

FINANCIAL STATEMENTS AND AUDITOR'S REPORT
CMO PUBLIC COMPANY LIMITED AND SUBSIDIARIES
FOR THE YEAR ENDED DECEMBER 31, 2018



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Independent Auditor's Report

To the Shareholders and the Board of Directors of CMO Public Company Limited

Qualified Opinion

I have audited the consolidated and separate financial statements of CMO Public Company Limited and its subsidiaries, and of CMO Public Company Limited, respectively, which comprise the consolidated and separate statements of financial position as at December 31, 2018, the consolidated and separate statements of profit or loss and other comprehensive income, statements of changes in shareholders' equity and statements of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, excepts for the effects of the matter described in the Basis for Qualified Opinion to the Consolidated Financial Statements section for my report, the accompanying consolidated and separate financial statements referred to above present fairly, in all material respects, the consolidated and separate financial position of the CMO Public Company Limited and its subsidiaries, and of CMO Public Limited, respectively, as at December 31, 2018, and their financial performance and cash flows for the year then ended, in accordance with Thai Financial Reporting Standards (TFRSs).

Basis for Qualified Opinion on the Consolidated Financial Statements

According to Note to the Financial Statement No.10, investment in joint venture in the consolidated financial statements of the Company represent investment in CMO Show Corp Co., Ltd. by using equity method as at December 31, 2018, with outstanding amount of Baht 0.00 million as a result of accumulative loss sharing in joint venture, equaling to the investment in joint venture of Baht 55 million plus the recorded share of loss in exceeding the cost of investment shown as the deduction on long-term loans to related parties in the amount to Baht 20.83 million as described in Note to the Financial Statement No. 5. In addition, the consolidated statement of profit or loss and other comprehensive income for the year 2018 recorded its share of loss from investment in joint ventures of Baht 30.75 million. The Joint venture's financial statements used for the preparation the consolidated financial statements under the equity method were prepared by the company's accounting staffs. I was appointed as the auditor of the joint venture company. However, I have not been

allowed to access the operating area of the joint venture from another group of partners. According, I was unable to complete the audit of the joint venture's financial statements. Therefore, I was unable to determine whether there were any adjustments necessary for the said amount.

I have performed the audit according to the accounting standards. My responsibility is described in paragraphs of the auditor's responsibility for auditing financial statements in my report. I am independent from the group of companies in accordance with the code of conduct of the accounting professional as determined by the Federation of Accounting Professions in relation to the audit of financial statements. And I have followed other ethical responsibilities in accordance with these requirements I believe that the audit evidence I have obtained is sufficient and appropriate to serve as a basis for my conditional opinion.

Emphasis of Matters

Without qualifying my opinion on the above financial statements, I draw your attention to Notes to the financial statements as follows:

- a. According to Note to Financial Statement No.5, as at December 31, 2018, the consolidated and separate statement of financial position showed trade account receivables before allowance for doubtful accounts of a joint venture amounting to Baht 30.66 million and Baht 8.03 million, respectively, and long-term loans to related parties before allowance for doubtful accounts in the amount of Baht 61.56 million.

During the years 2018 and 2019, the Group has filed Statement of Claim to the Civil Court, and on January 7, 2019, a subsidiary company reported a cheque case to the police, in order to enforce the joint venture to settle the payment of the trade receivables to the Group.

On February 28, 2019, the Company filed a Statement of Claim for damage in for damages in relation to long-term loans to related parties and investment in joint venture with the group of shareholders who jointly invested with the Company for tort; inducing the Company to invest and to give loans to the joint venture company in which the representations made before the investment are not as claimed and the operation is not in compliance with the joint venture agreement. The management and lawyers of the Company are aware of the foregoing facts and are in the opinion that the Company has a chance to win the case. Furthermore, currently, the companies which the Company shall take action with have sufficient assets to jointly pay for all damages to the Company. The management believe that the ultimate outcome of the case will not cause material damages to the Group in exceed the provision the Group have already provided for as of December 31, 2018.

- b. According to Note to Financial Statement No.28, on August 2, 2018, the joint venture was sued for damages under Black Court Case No. 1453P/2017. The Court of First Instance ruled that the Company must compensate the plaintiff in the amount of Baht 53.97 million. On January 25, 2019, the Company filed an appeal with the Appeals Court, according to Red Case No. 3803P/2518. Legal counsel representing both the Company and the joint

venture, as well as the Management of both entities, believe the case will not create material damage to the joint venture.

On November 29, 2018, the contractor sued the Company for damages, in the amount of Baht 53.97 million, according to Black Court No. 1453P/2017. Legal counsel and Management of the Company believe that the outcome of the case will not cause any damage. Therefore, the Company has not provisioned for any liabilities that may arise from the case.

Key Audit Matters

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

Loan, and the compliance with the loan covenants

Risks

During the years 2013 to 2018, the Group invested in the construction of two buildings and had continuing investments in equipment. As at December 31, 2018 the Group had outstanding bank overdrafts and short-term loans from financial institutions, as well as long-term loans from financial institutions totaling Baht 329.49 million. Such investments require the Group to have a proper financial plan in order to be able to comply with the various conditions of the loan agreements.

Auditor's Response

I have verified the future estimated cash flows of the Group prepared by Management by considering the appropriateness of the significant assumptions for estimates, such as the appropriateness of the estimated revenues and costs of service as compared with the history revenues and costs of service, the analysis of the growth rate of the revenues and costs of service, testing the estimated revenue with the signed contract, and analysis of the sensitivity of the estimates. Then I considered the Group's ability to comply with the conditions of the loan agreements.

Other Information

Management is responsible for the other information. The other information comprises the information include in Annual Report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The Annual Report for the year is expected to be made available to me after the date of this auditor's report.



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

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

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

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

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

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

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


Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with TSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

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

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

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

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



(Yuttapong Chuamuangpan)

Certified Public Accountant

Registration Number 9445

ANS Audit Co., Ltd.

Bangkok, February 28, 2019

CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF FINANCIAL POSITION
 AS AT DECEMBER 31, 2018

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2018	2017	2018	2017
ASSETS					
Current assets					
	6	46,068,346.01	17,900,682.41	18,955,625.10	1,949,232.05
	5, 7	341,947,818.79	367,596,953.61	173,555,625.49	167,470,380.55
	5, 8	-	-	4,980,873.03	4,582,048.11
	5	-	-	22,103,332.85	25,241,803.17
	5	-	-	94,200,000.00	103,100,000.00
	9	7,179,608.61	21,165,502.31	5,007,210.31	10,215,878.41
		395,195,773.41	406,663,138.33	318,802,666.78	312,559,342.29
Non-current assets					
	16, 19	12,319,289.77	8,249,161.19	4,974,678.86	966,521.58
	5, 8	-	-	9,436,310.31	14,417,183.34
	5	38,948,980.81	33,798,701.70	59,775,272.91	33,798,701.70
	10	-	12,904,326.23	-	48,999,800.00
	11	-	-	169,449,400.00	169,449,400.00
	12, 16, 19	608,082,122.00	613,438,421.60	68,407,089.64	78,398,342.74
	13	4,801,042.19	5,867,803.40	2,782,000.00	1,820,000.00
		4,635,859.29	4,635,859.29	-	-
	14	4,057,780.41	6,972,007.75	2,657,906.38	5,713,304.52
	15	88,881,605.75	87,806,198.24	71,313,578.91	67,329,149.09
		761,726,680.22	773,672,479.40	388,796,237.01	420,892,402.97
		1,156,922,453.63	1,180,335,617.73	707,598,903.79	733,451,745.26



CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2018

		Unit: Baht				
		Consolidated financial statements		Separate financial statements		
Notes		2018	2017	2018	2017	
LIABILITIES AND SHAREHOLDERS' EQUITY						
Current liabilities						
	Bank overdrafts and short-term loans from financial institutions	16	260,234,762.22	296,510,976.38	185,707,627.94	191,710,575.40
	Trade and other current payables	5, 17	180,941,972.10	202,866,042.66	102,133,764.23	105,007,103.20
	Current portion of liabilities under financial lease agreements	18	25,624,590.62	14,873,984.91	928,194.44	294,184.07
	Current portion of long-term loans from financial institutions	19	39,424,032.59	35,497,270.20	20,884,199.59	14,260,626.20
	Short-term loan from related parties	5	-	-	-	3,000,000.00
	Dividend payables		12,913,300.07	11,470,985.75	-	-
	Total current liabilities		<u>519,138,657.60</u>	<u>561,219,259.90</u>	<u>309,653,786.20</u>	<u>314,272,488.87</u>
Non-current liabilities						
	Intercompany profit in the outstanding equipment of joint ventures	10	21,603,039.79	24,582,399.55	-	-
	Liabilities under financial lease agreements - net	18	32,802,697.64	18,619,207.03	1,440,044.35	730,495.31
	Long-term loans from financial institutions - net	19	29,834,496.49	55,087,598.24	15,724,496.49	22,437,765.24
	Deferred tax liabilities - net	14	23,341,126.87	26,255,707.99	-	-
	Non-current provision for employee benefits	20	30,139,531.00	27,071,057.00	8,491,333.00	7,851,248.00
	Total non-current liabilities		<u>137,720,891.79</u>	<u>151,615,969.81</u>	<u>25,655,873.84</u>	<u>31,019,508.55</u>
	Total liabilities		<u>656,859,549.39</u>	<u>712,835,229.71</u>	<u>335,309,660.04</u>	<u>345,291,997.42</u>
Shareholders' equity						
	Share capital					
	Authorized share capital					
	Common shares 255,462,733 shares at Baht 1 each		255,462,733.00	255,462,733.00	255,462,733.00	255,462,733.00
	Issued and fully paid-up share capital					
	Common shares 255,462,733 shares at Baht 1 each		255,462,733.00	255,462,733.00	255,462,733.00	255,462,733.00
	Premiums on share capital		93,569,476.36	93,569,476.36	93,569,476.36	93,569,476.36
	Discount on investments		4,907,142.73	4,907,142.73	-	-
	Changes in the proportion held by non-controlling interests		303,380.88	303,380.88	-	-
	Retained earnings (deficit)					
	Appropriated					
	Appropriated to legal reserve	21	13,988,325.35	13,504,539.40	13,988,325.35	13,504,539.40
	Unappropriated		(15,454,992.25)	(42,356,048.91)	9,268,709.04	25,622,999.08
	Other components of shareholders' equity	10	129,490,042.79	129,490,042.79	-	-
	Total shareholders' equity of the company		<u>482,266,108.86</u>	<u>454,881,266.25</u>	<u>372,289,243.75</u>	<u>388,159,747.84</u>
	Non-controlling interests	11	17,796,795.38	12,619,121.77	-	-
	Total shareholders' equity		<u>500,062,904.24</u>	<u>467,500,388.02</u>	<u>372,289,243.75</u>	<u>388,159,747.84</u>
	Total liabilities and shareholders' equity		<u>1,156,922,453.63</u>	<u>1,180,335,617.73</u>	<u>707,598,903.79</u>	<u>733,451,745.26</u>



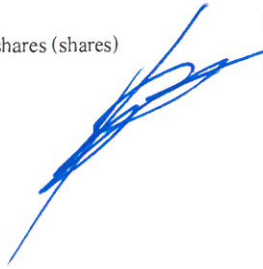
CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2018

Unit: Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
	5, 24				
Revenue from services		1,449,095,438.62	1,362,236,516.89	626,784,452.65	575,560,573.00
Cost of services		(1,100,353,463.54)	(1,043,273,172.47)	(477,335,955.72)	(443,396,825.20)
Gross profit		348,741,975.08	318,963,344.42	149,448,496.93	132,163,747.80
Other income		9,149,952.57	14,205,224.68	20,488,968.44	24,846,935.64
Selling expenses		(12,752,340.01)	(6,511,240.50)	(2,029,572.44)	(2,021,586.48)
Administrative expenses		(198,326,966.17)	(198,702,557.03)	(150,465,164.22)	(108,168,989.87)
Finance costs		(24,278,885.95)	(25,396,767.01)	(13,033,937.80)	(14,073,382.70)
Dividend income	11	-	-	19,815,808.32	26,640,466.53
Share of loss from investments in joint ventures	10	(30,751,258.57)	(36,259,595.76)	-	-
Profit before income tax		91,782,476.95	66,298,408.80	24,224,599.23	59,387,190.92
Tax expenses	14	(26,824,547.48)	(22,724,648.54)	(14,548,880.21)	(6,690,716.31)
Profit for the year		64,957,929.47	43,573,760.26	9,675,719.02	52,696,474.61
Other comprehensive income :					
<i>Items that may be reclassified subsequently to profit or loss</i>					
Gain on changes of proportion in investment in joint ventures	10	-	16,108,349.39	-	-
Total comprehensive income for the year		64,957,929.47	59,682,109.65	9,675,719.02	52,696,474.61
Profit attributable to					
Equity holders of the Company		52,931,065.91	36,194,337.39	9,675,719.02	52,696,474.61
Non-controlling interests		12,026,863.56	7,379,422.87	-	-
		64,957,929.47	43,573,760.26	9,675,719.02	52,696,474.61
Total comprehensive income attributable to					
Equity holders of the Company		52,931,065.91	52,302,686.78	9,675,719.02	52,696,474.61
Non-controlling interests		12,026,863.56	7,379,422.87	-	-
		64,957,929.47	59,682,109.65	9,675,719.02	52,696,474.61
Basic earnings per share		0.21	0.14	0.04	0.21
Weighted average number of ordinary shares (shares)		255,462,733	255,462,733	255,462,733	255,462,733





CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2018

Unit: Baht

	Notes	Separate financial statements					Total
		Issued and paid-up share capital	Premiums on share capital	Retained earnings		Unappropriated	
				Appropriated to legal reserve	Unappropriated		
Balance as at January 1, 2017		255,462,733.00	93,569,476.36	10,869,715.71	10,048,751.48	369,950,676.55	
Changes in shareholders' equity for the year:							
Appropriated to legal reserve	21	-	-	2,634,823.69	(2,634,823.69)	-	
Dividends	22	-	-	-	(34,487,403.32)	(34,487,403.32)	
Total comprehensive income for the year		-	-	-	52,696,474.61	52,696,474.61	
Balance as at December 31, 2017		255,462,733.00	93,569,476.36	13,504,539.40	25,622,999.08	388,159,747.84	
Changes in shareholders' equity for the year:							
Appropriated to legal reserve	21	-	-	483,785.95	(483,785.95)	-	
Dividends	22	-	-	-	(25,546,223.11)	(25,546,223.11)	
Total comprehensive income for the year		-	-	-	9,675,719.02	9,675,719.02	
Balance as at December 31, 2018		255,462,733.00	93,569,476.36	13,988,325.35	9,268,709.04	372,289,243.75	

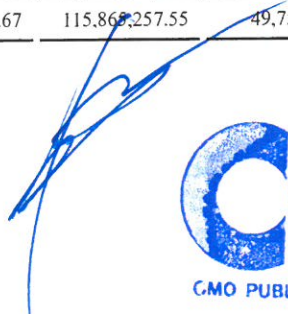

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CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2018

Unit: Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash Flows from Operating Activities:				
Profit before income tax	91,782,476.95	66,298,408.80	24,224,599.23	59,387,190.92
Adjustments to reconcile profit before income tax to net cash flow from operating activities:				
Depreciation and amortization	105,200,968.39	107,386,928.62	15,934,163.84	17,777,112.02
Impairment loss on assets	-	97,209.82	-	-
Allowance for doubtful debt	2,763,651.78	6,181,406.69	503,437.69	3,020,032.69
(Profit) loss from disposal of investment in subsidiary	-	(1,282.39)	-	603,725.54
Impairment loss on investments in joint ventures	-	-	48,999,800.00	6,000,000.00
Gain on sales of fixed assets and intangible assets	(2,387,517.04)	(5,446,774.59)	(450,756.49)	(623,992.37)
Supplies - lighting and other supplies were transferred to expenses	16,538,021.61	-	-	-
Written off withholding tax	268,731.87	4,310,860.30	-	-
Non-current provision for employee benefits	3,068,474.00	3,027,912.75	640,085.00	612,140.00
Dividend income	-	-	(19,815,808.32)	(26,640,466.53)
Share of loss from investments in joint ventures	30,751,258.57	36,259,595.76	-	-
Unrealize gain from sales of inventories to joint venture	-	2,634,661.47	-	-
Interest expenses	24,278,885.95	25,396,767.01	13,033,937.80	14,073,382.70
Profit from operating activities before changes in operating assets and liabilities	272,264,952.08	246,145,694.24	83,069,458.75	74,209,124.97
Operating assets (increase) decrease				
Trade and other current receivables	22,885,483.04	(100,097,014.17)	(6,588,682.63)	28,806,011.16
Work in process	13,985,893.70	12,296,033.48	5,208,668.10	4,426,706.71
Other non-current assets	40,888,592.46	34,882,136.71	13,603,160.27	16,107,389.68
Operating liabilities decrease				
Trade and other payables	(22,509,467.56)	(1,712,663.25)	(3,409,081.25)	(28,548,920.80)
Cash from operating activities	327,515,453.72	191,514,187.01	91,883,523.24	95,000,311.72
Employee benefit obligations paid	-	(354,260.00)	-	-
Interest paid	(24,278,885.95)	(25,396,767.01)	(13,046,677.53)	(14,060,642.97)
Income tax paid	(69,057,633.10)	(49,897,902.45)	(29,081,072.16)	(14,255,779.77)
Net cash from operating activities	234,178,934.67	115,869,257.55	49,755,773.55	66,683,888.98



CMO PUBLIC COMPANY LIMITED

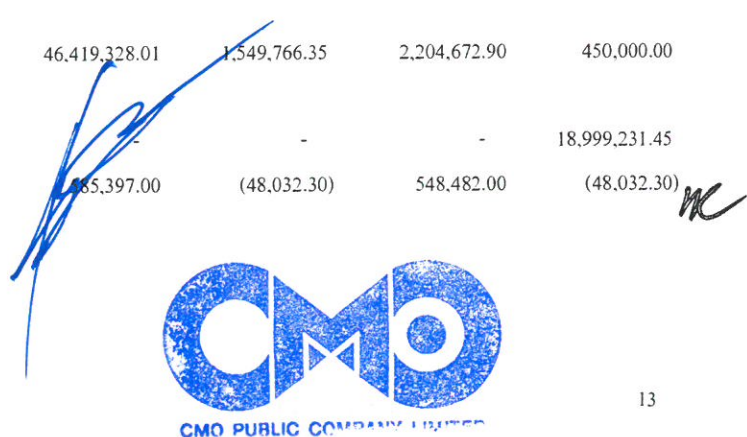
CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2018

Unit: Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash Flows from Investing Activities:				
(Increase) decrease in restricted deposits at bank	(4,070,128.58)	5,139,286.37	(4,008,157.28)	(7,059.74)
Cash received from short-term loans to related parties	-	-	36,400,000.00	24,200,000.00
Cash payment for short-term loans to related parties	-	-	(27,500,000.00)	(35,600,000.00)
Cash payment for long-term loans to related parties	(25,976,571.21)	(35,580,000.00)	(25,976,571.21)	(35,580,000.00)
Cash received from sales investment in subsidiary	-	-	-	1,396,174.46
Cash payment for investment in subsidiary	-	-	-	(9,999,700.00)
Dividend income from investments	-	-	22,954,278.64	13,219,906.67
Purchase of fixed assets	(68,351,312.72)	(52,488,303.49)	(4,237,616.18)	(801,070.42)
Purchase of intangible assets	(1,008,000.00)	(1,820,000.00)	(962,000.00)	(1,820,000.00)
Cash received from sales of fixed assets and intangible assets	3,435,624.78	24,195,133.93	1,498,617.03	12,778,791.76
Cash received from finance lease receivables	-	-	4,582,048.11	-
Net cash from (used in) investing activities	(95,970,387.73)	(60,553,883.19)	2,750,599.11	(32,212,957.27)
Cash Flows from Financing Activities:				
Increase (decrease) in bank overdraft and short-term loans from financial institutions - net	(36,276,214.16)	59,035,166.15	(6,002,947.46)	16,645,067.89
Cash payments for liabilities under financial lease agreements	(21,485,231.69)	(9,762,725.03)	(861,113.49)	(263,492.44)
Cash received from short-term loans from related parties	-	13,000,000.00	13,000,000.00	20,000,000.00
Cash payment to short-term loan from related parties	-	(13,000,000.00)	(16,000,000.00)	(17,000,000.00)
Cash received from long-term loan from financial institutions	20,000,000.00	-	20,000,000.00	-
Cash payment of long-term loans from financial institutions	(41,326,339.36)	(58,115,781.12)	(20,089,695.36)	(20,701,842.74)
Dividend paid	(30,953,098.13)	(45,167,550.65)	(25,546,223.30)	(34,487,403.32)
Changes in the proportion held by non-controlling interests	-	300.00	-	-
Net cash used in financing activities	(110,040,883.34)	(54,010,590.65)	(35,499,979.61)	(35,807,670.61)
Net increase (decrease) in cash and cash equivalents	28,167,663.60	1,300,783.71	17,006,393.05	(1,336,738.90)
Decrease in cash from sales of investment in subsidiaries	-	(2,031,097.71)	-	-
Cash and cash equivalents, Beginning of year	17,900,682.41	18,630,996.41	1,949,232.05	3,285,970.95
Cash and cash equivalents, End of year	46,068,346.01	17,900,682.41	18,955,625.10	1,949,232.05

Supplemental Disclosures of Cash Flows Information

Increase in assets from financial lease agreements during the year	46,419,328.01	1,549,766.35	2,204,672.90	450,000.00
Finance lease receivables arising from the sales of assets during the year.	-	-	-	18,999,231.45
Payable to purchase of fixed assets increase (decrease) during the year	185,397.00	(48,032.30)	548,482.00	(48,032.30)



CMO PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2018

1. GENERAL INFORMATION

CMO Public Company Limited (“the Company”) was incorporated under Thai law on June 5, 1991, and on December 29, 2003 was converted from a juristic person under the Civil and Commercial Code as “a Company Limited” to a juristic person under the Public Company Limited Act B.E. 2535. The Company’s primary business is event management for public events, exhibitions and entertainment activities. The Company’s registered office is located at 4/18-19 Soi Nuanchan 56, Nuanchan, Buengkum Bangkok.

2. BASIS FOR PRESENTATION OF THE FINANCIAL STATEMENTS

The financial statements are prepared in accordance with Thai Financial Reporting Standards (“TFRS”) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”) and applicable rules and regulations of the Securities and Exchange Commission.

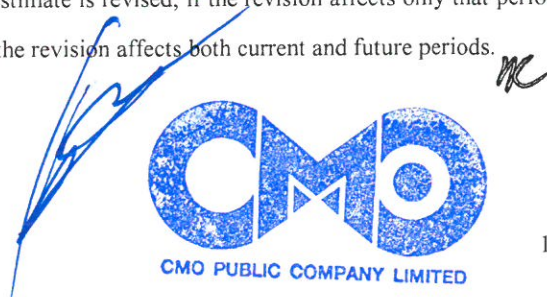
The financial statements are presented in compliance with stipulations of the Notification of the Department of Business Development, dated October 11, 2016, issued under the Accounting Act B.E. 2543.

These financial statements are prepared on the historical cost basis, except as disclosed in respective accounting policies.

The accompanying financial statements have been prepared in Thai language and are expressed in Thai Baht. Such financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant in the Thai language, an English translation of the Thai version of the financial statements is provided.

The preparation of the financial statements in conformity with Thai Financial Reporting Standards (“TFRS”) requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.



Basis of consolidated financial statement preparation

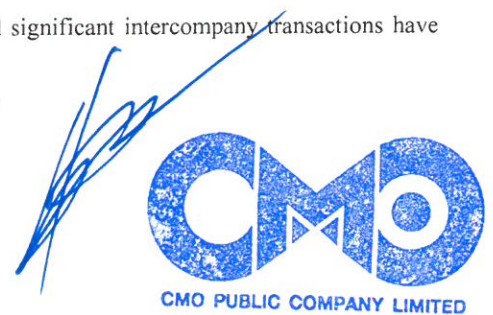
- a) The consolidated financial statements included the financial statements of CMO Public Company Limited and its subsidiaries (that together referred to as the “Group”).

The details of the subsidiaries as at December 31, are as follows:

Subsidiaries	Country	Nature of business	% Equity interest and voting right owned by the Company	
			2018	2017
<u>The subsidiary held by the Company</u>				
PM Center Co., Ltd.	Thailand	Rental equipment for image, lighting, sound and effects.	99.99	99.99
The Eyes Co., Ltd.	Thailand	Production of multi-visual slides, videos, multimedia and computer graphics.	99.95	99.95
Exposition Technology Co., Ltd.	Thailand	Electrical and lighting services.	40.00	40.00
Momentum S Co., Ltd.	Thailand	Event management for private event, wedding ceremonies, birthday parties and other.	56.99	56.99
Muse Corporation Co., Ltd.	Thailand	Concert organizers, sound, lighting and all type of multimedia.	69.99	69.99
Imaginia Co.,Ltd	Thailand	Amusement park and Theme park.	100.00	100.00

- b) The financial statements of the subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.
- c) The financial statements of subsidiaries are prepared using the same significant accounting policies as the Company.
- d) The balances between the Company and its subsidiaries, and significant intercompany transactions have been eliminated in the consolidated financial statements.

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The financial statements of Exposition Technology Co., Ltd., is included in the consolidated financial statements because the Company has control over their financial and operating policies, even though the Company's shareholding in each is less than 50 percent, therefore, they are regarded as subsidiary companies.

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

The separate financial statements, which present investment in subsidiaries and joint ventures under the cost method, have been prepared solely for the benefit of the public.

New financial reporting standards

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

During the year 2018, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2017) and new accounting treatment guidance which are effective for fiscal years beginning on or after January 1, 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 subsidiaries' financial statements.

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

During the year 2018, the Federation of Accounting Professions issued a number of revised and new financial reporting standards and interpretations (revised 2018) including new accounting treatment guidance, which are effective for fiscal years beginning on or after January 1, 2019. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

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

TFRS 15 Revenue from Contracts with Customers

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

TAS 11 (revised 2017)

Construction contracts

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

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

The management of the Company and its subsidiaries has made an assessment of the potential impact of adopting and initially applying TFRS 15 on the consolidated and separate financial statements and there will be no material impact on the consolidated and separate financial statements in the period of initial application.

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

During the year 2018, the Federation of Accounting Professions issued the set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations:

TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments



These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model, calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related

to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenues and Expenses Recognitions

Revenues and expenses are recognized on an accrual basis.

Revenues from event management of public shows, exhibitions and entertainment events are recognized when the services are completed. Revenues from completed but unbilled, service were presented in unbilled receivables which are also included in trade accounts receivable.

Revenues from decoration construction are recognized based on the percentage of completion calculated according to the proportion of actual cost incurred compared to the estimated total cost. Un-invoiced income is presented as unbilled receivables and is included as part of accounts receivable while the respective cost is presented in statement of profit or loss.

Revenues from rental of image, lighting, and sound effect equipment are recognized when the services are completed.

Revenues from rental are recognized as an income on straight-line basis over the rental period.

Revenues from the production of slides, multi-visuals, videos, multimedia and computer graphics are recognized when the productions are delivered to the customers.

Cost of uncompleted jobs or undelivered jobs are recorded as work in process.

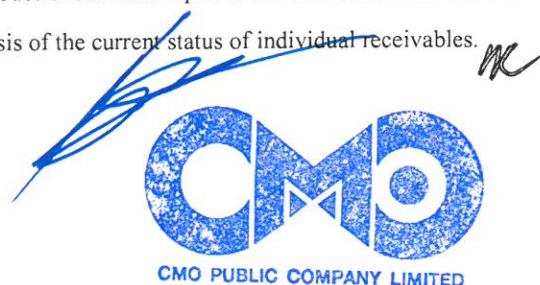
Cost of service of finished work is recorded according to the invoiced value after discount and rebate.

Cash and Cash Equivalents

Cash and cash equivalents presented in the statements of cash flows and comprise of cash in hand, deposits at financial institutions with a maturity period not over 3 months except for cash at banks held as collateral.

Allowance for Doubtful Accounts

The Company and subsidiaries provide an allowance for doubtful accounts equal to the estimated uncollectible amount which is based on collection experience and analysis of the current status of individual receivables.



Finance lease receivables

Finance lease receivables are stated at outstanding balances net of deferred interest income and unearned related service income and allowance for doubtful accounts (if any).

Work in Process

Cost of work, which is not yet recognized as revenues, is recorded in work in process, is stated at the lower of the invoiced value after discounting or net realizable value.

Investments in Joint Ventures

Investments in joint venture are presented in consolidated financial statements by using the equity method, and presented in the separate financial statements by using the cost method, and adjusted impairment, if any.

Investments in Subsidiaries

Investments in subsidiaries are presented in the separate financial statements by using the cost method, and adjusted impairment, if any.

The Company presented the outstanding balance of the negative goodwill that had arisen from the acquisition of the investment in a subsidiary company as “Discount on Investments” under the shareholders’ equity. This will be recognized in the statement of profit or loss when the investment is disposed.

Property, Plant and Equipment and Depreciation

Land is presented at the appraised value appraised by an independent appraiser, dated March 24, 2015 and September 8, 2016 by using the market value.

Buildings and equipment are stated at cost less accumulated depreciation and impairment loss from assets (if any).

Depreciation is computed by the straight-line method based on the estimated useful lives of the assets as follows:-

	Useful life (years)
Buildings	20 - 30
Building improvements	5
Operating equipment	3 and 5
Office equipment	3 and 5
Furniture and fixtures	5
Vehicles	5

Supplies are stated at cost by using First-In, First-Out Method and will be expended when used.

Depreciation method, useful life and the residual value will be reviewed at the end of the accounting period and is adjusted if appropriate. During the year 2016, the Group depreciation the newly by the sum-of-the-years method over 5 years purchased innovation equipment during the year.

Intangible assets

The intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses (if any).

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

The Group's intangible assets with finite useful lives consist of text licenses, music licenses, image licenses and softwares, which have an estimated useful life of 3 - 5 years.

Finance lease

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

Operating lease

Lease of assets where a significant portion of the risks and rewards of ownership are retained by the lesser are classified as operating leases. Payments made under operating leases are recognized as expenses in the profit or loss over the period of the lease.

Employee benefits

Short-term benefits

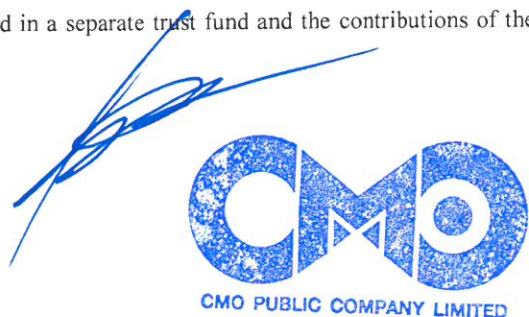
The Group salaries, wages, bonus and social security contribution as expenses on an accrual basis.

Post-employment benefits – defined contribution plan

Defined contribution plans

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

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Defined benefit plans and other long-term employee benefits

The employee benefit obligation for severance payment under labor law is recognized as a charge to results of operations over the employee's service period. It is calculated by estimating the amount of future benefit earned by employees in return for service provided to the Group in the current and future periods, with such benefit being discounted to determine the present value. The reference point for setting the discount rate is the yield rate of government bonds as at the reporting date. The calculation is performed by actuarial technique using the Projected Unit Credit Method.

Actuarial gains and losses arising from post-employment benefits are recognized immediately in the other comprehensive income and actuarial gains and losses arising from other long-term employee benefits are recognized immediately in the profit or loss.

Provisions

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

Income tax

Income tax expenses represent the sum of corporate income tax currently payable and deferred tax.

Current tax

The Group record current income tax at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

The Group recognizes deferred income tax on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognizes deferred tax liabilities for all taxable temporary differences while it recognize deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilized.

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



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

Transactions in Foreign Currencies

Foreign currency transactions are translated into Baht at the exchange rates prevailing on the transaction dates. Monetary assets and liabilities denominated in foreign currencies outstanding at the statement financial position date are translated into Baht at the exchange rates prevailing on those dates. Gain or losses on exchange rates are recognized as income or expenses for the year.

Fair value measurement

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

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

- Level 1 Use of quoted market prices in an observable active market for such assets or liabilities.
- Level 2 Use of other observable inputs for such assets or liabilities, whether directly or indirectly.
- Level 3 Use of unobservable inputs such as estimates of future cash flows.

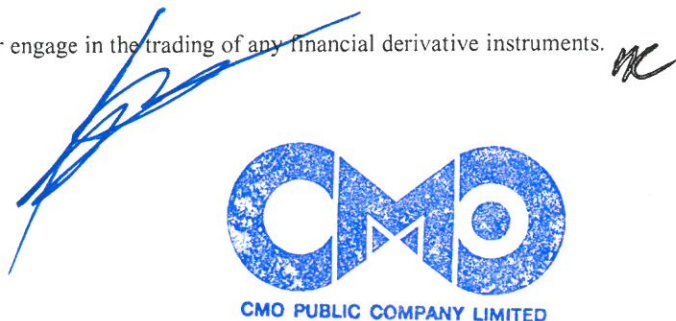
At the end of each reporting period, the Company and subsidiaries determines whether transfers that have occurred between the levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period are measured at fair value on a recurring basis.

Basic earnings per share

Basic earnings per share are calculated by dividing profit for the year attributable to shareholders by the weighted average number of ordinary shares during the year.

Financial Instruments

The Group has no policy to speculate in or engage in the trading of any financial derivative instruments. *MC*



4. SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make subjective judgments and estimates regarding matters that are inherently uncertain. These judgments and estimates affect reported amounts and disclosures and actual results could differ. Significant judgments and estimates are as follows:

Allowance for doubtful accounts

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

Allowance for diminution in value of inventory

The determination of allowances for diminution in the value of inventory requires management to make judgments and estimates. The allowance for decline in net realizable value is estimated based on the selling price expected in the ordinary course of business; and provision for obsolete, slow-moving and deteriorated inventories, that is estimated based on the approximate useful life of each type of inventory.

Leases

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

Property, plant and equipment / Depreciation

In determining depreciation of plant and equipment, the management is required to make estimates of the useful lives and salvage values of the Group's plant and equipment and to review estimated useful lives and salvage values when there are any changes.

In addition, the management is required to review property, plant and equipment for impairment on a periodic basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying amount. This requires judgments regarding forecasts of future revenues and expenses relating to the assets subject to the review.

Impairment of investment in subsidiaries and Joint venture

In considering impairment of investment in a subsidiaries and Joint venture, the Company assesses the fair value of investment in its subsidiaries and Joint venture by the present value of future cash flows generated by the subsidiaries and Joint venture, discounted by a discount rate determined by the Company's management. The cash flow projections are based on financial budgets, which reflect the subsidiary and Joint venture're business plan, growth rates and expense to revenue ratios. The value derived from the afore-mentioned method

may vary due to changes in competitive forces, revenue structure, cost structure, industrial conditions and economic conditions

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 rates, future salary increase rates, mortality rate and staff turnover rates.

Litigation

The Company has contingent liabilities as a result of litigation. The Company’s management has used judgment to assess of the results of the litigation and found that it is probable that loss will be incurred. Therefore, it recorded contingent liabilities with estimated future loss.

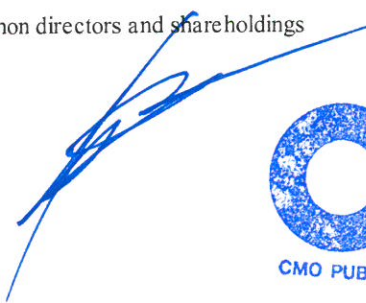
Goodwill

The initial recognition and measurement of goodwill, and subsequent impairment testing, require management to make estimates of cash flows to be generated by the asset or the cash generating units and to choose a suitable discount rate in order to calculate the present value of those cash flows.

5. RELATED PARTY TRANSACTIONS

The followings present relationships with enterprises and individuals that control or are controlled by the Company, whether directly or indirectly, or have common directors or shareholders with the Company.

Related parties	Nature of relationships	% Equity interest owned by the Company	
		2018	2017
PM Center Co., Ltd.	Subsidiary company	99.99	99.99
The Eyes Co., Ltd.	Subsidiary company	99.95	99.95
Exposition Technology Co., Ltd.	Subsidiary company	40.00	40.00
Momentum S Co., Ltd.	Subsidiary company	56.99	56.99
Muse Corporation Co., Ltd.	Subsidiary company	69.99	69.99
Imaginia Co., Ltd.	Subsidiary company	100.00	100.00
CMO Show Crop Co.,Ltd.	Joint Venture	39.29	39.29
Rightman Co., Ltd.	Common directors and shareholdings	-	-




The Company had business transactions with related parties. These parties are directly and indirectly related through common shareholding and/or directorship. The financial statements reflect the effects of these transactions on the basis determined by the Company and the parties concerned. For the years ended December 31, 2018 and 2017 the significant transactions with related parties can be summarized as follows:

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Subsidiaries				
Services income	-	-	611	2,226
Dividend income	-	-	19,816	26,640
Other income	-	-	8,009	15,954
Interest income	-	-	7,700	8,453
Cost of services	-	-	98,290	67,212
Other expenses	-	-	2,507	1,976
Interest expenses	-	-	146	82
Join Ventures				
Services income	251	12,788	-	-
Cost of services	400	-	200	-
Related parties				
Services income	3,052	12,305	-	-
Cost of services	-	13,370	-	13,370

The Company engages in transactions with related parties by using cost plus profit and the agreed contract price.

Management compensation – for key management personnel

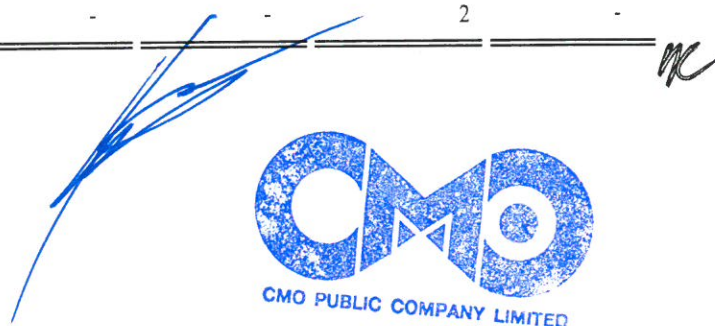
For the years ended December 31, management compensation – for key management personnel consist of the following:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Short-term benefits	62,206,546.94	57,668,837.85	30,494,380.25	28,728,648.03
Post-employment benefits	1,256,590.15	1,121,364.00	431,176.36	408,072.00
Total	63,463,137.09	58,790,201.85	30,925,556.61	29,136,720.03



The outstanding balances for the above transactions as at December 31, 2018 and 2017 have been shown separately in the statements of financial position and consist of the following:

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade receivables - related parties				
The Eyes Co., Ltd.	-	-	-	200
CMO Show Corp Co., Ltd.	30,656	33,612	8,025	8,025
Rightman Co., Ltd	1,888	-	-	-
Total trade receivables - related parties	32,544	33,612	8,025	8,225
Less: Allowance for doubtful accounts	(6,124)	(4,400)	(1,605)	(1,239)
Total trade receivables - related parties - net	26,420	29,212	6,420	6,986
Other receivables - related parties				
PM Center Co., Ltd.	-	-	7,263	5,297
The Eyes Co., Ltd.	-	-	5,779	3,709
Imaginia Co.,Ltd	-	-	1,131	1,760
Muse Corporation Co., Ltd	-	-	5	-
Rightman Co., Ltd	-	1,512	-	1,485
Total Other receivables - related parties	-	1,512	14,178	12,251
Accrued interest income - related parties				
The Eyes Co., Ltd.	-	-	2	-
CMO Show Corp Co., Ltd.	204	204	204	204
Total accrued interest - related parties	204	204	206	204
Less: Allowance for doubtful accounts	(204)	(204)	(204)	(204)
Total accrued interest - related parties - net	-	-	2	-



Unit: Thousands Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Accrued dividend income - related parties				
PM Center Co.,Ltd.	-	-	9,500	13,600
The Eyes Co., Ltd.	-	-	3,997	3,997
Exposition Technology Co., Ltd.	-	-	8,606	7,645
Total accrued dividend income				
- related parties	-	-	22,103	25,242
Finance lease receivables - related parties				
Imaginia Co.,Ltd	-	-	14,417	18,999
Total Finance lease receivables				
- related parties	-	-	14,417	18,999
Short-term loan to related parties				
PM Center Co., Ltd.	-	-	71,000	76,000
The Eyes Co., Ltd.	-	-	11,100	12,500
Momentum S Co., Ltd.	-	-	7,600	14,600
Imaginia Co.,Ltd	-	-	4,500	-
Total short-term loan to related parties-net	-	-	94,200	103,100
Long-term loan to related parties				
CMO Show Corp Co., Ltd.	61,557	35,580	61,557	35,580
Total long-term loan to related parties	61,557	35,580	61,557	35,580
Decreased share of loss from investments in joint ventures over cost of investments during the year	(20,826)	-	-	-
Less : Allowance for long-term loans to related parties	(1,781)	(1,781)	(1,781)	(1,781)
Total long-term loan to related parties-net	38,950	33,799	59,776	33,799



During the years ended December 31, the Company had movements on loans to related parties as follows:-

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Short-term loans to related parties				
Subsidiaries				
Balance at beginning of the years	-	-	103,100	91,700
Increase during the years	-	-	27,500	35,600
Decrease during the years	-	-	(36,400)	(24,200)
Total short-term loan to related parties-net	-	-	94,200	103,100
Long-term loans to related parties				
Join venture				
Balance at beginning of the years	35,580	-	35,580	-
Increase during the years	25,977	35,580	25,977	35,580
Total long-term loan to related parties	61,557	35,580	61,557	35,580
Decreased share of loss from investments in joint ventures over cost of investments during the periods	(20,826)	-	-	-
Less : Allowance for long-term loans to related parties	(1,781)	(1,781)	(1,781)	(1,781)
Total long-term loan to related parties-net	38,950	33,799	59,776	33,799

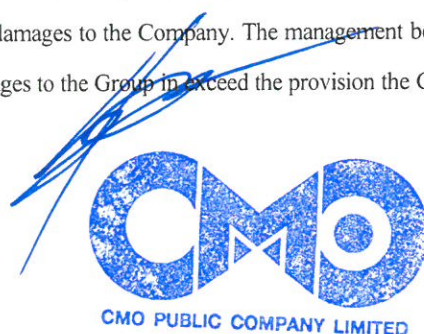
The Company charged interest on loans to related parties at the annual rate of MOR and MOR+1% for subsidiaries and 5% for joint venture.

The Company stopped recognizing interest income from loans to the joint venture when interest is overdue over 3 months.

During the years 2018 and 2019, the Group has filed Statement of Claim to the Civil Court, and on January 7, 2019, a subsidiary company reported a cheque case to the police, in order to enforce the joint venture to settle the payment of the trade receivables to the Group.

On February 28, 2019, the Company filed a Statement of Claim for damage in for damages in relation to long-term loans to related parties and investment in joint venture with the group of shareholders who jointly invested with the Company for tort; inducing the Company to invest and to give loans to the joint venture company in which the representations made before the investment are not as claimed and the operation is not in compliance with the joint venture agreement. The management and lawyers of the Company are aware of the foregoing facts and are in the opinion that the Company has a chance to win the case. Furthermore, currently, the companies which the Company shall take action with have sufficient assets to jointly pay for all damages to the Company. The management believe that the ultimate outcome of the case will not cause material damages to the Group in exceed the provision the Group have already provided for as of December 31, 2018.

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Unit: Thousands Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade payables from related parties				
PM Center Co., Ltd.	-	-	23,098	8,370
The Eyes Co., Ltd.	-	-	5,426	7,485
Exposition Technology Co., Ltd.	-	-	4,672	3,325
CMO Show Corp Co., Ltd.	321	-	-	-
Total trade payables related parties	321	-	33,196	19,180
Other payables from related parties				
Muse Corporation Co., Ltd	-	-	-	980
Total other payables from related parties	-	-	-	980
Other expense from related parties				
PM Center Co., Ltd.	-	-	164	164
Total other expenses from related parties	-	-	164	164
Accrued interest expenses - related parties				
Exposition Technology Co., Ltd.	-	-	-	13
Total accrued interest expenses - related parties	-	-	-	13
Short-term loan from related parties				
Exposition Technology Co., Ltd.	-	-	-	3,000
(Interest rate 5% Per annum)	-	-	-	3,000
Total short-term loan from related parties	-	-	-	3,000



During the years ended December 31, the Company had movements on the short-term loans from related parties as follows:-

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Short-term loans from related parties				
Subsidiaries (Interest rate 5% - 8.125% per annum)				
Balance at beginning of the years	-	-	3,000	-
Increase during the years	-	-	13,000	7,000
Decrease during the years	-	-	(16,000)	(4,000)
Balance at end of the years	-	-	-	3,000
Directors				
Balance at beginning of the years	-	-	-	-
Increase during the years		13,000		13,000
Decrease from subsidiaries disposed		(13,000)		(13,000)
Balance at end of the years	-	-	-	-
Total short-term loans from related parties	-	-	-	3,000

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, consisted of:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash on hand	313,065.00	342,000.00	70,000.00	70,000.00
Cash at banks - savings account	40,704,019.90	14,630,503.69	18,833,075.33	1,840,534.28
Cash at banks - current account	5,051,261.11	2,928,178.72	52,549.77	38,697.77
Cash and cash equivalents	46,068,346.01	17,900,682.41	18,955,625.10	1,949,232.05



7. **TRADE AND OTHER RECEIVABLES - NET**

Trade and other receivables as at December 31, consisted of:

Unit: Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade receivables				
Trade receivables - related companies	32,543,776.99	33,611,611.40	8,025,000.00	8,225,197.00
Trade receivables - other	298,354,201.58	335,768,237.72	140,149,330.39	151,044,763.04
Total trade receivables	330,897,978.57	369,379,849.12	148,174,330.39	159,269,960.04
Less: Allowance for doubtful accounts	(12,198,706.91)	(30,300,869.70)	(1,742,172.08)	(17,014,416.02)
Trade receivables – net	318,699,271.66	339,078,979.42	146,432,158.31	142,255,544.02
Other receivables				
Other receivables	5,385,336.51	6,759,868.56	4,820,196.91	5,059,615.26
Other receivables - related companies	-	1,512,385.00	14,178,009.40	12,251,397.19
Advance to employees	3,257,889.36	4,921,026.42	1,543,459.00	1,718,011.31
Prepaid expenses	3,791,877.87	3,814,337.29	1,227,961.55	1,548,982.00
Deposit for purchase inventories	418,631.52	633,491.79	-	-
Undue input VAT	8,328,554.45	8,544,522.03	4,792,659.18	4,149,313.75
Accrued interest income - related				
companies	204,109.58	204,109.58	205,779.10	204,109.58
Revenue Department receivable	378,996.71	1,881,324.54	-	109,746.12
Other	1,733,935.71	967,149.56	606,186.62	424,445.90
Total other receivables	23,499,331.71	29,238,214.77	27,374,251.76	25,465,621.11
Less: Allowance for doubtful accounts	(250,784.58)	(720,240.58)	(250,784.58)	(250,784.58)
Total other receivables - net	23,248,547.13	28,517,974.19	27,123,467.18	25,214,836.53
Total trade and other receivables - net	341,947,818.79	367,596,953.61	173,555,625.49	167,470,380.55



Trade receivables can be classified by age analysis as follows:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade receivables – related companies				
Not yet due	447,778.95	354,341.20	-	200,197.00
Past due				
Over 3 months but not over 6 months	84,556.75	14,794,335.75	-	5,350,000.00
Over 6 months but not over 12 months	-	8,465,847.89	-	-
Over 12 months	30,407,441.29	9,997,086.56	8,025,000.00	2,675,000.00
Unbilled receivables - related companies				
Not yet due	1,604,000.00	-	-	-
Total trade receivables – related companies	32,543,776.99	33,611,611.40	8,025,000.00	8,225,197.00
Trade receivables - others				
Not yet due	116,222,342.48	193,661,121.10	43,478,167.26	99,771,792.45
Past due				
Less than 3 months	59,724,752.46	75,141,328.60	26,135,960.76	8,537,759.43
Over 3 months but not over 6 months	27,459,280.78	4,838,487.24	26,165,945.03	1,035,632.34
Over 6 months but not over 12 months	5,981,613.29	3,691,548.15	250,527.13	-
Over 12 months	7,593,085.23	23,831,966.88	563,191.66	13,196,153.79
Unbilled receivables - others				
Not yet due	60,016,836.82	26,891,299.45	40,064,048.02	20,996,909.45
Past due				
Less than 3 months	8,693,558.24	109,140.00	1,899,058.24	-
Over 3 months but not over 6 months	4,143,010.19	4,599,798.00	150,760.20	4,599,798.00
Over 6 months but not over 12 months	7,644,250.00	92,000.00	1,304,500.00	92,000.00
Over 12 months	875,472.09	2,911,548.30	137,172.09	2,814,717.58
Total trade receivables - others	298,354,201.58	335,768,237.72	140,149,330.39	151,044,763.04
Total	330,897,978.57	369,379,849.12	148,174,330.39	159,269,960.04
Less: Allowance for doubtful accounts	(12,198,706.91)	(30,300,869.70)	(1,742,172.08)	(17,014,416.02)
Trade receivables – net	318,699,271.66	339,078,979.42	146,432,158.31	142,255,544.02

8. FINANCE LEASE RECEIVABLES – NET

Finance lease receivables consisted of:

	Unit: Baht	
	Separate financial statements	
	2018	2017
Due within 1 year		
Minimum payments	6,000,000.00	6,000,000.00
Deferred interest	(1,019,126.97)	(1,417,951.89)
Present value of minimum payment	4,980,873.03	4,582,048.11
Due over 1 year not exceeding 5 years		
Minimum payments	10,154,000.00	16,154,000.00
Deferred interest	(717,689.69)	(1,736,816.66)
Present value of minimum payment	9,436,310.31	14,417,183.34

On February 1, 2017, the Company entered into an agreement to sell the operating equipment to a subsidiary amounting to Baht 36.65 million. The 1st payment of Baht 6 million was received on February 15, 2017. The 2nd payment of Baht 4 million was received on February 28, 2017. The 3rd to the 55th payment will be made monthly of Baht 0.50 million, on the 5th of the month starting February 2017 while the 56th payment will be Baht 0.15 million. The Company recorded gain from disposal of equipment under the agreement in the year ended December 31, 2017 amounting to Baht 0.58 million and gradually recorded the interest income at the effective interest rate over the life of the agreement, at the rate of 8.375% per annum, in the separate financial statements.

9. INVENTORIES - NET

Inventories as at December 31, consisted of:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Finished goods	819,235.70	952,926.89	-	-
Work in process	7,222,755.47	21,074,957.98	5,007,210.31	10,215,878.41
Total Inventories	8,041,991.17	22,027,884.87	5,007,210.31	10,215,878.41
Loss on inventory devaluation	(862,382.56)	(862,382.56)	-	-
Total inventories - net	7,179,608.61	21,165,502.31	5,007,210.31	10,215,878.41



10. INVESTMENTS IN JOINT VENTURES - NET

Investments in joint ventures as at December 31, comprised:

Joint Venture's name	Nature of business	Country	Ownership /		Paid-up capital			Consolidated financial statements		Separate financial statements		
			voting right (%)		2018		2017		Carrying amounts based on		Carrying amounts based on	
			2018	2017	2018	2017	equity method	2018	2017	cost method	2018	2017
CMO Show Corp Co. Ltd.	Development center show by mix up between Thai legendary and high technology as a presentation under the name "Himmaphan Avatar"	Thailand	39.2857	39.2857	140,000	140,000	-	12,904	55,000	55,000	55,000	
Less share of loss from investments in joint ventures over cost of investments presented as deduction to long-term loans to lated parting								(20,826)	-	-	-	
Less Intercompany profit in the outstanding equipment of joint venture presented as non - current liabilities								(21,603)	(24,582)	-	-	
Total Investments in joint venture								(42,429)	(11,678)	55,000	55,000	
Less allowance for impairment of investment										(55,000)	(6,000)	
Total Investments in joint venture - net										-	49,000	

Investment in CMO Show Corp Co., Ltd. by using equity method as at December 31, 2018, with outstanding amount of Baht 0.00 million as a result of accumulative loss sharing in joint venture, equaling to the investment in joint venture of Baht 55 million plus the recorded share of loss in exceeding the cost of investment shown as the deduction on long-term loans to related parties in the amount to Baht 20.83 million as described in Note 5 to the financial statements. In addition, the consolidated statement of profit or loss and other comprehensive income for the year 2018 recorded its share of loss from investment in joint ventures of Baht 30.75 million. The Joint venture's financial statements used for the preparation the consolidated financial statements under the equity method were prepared by the company's accounting staff.

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CMO PUBLIC COMPANY LIMITED

During the year, the Company recognized its share of loss from its investment in the joint ventures, CMO Show Corp Co., Ltd. as follow:

	Unit: Baht	
	Consolidated financial statements	
	2018	2017
Share of loss in the years	33,730,618.31	38,900,392.58
Intercompany profit in the outstanding equipment of joint venture	(2,979,359.74)	(2,640,796.82)
Share of loss from investment in joint ventures	30,751,258.57	36,259,595.76

Financial information of CMO Show Corp Co., Ltd. is summarized below:

	Unit: Thousands Baht	
	2018	2017
Statement of financial position		
Cash and cash equivalents	461	179
Current assets	48,260	28,632
Non-current assets	214,465	254,614
Current liabilities	127,766	209,242
Non-current liabilities	188,432	41,335
Statement of profit or loss		
for the year ended December 31,		
Total revenues	5,760	14,139
Net loss	(85,778)	(82,360)

The reconciliation of the financial information to book value of investment in the joint venture as presented in consolidated financial statement can be summarized as follow:

	Unit: Thousands Baht	
	2018	2017
Net assets of joint venture	(53,012)	32,848
Portion of equity interest in joint venture (%)	39.2857%	39.2857%
Equity interest in net assets of joint venture	(20,826)	12,904
Less Intercompany profit in the outstanding equipment of joint venture	(21,603)	(24,582)
Book value of investment in joint venture - net	(42,429)	(11,678)



11. INVESTMENTS IN SUBSIDIARIES – NET

Investments in subsidiaries as presented in separate financial statement as at December 31, are as follows:

Subsidiaries	Country	Nature of business	Company's equity interest and voting rights (%)				Paid-up capital		Cost Method		Dividend income	
			2018	2017	2018	2017	2018	2017	2018	2017		
			2018	2017	2018	2017	2018	2017	2018	2017		
PM Center Co., Ltd.	Thailand	Rental equipment for image, lighting, sound and effects.	99.99	99.99	135,000	135,000	134,999	134,999	10,800	18,900		
The Eyes Co., Ltd.	Thailand	Production of multi-visual slides, videos, multimedia and computer graphics.	99.95	99.95	15,000	15,000	14,601	14,601	-	-		
Exposition Technology Co., Ltd.	Thailand	Electrical and lighting services.	40.00	40.00	2,000	2,000	5,400	5,400	2,786	6,621		
Momentum S Co., Ltd.	Thailand	Event management for private events, wedding ceremonies, birthday parties and other.	56.99	56.99	2,000	2,000	1,140	1,140	-	-		
Muse Corporation Co., Ltd.	Thailand	Concert organizers, sound, lighting and all types of multimedia.	69.99	69.99	7,500	7,500	5,250	5,250	6,230	1,119		
Imaginia Co., Ltd.	Thailand	Amusement park and Theme park.	100.00	100.00	10,000	10,000.00	10,000	10,000	-	-		

Total investments in subsidiaries

Less: Impairment of investment

Total investments in subsidiaries - net




CMO PUBLIC COMPANY LIMITED

171,390

171,390

(1,940)

169,450

169,450

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19,816

19,816

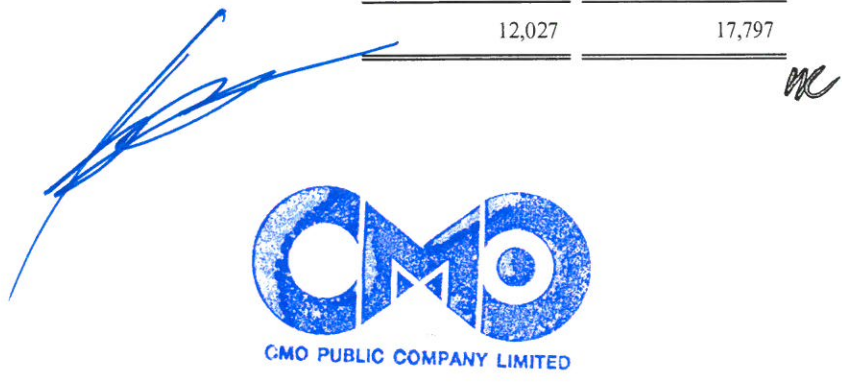
26,640

During the year 2016, the Group sold its investment in Momentum S Co., Ltd. of 3.01 percent, resulting the remained of investments at 56.99 percent. The Group received proceeds from the sale of investments of Baht 300,000. The capital deficiency according to the proportion of sales of Baht 3,380.88 was transferred to non-controlling interests. The difference of Baht 303,380.88 between decreasing in non-controlling interest and cash received is presented as part of the owners of the parent.

On July 1, 2008, the Company acquired 4,000 ordinary shares of Exposition Technology Co., Ltd., at Baht 1,250 per share (Par value of Baht 100 per share), totaling Baht 5 million. According to the unaudited or un-reviewed financial statements, the acquisition incurred costs of Baht 4.64 million in excess of the book value of the subsidiary company as at July 1, 2008.

The significant of non-controlling interests of subsidiaries are as follows:

Subsidiaries	Country	Non-controlling interests (%)	(Unit: Thousands Baht)	
			Comprehensive income (loss) attributable to non-controlling interests	Retained non-controlling interests
Exposition Technology Co., Ltd.	Thailand	60%	5,841	13,903
Other subsidiaries	Thailand	0.01% - 60.01%	6,186	3,894
Total			12,027	17,797



Financial information of subsidiaries before eliminated transaction is as follows:

(Unit: Thousands Baht)

	Exposition					
	Technology Co., Ltd.		Other subsidiaries		Total	
	2018	2017	2018	2017	2018	2017
Current assets	43,769	40,414	202,381	229,174	246,150	269,588
Non-current asset	27,460	19,674	484,993	499,151	512,453	518,825
Current liabilities	(43,473)	(37,557)	(335,564)	(380,338)	(379,037)	(417,895)
Non-current liabilities	(6,769)	(4,290)	(82,661)	(98,686)	(89,430)	(102,976)
Non-controlling interests	13,903	12,241	3,894	378	17,797	12,619
Non-controlling interests (%)	60%	60%	0.01% - 60.01%	0.01% - 60.01%	0.01% - 60.01%	0.01% - 60.01%
Revenues	189,843	178,551	740,722	893,237	930,565	1,071,788
Net profit (loss) during the year of						
Non-controlling interests	5,841	8,005	6,186	(626)	12,027	7,379
Net comprehensive income of						
Non-controlling interests	-	-	-	-	-	-
Net cash from (used in)						
Operating activities	8,742	12,833	182,934	49,892	191,676	62,725
Investing activities	1,018	10,399	(67,556)	(29,116)	(66,538)	(18,717)
Financing activities	(5,439)	(17,000)	(108,538)	(22,975)	(113,977)	(39,975)
Net increase (decrease) in cash	4,321	6,232	6,840	(2,199)	11,161	4,033



12. PROPERTY, PLANT AND EQUIPMENT – NET

Property, plant and equipment as at December 31, 2018 consisted of:

Unit : Baht						
Consolidated financial statements						
Movement during the year						
	As at	Reclassification			Disposal	As at
	January 1, 2018	Increase	transfer in	transfer out		December 31, 2018
Cost						
Land						
- At cost	65,702,303.07	-	-	-	-	65,702,303.07
- Revaluation surplus	144,749,220.00	-	-	-	-	144,749,220.00
At appraised value	210,451,523.07	-	-	-	-	210,451,523.07
Buildings	290,539,307.46	845,000.00	-	-	762,321.54	290,621,985.92
Building improvements	58,163,428.60	480,527.48	-	-	-	58,643,956.08
Building and equipment on						
leased space	538,103.74	-	-	-	-	538,103.74
Operating equipment	667,083,988.39	83,992,581.06	-	-	3,523,345.74	747,553,223.71
Office equipment	74,851,606.44	870,578.31	-	-	-	75,722,184.75
Furniture and fixtures	4,426,331.86	316,054.71	-	-	1,168,713.80	3,573,672.77
Vehicles	31,102,405.26	10,851,467.28	-	-	4,836,890.20	37,116,982.34
Supplies - lighting	2,396,382.71	1,822,109.11	-	-	1,985,932.49	2,232,559.33
Other supplies	1,576,231.57	16,177,720.58	-	-	14,501,361.97	3,252,590.18
Total	1,341,129,309.10	115,356,038.53	-	-	26,778,565.74	1,429,706,781.85
Accumulated depreciation						
Buildings	77,683,072.02	12,248,079.29	-	6,431,778.58	158,944.04	83,340,428.69
Building improvements	21,648,337.70	7,859,828.26	9,971,317.61	-	-	39,479,483.57
Building and equipment on						
leased space	265,738.97	96,006.87	-	-	-	361,745.84
Operating equipment	534,817,578.85	70,413,521.72	-	3,539,539.03	3,523,165.74	598,168,395.80
Office equipment	63,562,664.78	8,483,242.60	-	-	-	72,045,907.38
Furniture and fixtures	2,814,072.34	560,628.42	-	-	1,168,648.80	2,206,051.96
Vehicles	23,056,300.25	3,464,900.02	-	-	4,392,403.36	22,128,796.91
Total	723,847,764.91	103,126,207.18	9,971,317.61	9,971,317.61	9,243,161.94	817,730,810.15
Allowance for impairment	3,843,122.59	50,727.15	-	-	-	3,893,849.74
Net booked value	613,438,421.60					608,082,122.00

Depreciations for the years ended December 31, 2018 and 2017, amounted to Baht 103.13 million and Baht 105.19 million, respectively, in the Company's consolidated statements of profit or loss.

As at December 31, 2018 and 2017, the Group's equipment and vehicles amounting to Baht 498.08 million and Baht 392.13 million, respectively, were fully depreciated but still in use.

Unit : Baht						
Separate financial statements						
Movement during the year						
	As at	Reclassification			Disposal	As at
	January 1, 2018	Increase	transfer in	transfer out		December 31, 2018
Cost						
Land	390,000.00	-	-	-	-	390,000.00
Buildings	75,293,248.20	845,000.00	-	-	762,321.54	75,375,926.66
Building improvements	35,208,758.78	70,000.00	-	-	-	35,278,758.78
Operating equipment	49,836,587.48	2,670,326.78	-	-	6,500.00	52,500,414.26
Office equipment	14,249,044.02	137,220.00	-	-	-	14,386,264.02
Vehicles	9,146,941.14	3,268,224.30	-	-	3,877,210.30	8,537,955.14
Total	184,124,579.62	6,990,771.08	-	-	4,646,031.84	186,469,318.86
Accumulated depreciation						
Buildings	20,649,919.90	3,772,638.47	-	6,024,730.62	158,944.04	18,238,883.71
Building improvements	15,238,819.10	7,050,363.33	9,564,269.65	-	-	31,853,452.08
Operating equipment	48,369,180.58	1,679,942.63	-	3,539,539.03	6,499.00	46,503,085.18
Office equipment	10,818,453.42	2,751,306.27	-	-	-	13,569,759.69
Vehicles	7,651,665.00	679,913.14	-	-	3,432,728.46	4,898,849.68
Total	102,728,038.00	15,934,163.84	9,564,269.65	9,564,269.65	3,598,171.50	115,064,030.34
Allowance for impairment	2,998,198.88					2,998,198.88
Net booked value	78,398,342.74					68,407,089.64

Depreciations for the years ended December 31, 2018 and 2017, amounted to Baht 15.93 million and Baht 17.48 million, respectively, in the Company's separate statements of profit or loss.

As at December 31, 2018 and 2017, the Company's equipment and vehicles amounting to Baht 53.69 million and Baht 51.21 million, respectively, were fully depreciated but still in use.

The Group's land and construction are mortgaged as collateral for letters of guarantee, bank overdrafts and loans from financial institutions.

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13. INTANGIBLE ASSETS – NET

Intangible assets as at December 31, 2018, consisted of:

	Unit : Baht			
	Consolidated financial statements			
	As at	Movements during the year		As at
	January 1, 2018	Increase	Decrease / transfer	December 31, 2018
Cost				
License fee	229,497.54	-	-	229,497.54
Computer software	10,698,260.18	-	-	10,698,260.18
Computer software under development	1,820,000.00	1,008,000.00	-	2,828,000.00
Total	12,747,757.72	1,008,000.00	-	13,755,757.72
Accumulated amortization				
License fee	124,043.34	52,446.19	-	176,489.53
Computer software	6,755,910.98	2,022,315.02	-	8,778,226.00
Total	6,879,954.32	2,074,761.21	-	8,954,715.53
Net booked value	5,867,803.40			4,801,042.19

	Unit : Baht			
	Separate financial statements			
	As at	Movements during the year		As at
	January 1, 2018	Increase	Decrease / transfer	December 31, 2018
Cost				
Computer software under development	1,820,000.00	962,000.00	-	2,782,000.00
Total	1,820,000.00	962,000.00	-	2,782,000.00
Net booked value	1,820,000.00			2,782,000.00

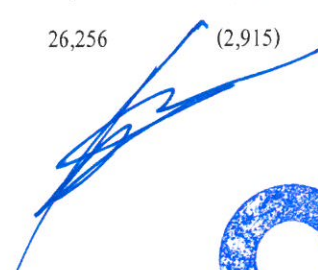
Amortization for the year ended December 31, 2018, in the consolidated financial statements of Baht 2.07 million are included in the statements of profit or loss.




14. DEFERRED TAX ASSETS AND LIABILITIES - NET

Movements in deferred tax assets and liabilities during the year are as follows:

	Unit: Thousands Baht			As at December 31, 2018
	Consolidated financial statements			
	As at January 1, 2018	Movement		
		increase (decrease) Profit or loss	Other comprehensive	
Deferred tax assets :				
Allowance for doubtful accounts	4,094	(3,037)	-	1,057
Loss on inventory devaluation	173	-	-	173
Allowance for impairment	768	-	-	768
Provision for employee benefit obligations	5,414	614	-	6,028
Provision	360	-	-	360
Depreciation of supply	312	59	-	371
Depreciation	-	910	-	910
Deferred tax liabilities :				
Surplus on land revaluation	28,950	-	-	28,950
Depreciation	1,454	(1,454)	-	-
Deferred tax assets - net	6,972	(2,914)	-	4,058
Deferred tax liabilities - net	26,256	(2,915)	-	23,341




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Unit: Thousands Baht

	Separate financial statements			
	As at January 1, 2018	Movement		As at December 31, 2018
		increase (decrease)		
		Profit or loss	Other comprehensive	
Deferred tax assets :				
Allowance for doubtful accounts	3,183	(3,183)	-	-
Allowance for impairment	600	-	-	600
Provision for employee benefit obligations	1,570	128	-	1,698
Provision	360	-	-	360
Total deferred tax assets	5,713	(3,055)	-	2,658

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Tax expenses for the years ended December 31, are as follows:

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Profit before income tax	91,782	66,298	24,225	59,387
Income tax rate	20%	20%	20%	20%
Current income tax as tax rate	18,356	13,260	4,845	11,877
Non-deductible expenses by the Revenue Code	11,652	5,539	10,737	2,688
Double expenses by the Revenue Code	(2,946)	(2,067)	(253)	(357)
Dividend income	-	-	(3,963)	(5,328)
Inter-company transactions	(10,393)	(1,380)	-	-
Share of loss of investment in joint ventures	6,746	7,780	-	-
Unutilized tax loss carry forward	1,956	2,729	-	-
Utilized tax loss carry forward unrecord	(1,135)	(2,608)	-	(2,189)
Unrealize gain from sales of inventories				
to joint venture	(596)	(528)	-	-
Adjust unutilized defertax assets	3,184	-	3,183	-
Tax expenses	26,824	22,725	14,549	6,691
The average effective tax rate	29%	34%	60%	11%

The Group has unused tax loss carry forward as at December 31, 2018, amounting to Baht 10.57 million, respectively. Due to the uncertainty of the utilization, therefore, the management considers not to recognize this deferred tax.

The Group used the income tax rate of 20% for the calculation of corporate income tax for the years ended December 31, 2018 and 2017.

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15. OTHER NON-CURRENT ASSETS

Other non-current assets as at December 31, consisted of:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Withholding income tax	78,765,644.15	75,852,530.57	63,118,806.47	56,998,608.80
Deposits	10,115,961.60	11,953,667.67	8,194,772.44	10,330,540.29
Total other non-current assets	88,881,605.75	87,806,198.24	71,313,578.91	67,329,149.09

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

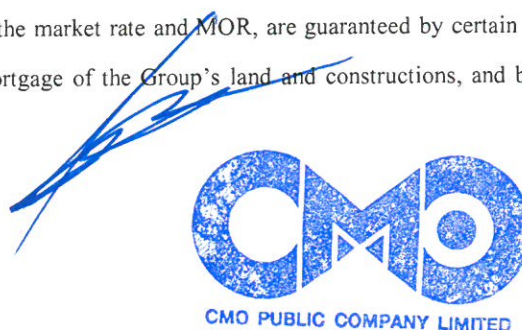
Bank overdrafts and short-term loans from financial institutions as at December 31, comprised:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Bank overdrafts	45,298,782.57	61,474,884.67	17,840,862.22	33,932,482.11
Factoring transactions	17,544,335.35	45,949,467.70	5,073,485.35	8,312,784.26
Less prepaid interest	(151,412.44)	(128,380.05)	(54,835.93)	(64,964.82)
Factoring - net	17,392,922.91	45,821,087.65	5,018,649.42	8,247,819.44
Promissory notes	198,600,000.00	190,202,101.41	163,600,000.00	150,200,000.00
Less discount	(1,056,943.26)	(987,097.35)	(751,883.70)	(669,726.15)
Promissory notes - net	197,543,056.74	189,215,004.06	162,848,116.30	149,530,273.85
Total bank overdrafts and short-term loans from financial institutions	260,234,762.22	296,510,976.38	185,707,627.94	191,710,575.40

As at December 31, 2018 and 2017, the Group had bank overdrafts and short-term loans facilities as follows:-

	Unit: Million Baht	
	2018	2017
CMO Public Company Limited and subsidiaries	581.0	611.3
CMO Public Company Limited	313.0	303.0

As at December 31, 2018 and 2017, bank overdrafts, short-term loans, and long-term loan from financial institutions, incurring interest rates between the market rate and MOR, are guaranteed by certain directors of the Company' and the subsidiaries, by a mortgage of the Group's land and constructions, and by restricted deposits at banks.



17. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at December 31, comprised:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade payables				
Trade payables - related parties	321,000.00	-	33,195,594.76	19,179,682.30
Trade payables - other	114,773,250.10	122,662,057.13	48,655,661.42	52,253,964.40
Total trade payables	115,094,250.10	122,662,057.13	81,851,256.18	71,433,646.70
Other current payables				
Other payables	2,286,532.03	4,314,014.90	758,966.36	2,167,652.50
Accrued expenses	17,448,307.74	30,403,318.37	1,416,119.15	16,050,071.62
Accrued withholding tax	5,621,130.41	3,099,445.65	3,276,334.03	1,424,342.99
Accrued interest expense - related parties	-	-	-	12,739.73
Accounts payable for purchases of				
fixed assets	593,422.00	8,025.00	556,507.00	8,025.00
Unearned income received from				
customers	7,535,180.17	13,329,981.31	2,668,886.60	3,309,641.46
Revenue Department payable	3,263,793.02	843,863.47	1,777,355.25	-
Undue output VAT	19,144,021.96	20,779,089.40	7,201,592.66	8,032,604.20
Deposit	2,691,950.43	1,739,548.49	511,171.00	507,031.00
Provisions	1,800,000.00	1,800,000.00	1,800,000.00	1,800,000.00
Other	5,463,384.24	3,886,698.74	315,576.00	261,348.00
Total other current payables	65,847,722.00	80,203,985.33	20,282,508.05	33,573,456.50
Total trade and other current payables	180,941,972.10	202,866,042.46	102,133,764.23	105,007,103.20



18. LIABILITIES UNDER FINANCIAL LEASE AGREEMENTS - NET

Liabilities under financial lease agreements as at December 31, comprised:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Due within 1 year				
Minimum payments	28,356,065.53	16,557,311.64	1,032,919.65	357,785.08
Deferred interest	(2,731,474.91)	(1,683,326.73)	(104,725.21)	(63,601.01)
Present value of minimum payment	25,624,590.62	14,873,984.91	928,194.44	294,184.07
Due over 1 year not exceeding 5 years				
Minimum payments	34,424,022.12	19,678,976.64	1,501,902.87	791,197.70
Deferred interest	(1,621,324.48)	(1,059,769.61)	(61,858.52)	(60,702.39)
Present value of minimum payment	32,802,697.64	18,619,207.03	1,440,044.35	730,495.31
Net book value of equipment				
under finance leases agreements	78,071,476.30	58,024,482.24	3,473,138.58	1,343,187.69

The Group entered into lease agreements with a bank and certain companies for operating equipment and vehicles. The leases agreements have the terms of three to five years and bear interest rates of 2.07% to 7.50% per annum.

19. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS - NET

Long-term loans from financial institutions as at December 31, comprised:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Long-term loans from banks	69,258,529.08	90,584,868.44	36,608,696.08	36,698,391.44
<u>Less</u> current portion	(39,424,032.59)	(35,497,270.20)	(20,884,199.59)	(14,260,626.20)
Long-term loans - net	29,834,496.49	55,087,598.24	15,724,496.49	22,437,765.24



Movements in the long-term loans during the years ended December 31, are summarized below.

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Balance as at January 1,	90,584,868.44	148,700,649.56	36,698,391.44	57,400,234.18
Add: Additional borrowings	20,000,000.00	-	20,000,000.00	-
Less: Repayment	(41,326,339.35)	(58,115,781.12)	(20,089,695.35)	(20,701,842.74)
Balance as at December 31,	69,258,529.09	90,584,868.44	36,608,696.09	36,698,391.44

The Company

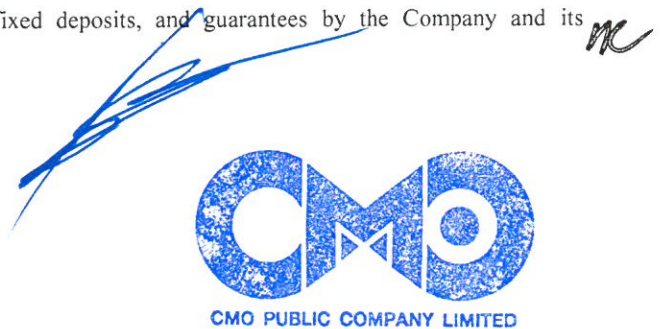
As at December 31, 2018 and 2017, the Company's long-term loans from banks carried interest at MLR minus certain rate, as stipulated in the agreement. The repayments of the principle and interest are to be made monthly. Full settlement of these loans is to be made within May 2020 to January 2021.

Subsidiaries

As at December 31, 2018 and 2017, the subsidiaries' long-term loans from banks carried interest at MLR minus certain rate, as stipulated in the agreement. The repayments of the principle and interest are to be made monthly. Full settlement of these loans is to be made within July 2021 to July 2022.

The loan agreements contain several covenants which, among other things, require the Company and its subsidiaries to maintain debt-to-equity ratio and debt service coverage ratio at the rate prescribed in the agreements.

All long-term loans from financial institution are guaranteed by a mortgage of the Company's and its subsidiary's land and constructions, pledge of fixed deposits, and guarantees by the Company and its subsidiary.



20. NON-CURRENT PROVISION FOR EMPLOYEE BENEFITS

Movement of the present value of provision for long-term employee benefits for the years ended December 31, is as follows:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Non-current provision for employee benefits				
beginning of the years	27,071,057.00	24,397,404.00	7,851,248.00	7,239,108.00
Included in profit or loss:				
Current service costs	2,282,486.00	2,323,900.00	426,531.00	415,237.00
Cost of interest	785,988.00	704,013.00	213,554.00	196,903.00
Employee benefit obligations				
of subsidiaries disposed	-	(354,260.00)	-	-
Non-current provision for employee benefits				
ending of the years	<u>30,139,531.00</u>	<u>27,071,057.00</u>	<u>8,491,333.00</u>	<u>7,851,248.00</u>

Employee benefit expenses present on administrative expenses in the statements of profit or loss.

Principal actuarial assumptions at the valuation date are as follow:

	(Percentage (%)/annum)			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Discount rate	2.62-3.64	2.62-3.64	2.72	2.72
Future salary increase rate	3-6	3-6	5	5
Mortality rate	80%	80%	80%	80%
	of Thai Mortality Ordinary Tables of 2008		of Thai Mortality Ordinary Tables of 2008	
Employee turnover rate				
Age under 25 year	22.92-57.30	22.92-57.30	45.84	45.84
Age over 25 and up to 30 years	17.19-42.98	17.19-42.98	34.38	34.38
Age over 30 and up to 35 years	11.46-28.65	11.46-28.65	22.92	22.92
Age over 35 and up to 40 years	7.64-19.10	7.64-19.10	15.28	15.28
Age over 40 and up to 45 years	5.73-14.33	5.73-14.33	13	13
Age over 45 and up to 50 years	3.82-9.55	3.82-9.55	13	13
Age over 55 and up to 60 years	1.91-4.78	1.91-4.78	13	13

On December 13, 2018, The National Legislative Assembly passed a resolution approving the draft of a new Labour Protection Act, which is in the process being published in the Royal Gazette. The new Labour Protection Act stipulates additional legal severance pay rates for employees who have worked for an uninterrupted period of twenty years or more. Such employees are entitled to receive compensation of not less than that of the last 400 days, based on the final wage rate. This change is considered a post-employment benefits plan amendment and the Group is in the process of evaluating the impact to the financial statements when the law is effective.

21. LEGAL RESERVE

In compliance with the Public Company Act, B.E. 2535 (1992), the Company set aside as a legal reserve at least 5% of its net profit until the reserve equal 10% of the authorized share capital. This reserve is not available for dividend distribution.

22. DIVIDEND PAYMENT

Pursuant to Annual Meeting of Shareholders, held on April 25, 2018 the shareholders authorized the payment of eligible shareholders a dividend from the profit the year 2017 to shareholders of Baht 0.10 per share, amounting to Baht 25.55 million. The dividend was paid on May 24, 2018.

Pursuant to the Meeting of Board of Directors No.3/2017, held on August 10, 2017, approved to the payment of eligible shareholders a dividend from the profit for the six-month period ended June 30, 2017 to shareholders of Baht 0.08 per share, amounting to Baht 20.44 million. The dividend was paid on September 5, 2017.

Pursuant to Annual Meeting of Shareholders, held on April 27, 2017 the shareholders authorized the payment of eligible shareholders a dividend from the profit the year 2016 to shareholders of Baht 0.055 per share, amounting to Baht 14.05 million. The dividend was paid on May 25, 2017.

23. EXPENSES BY NATURE

Expenses by nature for the years ended December 31, are as follows:

	(Unit : Million Baht)			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cost of service	899.65	839.41	402.11	375.06
Employee benefits	275.27	270.14	115.53	114.81
Depreciation and amortization	105.20	107.39	15.93	17.78
Advertising fee	0.95	1.20	0.72	0.36
Management compensation	63.46	58.79	30.93	29.14
Allowance for Doubtful Accounts	2.76	6.18	0.53	3.02

24. FINANCIAL INFORMATION BY SEGMENT

The Group engages in the business of event management operate for public, exhibition and various entertainment activities in Thailand. The revenues separated by business segments are as follows:

For the year ended December 31, 2018

Unit : Thousands Baht

Consolidated Financial Statements							
			Installation				
	Rental	Production	supplies and	Amusement			
Organizer	Equipment	of Media	Electrical	park	Eliminated	Total	
Revenues							
Marketing and							
Promotion Events	399,641						
Trade Shows and							
Exhibitions	106,174						
Public Events	217,247						
Professional							
Exhibition Organizer	20,372						
Museum	53,083						
Total	796,517	486,015	50,625	189,737	27,143	(100,941)	1,449,095
Cost of services							(1,100,353)
Gross profit							348,742
Other income							9,150
Selling expenses							(12,752)
Administrative expenses							(198,327)
Finance costs							(24,279)
Share of loss from investments using the equity method							(30,751)
Profit before income tax							91,783
Tax expense							(26,825)
Profit (loss) for the year	28,401	33,008	1,149	9,712	(9,848)	2,535	64,958
Profit attributable to							
Equity holders of the Company							52,931
Non-controlling interests							12,027
							64,958

As at December 31, 2018

Trade and other							
receivables - net	194,479	146,694	17,313	30,359	830	(47,728)	341,948
Property plant and							
equipment - net	69,682	388,120	33,863	20,957	9,887	85,573	608,082
Other	481,446	47,247	4,337	20,582	5,104	(351,824)	206,892
Total Assets	745,607	582,061	55,513	71,898	15,821	(313,979)	1,156,922

For the year ended December 31, 2017

Unit : Thousands Baht

Consolidated Financial Statements							
	Installation						
	Rental	Production	supplies and	Amusement			
	Organizer	Equipment	of Media	Electrical	park	Eliminated	Total
Revenues							
Marketing and							
Promotion Events	236.753						
Trade Shows and							
Exhibitions	145.337						
Public Events	151.502						
MICE	9.216						
Professional							
Exhibition Organizer	20.494						
Museum	124.218						
Total	687.520	524.875	43.922	177.630	21.788	(93.499)	1.362.236
Cost of services							(1.043.273)
Gross profit							318.963
Other income							14.205
Selling expenses							(6.511)
Administrative expenses							(198.703)
Finance costs							(25.397)
Share of loss from investments using the equity method							(36.260)
Profit before income tax							66.298
Tax expense							(22.724)
Profit (loss) for the year	53.360	41.968	(628)	12.963	(6.337)	(57.751)	43.574
Profit attributable to							
Equity holders of the Company							36.195
Non-controlling interests							7.379
							43.574
As at December 31, 2017							
Trade and other							
receivables - net	194.025	167.245	13.365	25.751	2.185	(34.975)	367.597
Property plant and							
equipment - net	79.930	376.857	38.489	17.206	17.977	82.979	613.438
Other	498.730	52.409	7.022	16.543	6.443	(381.846)	199.301
Total Assets	772.685	596.511	58.877	59.500	26.605	(333.842)	1.180.336



25. FINANCIAL INSTRUMENTS

Financial Risk Management

The Group is exposed to risks from changes in market interest rates, and from nonperformance of contractual obligations by counterparties. The Group does not use derivative instruments to manage such risks. They do not hold or issue derivative instruments for speculative or trading purposes.

Interest rate risk

The interest rate risk constitutes future movements in market interest rates that will affect the results of the Group's operations and its cash flows. The Group's exposure to interest rate risk relates primarily to its deposits with and loans from financial institutions, and short-term loans from related parties.

Since the majority of these financial assets and liabilities are short-term and long-term loans bear floating interest rates, the Group's believe that there will be no material impact on their respective financial statements.

Foreign currency risk

Foreign exchange rate risk arises from purchasing equipment in foreign currency. The management believes that the Group's foreign exchange rate risk is minimal, so there is no any contract to hedge such risk.

Credit Risk

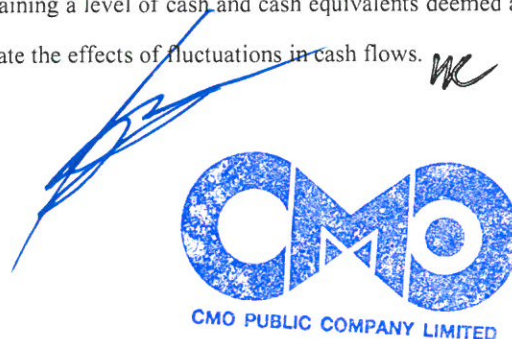
The Group provides credit terms to each customer after confirming her credit worthiness. The collection of accounts receivables is closely monitored and will focus on the overdue receivables and the Group will make a provision for accounts receivable that is overdue for more than 365 days. Presently, the Group's management believe that there is no significant loss arising from the uncollected receivables

Fair Value

As the majority of financial assets and liabilities are short-term and long-term loans bearing floating interest rates, the Company's and the subsidiaries' management believe that their carrying values of financial assets and liabilities do not materially differ from their fair value.

The risk of liquidity

The Group monitors its liquidity risk by maintaining a level of cash and cash equivalents deemed adequate by management to finance the Group and to mitigate the effects of fluctuations in cash flows.



Capital management

The Board's policies are to maintain a strong capital base so as to provide assurance to shareholders, investors, creditors and maintain market confidence, and to sustain future development of the business. The Board monitors the return on capital which the Company defines as result from operating activities divided by total shareholders' equity, excluding non-controlling interests and also monitors the level of dividends to ordinary shareholders.

26. PROVIDENT FUND

The Group and their employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2552. Both employees and the Company contribute to the fund on a monthly basis at the rate of 3% - 15% of salary. The fund, which is managed by TISCO Asset Management Company Limited, will be paid to employees upon termination in accordance with the fund rules. Total contributions by the Group for the years ended December 31, 2018 and 2017 amounted to approximately Baht 6.37 million and Baht 5.35 million respectively, in the consolidated financial statement, and amounted to Baht 2.85 million and Baht 2.47 million respectively, in the separated financial statement.

27. COMMITMENTS AND CONTINGENT LIABILITIES

As at December 31, 2018 and 2017, the Group has contingent liabilities in relation to the letters of guarantee issued by banks amounting to Baht 85.6 million.

The Group has commitments with regard to operating lease agreements where the Group is the lessee with leasing terms of 1 - 3 years. The contract cannot be terminated.

As at December 31, 2018 and 2017, the Group had obligations to render lease payments in the future as follows:

	Unit: Million Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Due within 1 year	4.41	6.04	1.97	1.94
Due over 1 year but not over 5 years	1.57	1.16	0.07	1.92
Total	5.98	7.20	2.04	3.86

As at December 31, 2018 and 2017, the Group has the commitment from factoring account receivable to financial institution in case of defaulted on debt of Baht 12.54 million and Baht 45.95 million respectively.

28. LITIGATION

On August 2, 2018, the joint venture was sued for damages under Black Court Case No. 1453P/2017. The Court of First Instance ruled that the Company must compensate the plaintiff in the amount of Baht 53.97 million. On January 25, 2019, the Company filed an appeal with the Appeals Court, according to Red Case No. 3803P/ 2518. Legal counsel representing both the Company and the joint venture, as well as the Management of both entities, believe the case will not create material damage to the joint venture.

On November 29, 2018, a contractor sued the Company for damages, in the amount of Baht 53.97 million, according to Black Court No. 1453P/2017. Legal counsel and Management of the Company believe that the outcome of the case will not cause any damage. Therefore, the Company has not provisioned for any liabilities that may arise from the case.

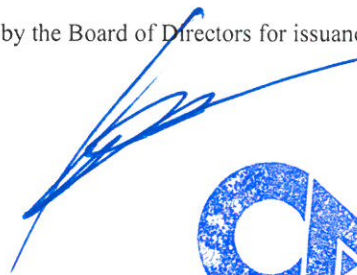

29. EVENT AFTER THE REPORTING PERIOD

On February 1, 2019, the Extraordinary General Shareholders' Meeting of PM Center Co., Ltd., a subsidiary, passed a resolution approving a registered capital increase, from Baht 135 million to Baht 165 million, or Baht 30 million in all, by issuing 300,000 new ordinary shares with a par value of Baht 100 per share. As the Company acquired all such additional ordinary shares, its shareholding remains unchanged at 99.99%.

On February 7, 2019, the Company received a transfer of 400 shares from Momentum S Co., Ltd., a subsidiary, at the total price of Baht 80,000, as a result the Company's shareholding in the subsidiary increased from 56.99% to 58.99%.

30. APPROVAL OF FINANCIAL STATEMENT

These financial statements have been approved by the Board of Directors for issuance on February 28, 2019.



CMO PUBLIC COMPANY LIMITED