue 7 – 12 months	58,975	22,242	58,975	22,242
Overdue more than 12 months	155,737	152,574	155,737	152,574
Total	612,373	874,049	612,373	874,049
Allowance for Impairment Loss	(147,535)	(132,087)	(147,535)	(132,087)
Net	464,838	741,962	464,838	741,962

6. Trade Receivables – Related Parties

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Trade Receivables				
Within Due	347,110	533,817	347,110	533,817
Overdue not more than 3 months	-	-	-	-
Overdue 4 – 6 months	-	-	-	-
Overdue 7 – 12 months	-	-	-	-
Overdue more than 12 months	-	-	1,085,163	1,085,163
Total	347,110	533,817	1,432,273	1,618,980
Allowance for Impairment Loss	-	-	(1,085,163)	(1,085,163)
Net	347,110	533,817	347,110	533,817

7. Current Contract Assets/Current Contract Liabilities

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Current Contract Assets				
Unbilled on Completed Constructions	5,280,622	5,466,421	5,224,177	5,409,976
Retention Receivable	791,844	705,677	911,697	825,529
Total Current Contract Assets	6,072,466	6,172,098	6,135,874	6,235,505
Allowance for Impairment Loss	(132,520)	(128,176)	(154,101)	(149,429)
Net	5,939,946	6,043,922	5,981,773	6,086,076
Current Contract Liabilities				
Advance Received from Customers	1,846,827	1,999,081	1,842,458	1,999,082

8. Real Estate Development Costs

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Project Land	115,813	115,813	-	-
Project Development Costs	4,322	4,322	-	-
Total	<u>120,135</u>	<u>120,135</u>	<u>-</u>	<u>-</u>

As at 31 March 2020 and 31 December 2019, as in the consolidated financial statements, the whole amount of project land is the collateral pledged as security against the credit facilities with the financial institutions as in Note 18.

9. Advance Payments for Projects

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Advance Payments for Projects	266,900	293,397	264,860	291,507
Allowance for Impairment Loss	(1)	(1)	(1)	(1)
Net	<u>266,899</u>	<u>293,396</u>	<u>264,859</u>	<u>291,506</u>

10. Other Current Financial Assets

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Investment in Unit Fund	1,255	-	1,111	-
Financial Institution Deposits				
Fixed Accounts 6 – 12 months	622,224	-	622,224	-
Total	<u>623,479</u>	<u>-</u>	<u>623,335</u>	<u>-</u>

For the three months period ended 31 March 2020, other current financial assets have the movement as follows:

	Consolidated Financial Statements	Separate Financial Statements
	<u>Baht '000</u>	<u>Baht '000</u>
Carrying Amount as at 1 January 2020	621,044	620,900
Increase in Financial Institution Deposits		
Fixed Accounts 6 – 12 months	2,431	2,431
Change of Fair Value	4	4
Carrying Amount as at 31 March 2020	<u>623,479</u>	<u>623,335</u>

11. Investments in Associates

Consist of:

Entities' Name	Nature of Business	Country of Incorporate	Paid-Up Capital		Investment and Voting Right Ratio		Consolidated Financial Statements Equity Method	
			As at	As at	As at	As at	As at	As at
			31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019
			<u>Baht '000</u>	<u>Baht '000</u>	%	%	<u>Baht '000</u>	<u>Baht '000</u>
Techner Company Limited	Construction	Thailand	41,250	41,250	50.00	50.00	-	-
Total							-	-
Entities' Name	Nature of Business	Country of Incorporate	Paid-Up Capital		Investment and Voting Right Ratio		Separate Financial Statements Cost Method	
			As at	As at	As at	As at	As at	As at
			31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019
			<u>Baht '000</u>	<u>Baht '000</u>	%	%	<u>Baht '000</u>	<u>Baht '000</u>
Techner Company Limited	Construction	Thailand	41,250	41,250	50.00	50.00	30,000	30,000
Accumulated for Impairment Loss							(30,000)	(30,000)
Net							-	-

For the three months period ended 31 March 2020 and 2019, the Group has no dividends received from associates.

12. Investments in Subsidiaries

Consist of:

Entities' Name	Nature of Business	Country of Incorporate	Paid-Up Capital		Investment and Voting Right Ratio		Separate Financial Statements Cost Method	
			As at	As at	As at	As at	As at	As at
			31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019
			<u>Baht '000</u>	<u>Baht '000</u>	%	%	<u>Baht '000</u>	<u>Baht '000</u>
PLE International Company Limited	Construction	Thailand	300,000	300,000	99.99	99.99	245,000	245,000
S A Future Property Company Limited								
(Former name was SAPS 2007 Holding Company Limited)	Real Estate Development	Thailand	160,000	160,000	99.99	99.99	159,993	159,993
PAR Joint Venture	Construction	Thailand	-	-	100.00	100.00	-	-
Total							<u>404,993</u>	<u>404,993</u>

13. Investments in Joint Ventures

Consist of:

Entities' Name	Nature of Business	Country of Incorporate	Consolidated Financial Statements					
			Paid-Up Capital		Investment and Voting Right Ratio		Equity Method	
			As at	As at	As at	As at	As at	As at
			31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019
			<u>Baht '000</u>	<u>Baht '000</u>	%	%	<u>Baht '000</u>	<u>Baht '000</u>
PCS Joint Venture	Construction	Thailand	-	-	51.00	51.00	49,141	42,166
Total							49,141	42,166
Separate Financial Statements								
Entities' Name	Nature of Business	Country of Incorporate	Paid-Up Capital		Investment and Voting Right Ratio		Cost Method	
			As at	As at	As at	As at	As at	As at
			31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019
			<u>Baht '000</u>	<u>Baht '000</u>	%	%	<u>Baht '000</u>	<u>Baht '000</u>
PCS Joint Venture	Construction	Thailand	-	-	51.00	51.00	-	-
Total							-	-

For the three months period ended 31 March 2020 and 2019, the Group has no dividends received from joint ventures.

14. Investment Property

For the three months period ended 31 March 2020, investment property have the movement as follows:

	Consolidated/ Separate Financial Statements Baht '000
Beginning Carrying Amount	106,385
Purchase of Assets	-
Depreciation recognized in Profit (Loss) for the period	(863)
Reversal for Impairment Loss	-
Ending Carrying Amount	<u>105,522</u>

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, a part of investment property in the carrying amount of Baht 56.58 million and of Baht 56.99 million respectively, are the collateral pledged as security against the credit facilities with the financial institutions as in Note 18.

15. Property, Plant and Equipment

For the three months period ended 31 March 2020, property, plant and equipment have the movement as follows:

	Consolidated Financial Statements Baht '000	Separate Financial Statements Baht '000
Carrying Amount as at 1 January 2020	156,061	151,439
Purchase of Assets	2,762	2,562
Write off of Assets	(92)	(92)
Depreciation recognized in Profit (Loss) for the period	(4,764)	(4,426)
Accumulated Depreciation for Write off of Assets	92	92
Carrying Amount as at 31 March 2020	<u>154,059</u>	<u>149,575</u>

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, a part of property, plant and equipment in the carrying amount of Baht 122.22 million and of Baht 123.12 million respectively, are the collateral pledged as security against the credit facilities with the financial institutions as in Note 18.

16. Right-of-use Assets

For the three months period ended 31 March 2020, right-of-use assets have the movement as follows:

	Consolidated	Separate
	Financial Statements	Financial Statements
	<u>Baht '000</u>	<u>Baht '000</u>
Carrying Amount as at 1 January 2020	21,026	18,871
Depreciation recognized in Profit (Loss) for the period	(2,008)	(1,668)
Carrying Amount as at 31 March 2020	<u>19,018</u>	<u>17,203</u>

As at 31 March 2020, as in the consolidated and separate financial statements, right-of-use assets classified by asset type as follows :

	Consolidated	Separate
	Financial Statements	Financial Statements
	<u>Baht '000</u>	<u>Baht '000</u>
Land	3,821	3,821
Buildings	2,339	524
Vehicles	10,840	10,840
Machinery and Equipment	2,018	2,018
Total	<u>19,018</u>	<u>17,203</u>

17. Pledged Financial Institution Deposits

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, the whole amount of pledged financial institution deposits is financial institution deposits which are the collateral pledged as security against the credit facilities with the financial institutions as in Note 18.

18. Credits and Guarantees

As at 31 March 2020 and 31 December 2019, the Group has obtained the credit facilities from several financial institutions so as to finance certain specific projects. The lender financial institutions require the Group to deposit the proceeds from the projects into the deposit accounts of the Group which are opened with those lender financial institutions. Such credit facilities are secured by the collateral as in Note 14 15 and 17.

As at 31 March 2020 and 31 December 2019, the Group has obtained the credit facilities from a financial institution so as to finance the operation of real estate development business. Such credit facilities are secured by the collateral as in Note 8 and the guarantee of the Company.

19. Bank Overdrafts and Short-Term Borrowings from Financial Institutions

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Bank Overdrafts	34,534	-	34,534	-
Short-Term Borrowings;				
Promissory Notes	2,147,625	2,428,300	2,147,625	2,428,300
Trust Receipts	51,341	112,960	51,341	112,960
Aval Notes	485,013	217,289	485,013	217,289
Term Borrowings	44,982	44,924	-	-
Total	<u>2,763,495</u>	<u>2,803,473</u>	<u>2,718,513</u>	<u>2,758,549</u>

19.1 Promissory Notes

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, the whole amount of promissory notes is promissory notes for 30 – 90 days, the interest rate of 6.00 – 6.12% per annum and of 6.25 – 6.62% per annum respectively.

19.2 Trust Receipts

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, the whole amount of trust receipts is trust receipts for ordering the domestic goods for 90 days, the interest rate of 6.00% per annum equally for both period. Under the terms of trust receipt contracts, the Group has received the ordered goods by using the credit of the financial institutions, thence the Group constitutes obligation to the financial institutions for such goods both that kept or disposed.

19.3 Aval Notes

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, the whole amount of aval notes is aval notes for 90 – 180 days and 90 – 180 days respectively.

19.4 Term Borrowings

As at 31 March 2020 and 31 December 2019, as in the consolidated financial statements, the whole amount of term borrowings is borrowings for financing the real estate development project land which the term to repay of within 1 year since the drawdown date, the interest rate of MLR-2.10% per annum.

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, short-term borrowings from financial institutions are secured by the collateral as in Note 18.

20. Judgment Debts from Guarantee

As at 31 March 2020 and 31 December 2019, as in the consolidated and separate financial statements, the whole amount of judgment debts from guarantee is the debts from guarantee obligations to 2 financial institutions regarding the issuance of letters of guarantee for project to Techner Company Limited which is an associate for the Ban Ua Arthorn Project, Phra Nakhon Si Ayutthaya Province (Bang Pa In) and the Ban Ua Arthorn Project, Ang Thong Province (Wiset Chai Chan) totaling in the amount of Baht 412.20 million that had been cancelled, recalled the advance payments, confiscated the performance bonds and claimed for damages by the principal totaling in the amount of Baht 388.86 million before offsetting against land receivable, retention receivable and pledged financial institution deposits totaling in the amount of Baht 104.90 million, which the principal had filed the complaints to the Administrative Court for damages from the associate and the Central Administrative Court has the judgments as follows:

- On 4 September 2017, the Central Administrative Court has sentenced in the case which the associate was filed in the case No. black 1432/2555 and the case No. red 1591/2560 and the case which the associate had counterclaimed in the case No. black 843/2555 and the case No. red 1592/2560 that the associate and a financial institution have to settle the damage from breach of contract for joint operation in the Ban Ua Arthorn Project, Phra Nakorn Si Ayutthaya Province (Bang Pa In) in the amount of Baht 272.06 million together with the interest at the rate of 15.00% per annum of the principal in the amount of Baht 203.79 million since 17 August 2012 until complete to the plaintiff.
- On 6 September 2017, the Central Administrative Court has sentenced in the case which the associate was filed in the case No. black 315/2554 and the case No. red 1597/2560 that the associate and a financial institution have to settle the damage from default of contract for joint operation in the Ban Ua Arthorn Project, Ang Thong Province (Wiset Chai Chan) in the amount of Baht 2.53 million together with the interest at the rate of 7.50% per annum of the principal in the amount of Baht 2.21 million and return the advance payments in the amount of Baht 92.70 million together with the interest at the rate of 15.00% per annum of the principal in the amount of Baht 66.74 million since 27 January 2011 until complete to the plaintiff.

However, the associate has appealed for objection of the judgment in the case No. black 1432/2555 and the case No. red 1591/2560 and in the case No. black 843/2555 and the case No. red 1592/2560 on 3 October 2017 and appealed for objection of the judgment in the case No. black 315/2554 and the case No. red 1597/2560 on 4 October 2017. Presently, the cases are under the consideration of the Supreme Administrative Court.

21. Debentures

Consist of:

	Consolidated/ Separate Financial Statements					
	Principal		Deferred Debenture Issuing Fee		Net	
	As at	As at	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Current						
Not later than 1 year	-	-	-	-	-	-
Total Current	-	-	-	-	-	-
Non-Current						
Later than 1 year						
but not later than 5 years	500,000	500,000	(2,867)	(3,401)	497,133	496,599
Total Non-Current	500,000	500,000	(2,867)	(3,401)	497,133	496,599
Total	500,000	500,000	(2,867)	(3,401)	497,133	496,599

On 28 June 2019, the Company has issued 500,000 units of debentures at face value of Baht 1,000.00 in the amount of Baht 500.00 million as the specified name of holder, unsecured and unsubordinated debenture, with the debenture holder representative by offering to institutional investors and/or high net worth investors for 2 years, matured on 28 June 2021, with the fixed interest rate of 6.50% per annum. Hereby, the Company must retain interest bearing debt to equity ratio of not more than 4:1 as at the end of quarter or year-end periods of the consolidated financial statements.

22. Income Tax (Expense) Revenue

Income tax which is recognized in profit (loss) for the period consists of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the three months	For the three months	For the three months	For the three months
	period ended	period ended	period ended	period ended
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Current Tax				
Income Tax (Expense) Revenue				
for the current period	(391)	(9,430)	-	(9,072)
Deferred Tax				
Deferred Income Tax (Expense) Revenue	5,749	-	4,878	-
Income Tax (Expense) Revenue recognized				
in Profit (Loss) for the period	5,358	(9,430)	4,878	(9,072)

23. Operating Segments

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

The operations of the Group principally involve construction contracting and property development, and are mostly carried on in the single geographic area of Thailand. There were no material activities pertaining to the property development segments. For this reason, financial information has not been presented by industry segment. All of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment and geographical area.

23.2 Information about Major Customers

For the three months 31 March 2020 and 2019, information about major customers which amounting to 10% or more of revenue in the consolidated financial statements of the Group is as follows:

	Proportion to Total Revenue		Revenue	
	For the three months	For the three months	For the three months	For the three months
	period ended	period ended	period ended	period ended
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	%	%	Baht '000	Baht '000
1 st Private Entity	39.27	17.82	664,471	235,265
1 st State-Owned Enterprise	-	10.79	-	142,466
2 nd State-Owned Enterprise	-	10.67	-	140,832
Total	39.27	39.28	664,471	518,563

24. Related Party Transactions

The Company has significant business transactions with the related parties. Such transactions are concluded on commercial terms and bases agreed upon between the Company and those related parties which are in ordinary course of business, are summarized as follows:

24.1 Nature of Relationship of the Company

Names of Related Parties	Nature of Relationship
PLE International Company Limited	Subsidiary by Direct Shareholding
S A Future Property Company Limited	Subsidiary by Direct Shareholding
PAR Joint Venture	Subsidiary by Direct Shareholding
Techner Company Limited	Associate by Direct Shareholding
PCS Joint Venture	Joint Venture which the Company is a joint venture
Flamtechnic Company Limited	Related Entity by Common Directors
United Power Engineering Company Limited	Related Entity by Common Directors
ESI Trading Company Limited	Related Entity by Common Directors
E.S. International (1991) Company Limited	Related Entity by Common Directors
R.N.C. (Thailand) Company Limited	Joint Venturer in the Joint Venture
China State Construction Engineering (Thailand) Company Limited	Joint Venturer in the Joint Venture

24.2 Inter-Transactions

Pricing Policies		Consolidated Financial Statements		Separate Financial Statements	
		For the three months period ended 31 March 2020 Baht '000	For the three months period ended 31 March 2019 Baht '000	For the three months period ended 31 March 2020 Baht '000	For the three months period ended 31 March 2019 Baht '000
Subsidiaries					
(Eliminated on Consolidation)					
Other Income	Mutual agreed prices	-	-	-	356
Costs of Constructions	Cost plus margin prices	-	-	1,122	1,521
Interest Expenses	At the rate of 3.00 – 5.00% per annum	-	-	2,704	2,879
Joint Ventures					
Revenue from Constructions	Cost plus margin prices	995,791	139,863	995,791	139,863
Other Income	Mutual agreed prices	2,336	2,752	2,336	2,752
Related Entities					
Other Income	Comparable prices with other entities	289	171	289	171
Costs of Constructions	Cost plus margin prices	91,223	59,973	91,223	59,973
Administrative Expenses	Mutual agreed prices	373	375	373	375
Joint Venturers					
Other Income	Comparable prices with other entities	32,616	16,338	32,616	16,338

24.3 Inter-Outstanding Balances

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Trade Receivables				
Subsidiaries	-	-	1,085,163	1,085,163
Joint Ventures	347,110	533,817	347,110	533,817
Total	347,110	533,817	1,432,273	1,618,980
Allowance for Impairment Loss	-	-	(1,085,163)	(1,085,163)
Net	347,110	533,817	347,110	533,817
Retention Receivable				
Subsidiaries	-	-	119,852	119,852
Joint Ventures	121,756	57,362	121,756	57,362
Total	121,756	57,362	241,608	177,214
Allowance for Impairment Loss	-	-	(21,581)	(21,253)
Net	121,756	57,362	220,027	155,961
Current Contract Assets				
Joint Ventures	1,577,685	1,904,567	1,577,685	1,904,567
Total	1,577,685	1,904,567	1,577,685	1,904,567
Short-Term Loans				
Associates				
Beginning Balance	19,007	19,007	19,007	19,007
Additional Loans	-	-	-	-
Repayments	-	-	-	-
Ending Balance	19,007	19,007	19,007	19,007
Allowance for Impairment Loss	(19,007)	(19,007)	(19,007)	(19,007)
Net	-	-	-	-
Other Receivables				
Subsidiaries	-	-	983	983
Associates	539	539	539	539
Joint Ventures	955	23,021	955	23,021
Related Entities	1,182	274	1,182	274
Total	2,676	23,834	3,659	24,817
Allowance for Impairment Loss	(699)	(699)	(699)	(699)
Net	1,977	23,135	2,960	24,118

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Other Advance Payments				
Subsidiaries	-	-	24,167	17,366
Associates	28,089	27,366	28,089	27,366
Joint Ventures	130,265	130,265	130,265	130,265
Related Entities	11	11	11	11
Total	158,365	157,642	182,532	175,008
Allowance from Impairment Loss	(28,089)	(27,366)	(28,089)	(27,366)
Net	130,276	130,276	154,443	147,642
Trade Payables				
Subsidiaries	-	-	-	703
Related Entities	85,192	163,483	85,192	163,483
Joint Venturers	2,632	2,632	-	-
Total	87,824	166,115	85,192	164,186
Retention Payable				
Related Entities	40	3	40	3
Total	40	3	40	3
Short-Term Borrowings				
Subsidiaries				
Beginning Balance	-	-	346,129	422,356
Additional Borrowings	-	-	-	45,000
Repayments	-	-	(4,000)	(121,227)
Ending Balance	-	-	342,129	346,129
Accrued Interest Expense				
Subsidiaries	-	-	54,201	52,855
Total	-	-	54,201	52,855
Advance Received from Customers				
Joint Ventures	242,456	332,055	242,456	332,055
Total	242,456	332,055	242,456	332,055

As at 31 March 2020 and 31 December 2019, the whole amount of short-term borrowings from related parties is borrowings in the form of promissory notes at call, the interest rate of 3.00 – 5.00% per annum equally for both period.

24.4 Inter-Guarantees

As at 31 March 2020 and 31 December 2019, the Company has provided the guarantee for the credit facilities of S A Future Property Company Limited which is a subsidiary in the amount of Baht 47.00 million as in Note 18.

As at 31 March 2020 and 31 December 2019, the Company has brought the letters of guarantee of financial institutions in the amount of Baht 142.24 million to be the collateral pledged as security against the appeal for tax assessments of PAR Joint Venture which is a subsidiary as in Note 26.4.

As at 31 March 2020 and 31 December 2019, the Company has brought the letters of guarantee of financial institutions in the amount of Baht 849.14 million equally for both period, to be the collateral pledged as security against the projects of PCS Joint Venture which is a joint venture according to the joint venture ratio of the Company.

24.5 Key Management Personnel Compensation

	Consolidated Financial Statements		Separate Financial Statements	
	For the three months period ended	For the three months period ended	For the three months period ended	For the three months period ended
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Short-Term Employee Benefits	14,407	11,138	14,407	11,138
Post-Employment Benefits				
Defined Contribution Plans	338	289	338	289
Defined Benefit Plans	314	303	314	303
Total	<u>15,059</u>	<u>11,730</u>	<u>15,059</u>	<u>11,730</u>

25. Non-Cash Transactions

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the three months	For the three months	For the three months	For the three months
	period ended	period ended	period ended	period ended
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Acquisition of Property, Plant and Equipment				
Value of Assets in Property, Plant and Equipment	1,701	786	1,701	786
Value Added Tax in Other Current Assets	119	55	119	55
Right-of-use Assets increase from Lease Liabilities	13,492	-	11,337	-
Acquisition of Other Intangible Assets				
Value of Assets in Other Intangible Assets	1,009	480	1,009	480
Value Added Tax in Other Current Assets	71	34	71	3
Other Current Assets				
increase from Judgment	-	16,466	-	16,466
Advance Received from Customers				
decrease from Judgment	-	5,709	-	5,709
Other Current Liabilities				
increase from Judgment	-	(12,199)	-	(12,199)
Transfer Other Current Assets				
to Real Estate Development Costs	-	18,000	-	-
Transfer Current Tax Assets				
to Prior Period Tax Assets	99,390	125,829	99,353	125,825

26. Obligations and Contingent Liabilities

In addition to liabilities in the consolidated and separate statement of financial position as at 31 March 2020 and 31 December 2019, the Group has obligations and contingent liabilities as follows:

26.1 As at 31 March 2020 and 31 December 2019, the Group has obligations and contingent liabilities with financial institutions as follows:

	Consolidated Financial Statements					
	As at 31 March 2020			As at 31 December 2019		
	Total	Utilized	Remaining	Total	Utilized	Remaining
	Facilities	Facilities	Facilities	Facilities	Facilities	Facilities
	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>
Overdrafts	57.00	(34.40)	22.60	57.00	-	57.00
Short-Term Borrowings	45.00	(45.00)	-	45.00	(45.00)	-
Letters of Guarantee	15,699.92	(6,927.56)	8,772.36	15,446.46	(7,538.87)	7,907.59
Promissory Notes, Letters of Credit, Trust Receipts and Aval	12,981.49	(3,258.14)	9,723.35	13,575.44	(3,081.16)	10,494.28

Separate Financial Statements

	As at 31 March 2020			As at 31 December 2019		
	Total	Utilized	Remaining	Total	Utilized	Remaining
	Facilities	Facilities	Facilities	Facilities	Facilities	Facilities
	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>
Overdrafts	55.00	(34.40)	20.60	55.00	-	55.00
Letters of Guarantee	14,448.29	(6,298.96)	8,149.33	14,817.86	(6,910.27)	7,907.59
Promissory Notes, Letters of Credit, Trust Receipts and Aval	12,981.49	(3,258.14)	9,723.35	13,575.44	(3,081.16)	10,494.28

26.2 As at 31 March 2020 and 31 December 2019, the Group has obligations with subcontractors as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>
Construction Subcontracts	2,573.07	2,810.43	2,573.07	2,810.43

26.3 As at 31 March 2020 and 31 December 2019, the Group has entered into contracts with customers which are not yet rendered or not yet completed satisfaction of performance obligations as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>	<u>Million Baht</u>
Construction Contracts	12,919.22	14,389.06	12,919.22	14,389.06

26.4 As at 31 March 2020 and 31 December 2019, PAR Joint Venture which is a subsidiary has contingent liabilities from tax assessments for additional corporate income tax for the period since 1 January 2014 to 31 December 2014 and additional value added tax since January 2014 to December 2014 together with fines and surcharges totaling in the amount of Baht 135.82 million and of Baht 133.74 million respectively that already have been appealed. Presently, the tax assessments are under the consideration of the Appeal Committee.

27. Significant Litigations

On 4 April 2018, the Company has been filed as a defendant in the ordinary civil case, the case No. black 829/2561, for request the receiving the transfer of shares in Bamrung Muang Plaza Company Limited of the Company on 23 March 2006 and 20 June 2013 to be voided and return to the plaintiffs, the claims are in the amount of Baht 244.94 million, which the Court has temporary disposed the case for the results of the criminal cases that are related to this case. Hereby, the management of the Company believes that the Company has the good defenses in this case and expects that it will not have any effect to the Company, thence there is no provision for loss from this case in the financial report.

28. Reclassifications

The financial information for the prior period which is presented as comparative information has been reclassified for comparability with the classification in the financial statements for the current period, which does not have any effect on profit for the year or the shareholders' equity already reported, are summarized as follows:

	Consolidated Financial Statements		
	As Previously Reported	Reclassification	As Currently Report
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Statement of Financial Position as at 31 December 2019			
Retention Receivable	671,613	(671,613)	-
Unbilled on Completed Constructions	5,372,309	(5,372,309)	-
Current Contract Assets	-	6,043,922	6,043,922
Advance Received from Customers	1,999,081	(1,999,081)	-
Current Contract Liabilities	-	1,999,081	1,999,081
Separate Financial Statements			
	As Previously Reported	Reclassification	As Currently Report
	<u>Baht '000</u>	<u>Baht '000</u>	<u>Baht '000</u>
Statement of Financial Position as at 31 December 2019			
Retention Receivable	770,212	(770,212)	-
Unbilled on Completed Constructions	5,315,864	(5,315,864)	-
Current Contract Assets	-	6,086,076	6,086,076
Advance Received from Customers	1,999,082	(1,999,082)	-
Current Contract Liabilities	-	1,999,082	1,999,082

29. Event after the Reporting Period

On 3 April 2020, the Board of Directors Meeting of the Company No. 2/2020 has passed the resolution to approve to invest in B-LAY PLUS Company Limited by buying increase capital of 115,000 shares at a price of Baht 100 per share, totaling in the amount of Baht 11,500,000.00, which has the shareholding 69.70%.

On 15 May 2020, the Board of Directors Meeting of the Company No. 3/2020 has passed the resolution to approve to propose the Annual General Meeting of Shareholders of the Company for 2020 to consider to approve the appropriation of profit for 2019 as legal reserve in the amount of Baht 9.60 million and the dividend payment to the ordinary shareholders of the Company from the financial performance for 2019 at the rate of Baht 0.07 per share, totaling in the amount of Baht 95.33 million.

30. Approval of the interim financial Statements

This interim financial statement have been approved for issue by the Board of Directors of Power Line Engineering Public Company Limited on 15 May 2020
