

**Singer Thailand Public Company Limited
and its Subsidiaries**

Condensed Interim financial statements
for the three-month and six-month periods ended
30 June 2019
and
Independent auditor's review report

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Singer Thailand Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Singer Thailand Public Company Limited and its subsidiaries, and of Singer Thailand Public Company Limited, respectively, as at 30 June 2019; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2019, changes in equity and cash flows for the six-month period ended 30 June 2019; and condensed notes (“interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”.

(Pantip Gulsantithamrong)
Certified Public Accountant
Registration No. 4208

KPMG Phoomchai Audit Ltd.
Bangkok
8 August 2019

Singer Thailand Public Company Limited and its Subsidiaries
Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2019	2018	2019	2018
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current assets</i>					
Cash and cash equivalents		435,297	289,264	205,797	155,324
Trade accounts receivable	4,5	5,260	12,734	253,445	131,575
Current portion of hire-purchase contract receivables	6	1,127,413	1,116,084	-	-
Current portion of loan receivables with vehicle collateral	7	210,732	206,533	-	-
Other receivables	4	174,144	253,251	165,597	198,372
Short-term loans to related party	4	-	-	2,701,242	2,895,544
Inventories		597,266	640,448	593,559	634,520
Accrued income	4	5,235	7,639	25,127	49,633
Assets foreclosed		1,413	3,174	-	-
Total current assets		2,556,760	2,529,127	3,944,767	4,064,968
<i>Non-current assets</i>					
Hire-purchase contract receivables	6	1,063,299	1,169,540	-	-
Loan receivables with vehicle collateral	7	774,161	802,176	-	-
Investments in subsidiaries	8	-	-	1,458,990	1,458,990
Other long-term investment		2,000	2,000	-	-
Property, plant and equipment	9	433,015	429,808	422,099	415,480
Prepayment for outlet leases		6,059	7,270	6,059	7,270
Intangible assets		54,750	54,874	50,199	49,988
Deferred tax assets	10	81,808	83,867	-	2,618
Other non-current assets		14,287	13,876	13,322	13,107
Total non-current assets		2,429,379	2,563,411	1,950,669	1,947,453
Total assets		4,986,139	5,092,538	5,895,436	6,012,421

The accompanying notes from an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its Subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2019	2018	2019	2018
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Current liabilities					
Bank overdrafts and short-term borrowings					
from financial institutions	11	220,218	364,003	220,215	309,000
Trade accounts payable	4	142,977	348,068	158,270	379,729
Other payables	4	179,117	189,133	344,361	275,541
Current portion of debentures	11	300,000	800,000	300,000	800,000
Short term loans from other parties	11	304,133	287,023	304,133	287,023
Current income tax payable		426	28,110	-	28,110
Other current liabilities		-	5,000	-	5,000
Total current liabilities		1,146,871	2,021,337	1,326,979	2,084,403
Non-current liabilities					
Debentures	11	1,350,000	1,350,000	1,350,000	1,350,000
Deferred tax liabilities	10	-	-	211	-
Provision for employee benefit		165,386	139,170	143,287	118,473
Employee security deposits		5,269	1,714	3,537	-
Provident funds		50,177	56,553	49,594	55,921
Total non-current liabilities		1,570,832	1,547,437	1,546,629	1,524,394
Total liabilities		2,717,703	3,568,774	2,873,608	3,608,797
Equity					
Share capital:					
Authorised share capital		702,000	270,000	702,000	270,000
Issued and paid share capital	13	401,505	270,000	401,505	270,000
Share premium:					
Premium on ordinary shares	13	735,023	225,000	735,023	225,000
Reserve arising from business combination					
under common control		-	-	974,118	974,118
Retained earnings:					
Appropriated:					
Legal reserve		27,000	27,000	27,000	27,000
Unappropriated		875,341	781,297	654,615	687,039
Other components of equity	9	229,567	220,467	229,567	220,467
Total equity		2,268,436	1,523,764	3,021,828	2,403,624
Total liabilities and equity		4,986,139	5,092,538	5,895,436	6,012,421

The accompanying notes from an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended		Three-month period ended	
		30 June		30 June	
	Note	2019	2018	2019	2018
		(in thousand Baht)			
Revenues					
Revenue from sales of goods	4	411,518	510,976	345,720	511,629
Interest income from hire-purchase contract and loans		184,895	148,105	-	-
Revenue from rendering of services	4	19,748	33,244	17,205	23,238
Revenue from management fees	4	-	-	17,157	14,764
Other income	4	64,896	67,410	44,091	39,994
Total revenues		681,057	759,735	424,173	589,625
Expenses					
	4				
Cost of sales of goods		202,349	297,979	210,645	294,595
Cost of rendering of services		20,359	15,413	8,033	10,461
Distribution costs		183,647	249,692	133,662	122,848
Administrative expenses		88,323	35,612	50,098	63,495
Bad and doubtful debts expenses		105,101	93,651	4,633	3,538
Finance costs		33,170	29,682	33,165	29,675
Total expenses		632,949	722,029	440,236	524,612
Profit (loss) before income tax expense		48,108	37,706	(16,063)	65,013
Tax expense (income)	15	(4,387)	(4,678)	(3,099)	3,844
Profit (loss) for the period		52,495	42,384	(12,964)	61,169
Other comprehensive income					
Item that will not be reclassified subsequently to profit or loss					
Gains on revaluation of land and buildings		-	-	-	-
Other comprehensive income for the period, net of tax		-	-	-	-
Total comprehensive income (expense) for the period		52,495	42,384	(12,964)	61,169
Basic earnings (loss) per share (in Baht)	16	0.14	0.16	(0.04)	0.23
Diluted earnings (loss) per share (in Baht)	16	0.14	0.16	(0.04)	0.23

The accompanying notes form an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2019	2018	2019	2018
<i>(in thousand Baht)</i>					
Revenues					
Revenue from sales of goods	4	745,157	888,279	627,778	895,598
Interest income from hire-purchase contract and loans		376,093	284,077	-	-
Revenue from rendering of services	4	45,446	63,500	38,952	53,702
Revenue from management fees	4	-	-	34,012	27,269
Other income	4	117,717	104,110	86,489	55,083
Total revenues		1,284,413	1,339,966	787,231	1,031,652
Expenses					
Cost of sales of goods	4	377,844	523,544	389,471	538,930
Cost of rendering of services		37,847	40,489	17,097	27,962
Distribution costs		351,546	443,508	231,238	251,265
Administrative expenses		181,583	120,594	107,511	113,617
Bad and doubtful debts expenses		176,152	295,272	8,994	8,428
Finance costs		70,368	45,162	69,970	45,156
Total expenses		1,195,340	1,468,569	824,281	985,358
Profit (loss) before income tax expense		89,073	(128,603)	(37,050)	46,294
Tax expense (income)	15	(3,471)	13,495	(3,126)	11,213
Profit (loss) for the period		92,544	(142,098)	(33,924)	35,081
Other comprehensive income					
<i>Item that will not be reclassified subsequently to profit or loss</i>					
Gains on revaluation of land and buildings	9	10,600	-	10,600	-
Other comprehensive income for the period, net of tax		10,600	-	10,600	-
Total comprehensive income (expense) for the period		103,144	(142,098)	(23,324)	35,081
Basic earnings (loss) per share (in Baht)	16	0.29	(0.53)	(0.11)	0.13
Diluted earnings (loss) per share (in Baht)	16	0.29	(0.53)	(0.11)	0.13

The accompanying notes form an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its subsidiaries
Statement of changes in equity (Unaudited)

	Note	Consolidated financial statements					
		Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity	Total equity
				Legal reserve	Unappropriated (in thousand Baht)	Surplus on revaluation of land and buildings	
Six-month period ended 30 June 2018							
Balance at 1 January 2018		270,000	225,000	27,000	832,028	223,655	1,577,683
Comprehensive income (expense) for the period							
Loss for the period		-	-	-	(142,098)	-	(142,098)
Total comprehensive income (expense) for the period		-	-	-	(142,098)	-	(142,098)
Transfer to retained earnings		-	-	-	1,793	(1,793)	-
Balance at 30 June 2018		270,000	225,000	27,000	691,723	221,862	1,435,585
Six-month period ended 30 June 2019							
Balance at 1 January 2019		270,000	225,000	27,000	781,297	220,467	1,523,764
Transactions with owners, recorded directly in equity							
<i>Contributions by owners of the parent</i>							
Issue of ordinary shares	13	131,505	510,023	-	-	-	641,528
Total transactions with owners, recorded directly in equity		131,505	510,023	-	-	-	641,528
Comprehensive income for the period							
Profit for the period		-	-	-	92,544	-	92,544
Other comprehensive income		-	-	-	-	10,600	10,600
Total comprehensive income for the period		-	-	-	92,544	10,600	103,144
Transfer to retained earnings		-	-	-	1,500	(1,500)	-
Balance at 30 June 2019		401,505	735,023	27,000	875,341	229,567	2,268,436

Singer Thailand Public Company Limited and its subsidiaries

Statement of changes in equity (Unaudited)

		Separate financial statements						
		Issued and paid-up share capital	Share premium	Reserve arising from business combination under common control	Retained earnings		Other components of equity	Total equity
Note					Legal reserve <i>(in thousand Baht)</i>	Unappropriated	Surplus on revaluation of land and buildings	
Six-month period ended 30 June 2018								
Balance at 1 January 2018		270,000	225,000	974,118	27,000	575,508	223,654	2,295,280
Comprehensive income for the period								
Profit for the period		-	-	-	-	35,081	-	35,081
Total comprehensive income for the period		-	-	-	-	35,081	-	35,081
Transfer to retained earnings		-	-	-	-	1,793	(1,793)	-
Balance at 30 June 2018		270,000	225,000	974,118	27,000	612,382	221,861	2,330,361
Six-month period ended 30 June 2019								
Balance at 1 January 2019		270,000	225,000	974,118	27,000	687,039	220,467	2,403,624
Transactions with owners, recorded directly in equity								
Contributions by owners								
Issue of ordinary shares		131,505	510,023	-	-	-	-	641,528
Total transactions with owners, recorded directly in equity		131,505	510,023	-	-	-	-	641,528
Comprehensive income (expense) for the period								
Loss for the period		-	-	-	-	(33,924)	-	(33,924)
Other comprehensive income		-	-	-	-	-	10,600	10,600
Total comprehensive income (expense) for the period		-	-	-	-	(33,924)	10,600	(23,324)
Transfer to retained earnings		-	-	-	-	1,500	(1,500)	-
Balance at 30 June 2019		401,505	735,023	974,118	27,000	654,615	229,567	3,021,828

The accompanying notes from an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
<i>Note</i>	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit (loss) for the period	92,544	(142,098)	(33,924)	35,081
<i>Adjustments to reconcile profit (loss)</i>				
<i>to cash receipts (payments)</i>				
Tax expense (income)	(3,471)	13,495	(3,126)	11,213
Finance costs	70,368	45,162	69,970	45,156
Depreciation	12,348	12,007	8,391	9,208
Amortisation	6,366	10,347	6,031	10,236
Provision for employee benefit	29,537	9,061	27,469	7,790
(Reversal of) provision for provident funds	471	(13,655)	521	(12,370)
Unrealised gain from current investment	-	(884)	-	(884)
Bad and doubtful debts expenses	176,152	292,849	8,994	8,428
(Reversal of) losses on inventories devaluation	(21,425)	8,054	(20,892)	(1,260)
Reversal of impairment losses on property, plant and equipment and intangible assets	(131)	-	(131)	-
Gain on disposal of property, plant and equipment and intangible assets	(794)	(35)	(729)	(9)
Loss on repossession	65,398	34,209	-	-
Interest income	(488)	(1,538)	(71,736)	(27,274)
	426,875	266,974	(9,162)	85,315
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	1,807	(6,605)	(127,538)	79,503
Hire-purchase contract receivables	(137,835)	(310,527)	-	-
Loan receivables with vehicle collateral	24,011	(216,277)	-	-
Short-term loan receivables	-	4,123	-	-
Other receivables	79,035	(20,395)	31,078	(27,298)
Accrued income	2,404	18,636	24,506	730
Inventories	64,606	(98,248)	61,853	(89,927)
Other current assets	1,761	(2,772)	-	-
Prepayment for outlet leases	(6)	(2,844)	(6)	(2,844)
Other non-current assets	(411)	300	(216)	(358)
Trade accounts payable	(205,090)	139,587	(221,459)	115,966
Other payables	(6,260)	(35,305)	72,576	21,247
Other current liabilities	(5,000)	-	(5,000)	-
Employee benefit paid	(3,321)	(639)	(2,656)	(200)
Employee security deposits	3,556	1,309	3,537	1,168
Provident funds paid	(6,847)	(6,497)	(6,846)	(6,481)
Net cash generated from (used in) operating	239,285	(269,180)	(179,333)	176,821
Tax paid	(28,845)	(2,964)	(26,436)	(1,986)
Net cash from (used in) operating activities	210,440	(272,144)	(205,769)	174,835

The accompanying notes from an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
<i>Note</i>	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	488	1,538	71,736	27,274
Acquisition of plant and equipment	(1,440)	(9,820)	(1,635)	(4,087)
Proceeds from sale of property, plant and equipment	839	165	735	48
Decrease (increase) in short-term loans	-	5,000	194,302	(487,127)
Acquisition of intangible assets	(5,024)	(37,773)	(5,024)	(37,630)
Acquisition of current investment	-	(530,178)	-	(530,178)
Net cash from (used in) investing activities	(5,137)	(571,068)	260,114	(1,031,700)
<i>Cash flows from financing activities</i>				
Financial cost paid	(74,123)	(56,360)	(73,725)	(56,354)
Decrease in bank overdrafts and short-term loans from financial institutions	(143,785)	(86,147)	(88,785)	(86,148)
Increase from short-term loans from others	17,110	-	17,110	-
Proceeds from issue of debentures	-	950,000	-	950,000
Repayment of debentures	(500,000)	-	(500,000)	-
Proceeds from issue of ordinary shares	13 641,528	-	641,528	-
Net cash from (used in) financing activities	(59,270)	807,493	(3,872)	807,498
Net increase (decrease) in cash and cash equivalents	146,033	(35,719)	50,473	(49,367)
Cash and cash equivalents at beginning of period	289,264	277,104	155,324	140,040
Cash and cash equivalents at ending of period	435,297	241,385	205,797	90,673

The accompanying notes from an integral part of the interim financial statements.

Singer Thailand Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

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Singer Thailand Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements, and were approved and authorised for issue by the Board of Directors on 8 August 2019.

1 General information

The principal activities of the Group are trade sales and hire-purchase of electronic appliances, commercial products, mobile phones, hire-purchase of electronic appliances, hire-purchase of vehicle, loan receivables with vehicle collateral, repair and maintenance service of electronic appliances, provides debt collection service to related party, life and non-life insurance broker.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The condensed interim financial statements are presented in the same format as the annual financial statements and prepared its notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2018. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2018.

(b) Functional and presentation currency

The condensed interim financial statements are prepared and presented in Thai Baht, which is the Company’s functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest thousand unless otherwise stated.

(c) Use of judgements, estimates and accounting policies

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2018, except for revenue recognition which requires additional judgement in determining the timing of the transfer of control - at a point in time or over time - according to the requirements of TFRS 15 *Revenue from Contracts with Customers* (“TFRS 15”) which the Group has initially adopted to replace TAS 18 *Revenue* (“TAS 18”) and related interpretations.

Under TFRS 15, the Group recognises revenue when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled to. In addition, judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Whereas, under TAS 18, the Group recognises revenue from sale of goods when the significant risks and rewards of ownership of the goods have been transferred to the buyer, and recognises revenue from rendering of services by reference to the stage of completion of the transaction

Singer Thailand Public Company Limited and its Subsidiaries
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For the three-month and six-month periods ended 30 June 2019 (Unaudited)

at the end of the reporting period. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due. Such change in accounting policy has no material impacts on the financial statements.

In addition, the Group has not early adopted a number of new and revised TFRSs which are not yet effective for the current period in preparing these interim financial statements. Those new and revised TFRS that are relevant to the Group's operations are disclosed in note 21.

3 Change in accounting policy

The Group has applied TFRS 15 *Revenue from Contracts with Customers* ("TFRS 15") which has been effective since 1 January 2019. TFRS 15 establishes a comprehensive framework for determining how much and when revenue is recognised. It replaced TAS 18 *Revenue* ("TAS 18") and related interpretations.

Under TFRS 15, the entity recognises revenue when a customer obtains control of the goods or services in an amount that reflects the consideration to which the entity expects to be entitled to. In addition, judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Whereas, under TAS 18, the entity recognises revenue from sale of goods when the significant risks and rewards of ownership of the goods have been transferred to the buyer, and recognises revenue from rendering of services by reference to the stage of completion of the transaction at the end of the reporting period. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due.

The detail and quantitative impact of the change in accounting policy are disclosed as follows:

Payment to a customer

The Company makes payments to its retailers (its subsidiary) for subsidised interest expenses for customer (its subsidiary). Under TAS 18, the Company recognised such amounts as distribution costs. Under TFRS 15, it is required that the Company will consider whether the Company receives distinct goods or services from the customer (its subsidiary). If so, then the Company recognises such payments as an expense when the distinct goods or services are consumed. In contrast, if not, such payments are recognised as a reduction of revenue. If the payment exceeds the fair value of the goods or services received, then the excess is recognised as a reduction of revenue. As a result, this results in decreases in revenue and distribution costs.

The following tables summarise the impacts of initial application of TFRS 15 on the separate financial statements.

<i>Statement of comprehensive income for the three-month period ended 30 June 2019</i>	Separate financial statements		
	Amounts as reported	Adjustments (in thousand Baht)	Amounts without adoption of TFRS 15
Revenue from sale of goods	345,720	62,043	407,763
Distribution costs	133,662	62,043	195,705

Singer Thailand Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

<i>Statement of comprehensive income for the six-month period ended 30 June 2019</i>	Separate financial statements		Amounts without adoption of TFRS 15
	Amounts as reported	Adjustments (in thousand Baht)	
Revenue from sale of goods	627,778	113,471	741,249
Distribution costs	231,238	113,471	344,709

TFRS 15 did not have any material impact on the Group's accounting policies with respect to other revenue streams (see Notes 14). In addition, the adoption of TFRS15 did not have material impacts on the consolidated statement of cash flows for the six-month period ended 30 June 2019.

4 Related parties

Relationships with subsidiaries are described in note 8. Relationship with key management and other related parties were as follows:

Name of entities	Country of incorporation	Nature of relationships
Jay Mart Public Company Limited	Thailand	Major shareholder, 30.26% shareholding (31 December 2018 : 24.99%) and common director
Jaymart Mobile Co., Ltd.	Thailand	Subsidiary of major shareholder
JMT Network Services Public Company Limited	Thailand	Subsidiary of major shareholder
JAS Asset Public Company Limited	Thailand	Subsidiary of major shareholder
J Fintech Company Limited	Thailand	Subsidiary of major shareholder
Beans and Brown Co., Ltd.	Thailand	Subsidiary of major shareholder
Cafe Supply Co., Ltd.	Thailand	Subsidiary of major shareholder
Jaymart Insurance Broker Co., Ltd. (Formerly Jay Insurance Broker Co., Ltd.)	Thailand	Indirect subsidiary of major shareholder
JP Insurance Public Company Limited	Thailand	Common director
Key management personnel		Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.

Singer Thailand Public Company Limited and its Subsidiaries
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Significant transactions for the three-month and six-month periods ended 30 June 2019 and 2018 with related parties were as follows:

<i>Three-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Major shareholder				
Other income	-	9	-	-
Management fee	1,038	900	1,038	900
Subsidiaries				
Sales of goods	-	-	303,144	461,270
Management fee income	-	-	17,157	14,764
Interest income	-	-	35,704	12,361
Purchase of goods	-	-	27,510	18,352
Cost of rendering of services	-	-	17,922	9,972
Other related parties				
Sales of goods	84	70	44	40
Service income	9,745	1,688	9,745	1,688
Marketing support income	802	3,724	802	3,724
Commission income	249	8,364	-	-
Revenue from sales of rights in receivable	43,858	17,359	-	-
Other income	456	1,797	-	39
Purchase of goods	337	32,691	337	32,691
Debt collecting fee	10,040	13,881	10	82
Other expense	2,527	540	1,765	197
Key management personnel				
Key management personnel compensation				
Short-term employee benefit	15,509	16,068	12,948	16,090
Post-employment benefits	898	560	747	560
Total	16,407	16,628	13,695	16,650

Singer Thailand Public Company Limited and its Subsidiaries
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<i>Six-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Major shareholder				
Other income	-	9	-	-
Management fee	2,076	1,800	2,076	1,800
Subsidiaries				
Sales of goods	-	-	545,185	748,046
Management fee income	-	-	34,012	27,269
Interest income	-	-	71,409	25,880
Purchase of goods	-	-	71,556	43,263
Cost of rendering of services	-	-	27,874	27,858
Other related parties				
Sales of goods	936	70	886	40
Service income	10,681	8,696	10,681	8,696
Marketing support income	802	3,724	802	3,724
Commission income	260	23,204	-	-
Revenue from sales of rights in receivable	72,884	17,359	89	-
Other income	2,877	2,397	-	39
Purchase of goods	816	55,414	816	55,414
Debt collecting fee	16,645	20,265	42	145
Other expense	3,949	639	2,036	215
Key management personnel				
Key management personnel compensation				
Short-term employee benefit	32,012	35,254	25,273	27,945
Post-employment benefits	1,796	1,120	1,494	1,036
Total	33,308	36,374	26,767	28,981

Singer Thailand Public Company Limited and its Subsidiaries
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Balances as at 30 June 2019 and 31 December 2018 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Trade accounts receivable from related parties</i>				
Subsidiaries	-	-	249,877	118,926
Other related parties	1,348	446	944	-
Total	1,348	446	250,821	118,926
<i>Other receivables from related parties</i>				
Subsidiaries	-	-	12,222	14,202
Other related parties	9,522	18,927	9,155	14,060
Total	9,522	18,927	21,377	28,262
<i>Accrued income from related parties</i>				
Subsidiaries	-	-	24,598	46,889
Other related parties	441	1,195	226	988
Total	441	1,195	24,824	47,877

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(% per annum)</i>			
<i>Short-term loans to related parties</i>				
Subsidiaries	4.01 - 5.82	4.01 - 5.37	-	-
Total			2,701,242	2,895,544

Movements during the six-month period ended 30 June 2019 and 2018 of loans to related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
<i>Short-term loans to related parties</i>				
Subsidiaries				
At 1 January	-	-	2,895,544	1,345,000
Increase	-	-	375,698	872,127
Decrease	-	-	(570,000)	(380,000)
At 30 June	-	-	2,701,242	1,837,127

Singer Thailand Public Company Limited and its Subsidiaries
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For the three-month and six-month periods ended 30 June 2019 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Trade accounts payables to related parties</i>				
Subsidiaries	-	-	17,903	83,677
Other related parties	5,421	81,225	5,372	81,225
Total	5,421	81,225	23,275	164,902
<i>Other payables to related parties</i>				
Major shareholder	370	-	370	-
Subsidiaries	-	-	217,431	131,416
Other related parties	6,456	9,438	17	14
Total	6,826	9,438	217,818	131,430

Significant agreements with related parties have no material change during the period.

5 Trade accounts receivable

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	30 June 2019	31 December 2018	30 June 2019	31 December 2018
		<i>(in thousand Baht)</i>			
Related parties	4	1,348	446	250,821	118,926
Other parties		12,211	15,156	10,923	15,517
Total		13,559	15,602	261,744	134,443
<i>Less allowance for doubtful accounts</i>		<i>(8,299)</i>	<i>(2,868)</i>	<i>(8,299)</i>	<i>(2,868)</i>
Net		5,260	12,734	253,445	131,575
		Consolidated financial statements		Separate financial statements	
		2019	2018	2019	2018
Bad and doubtful debts expenses for the					
- three-month period ended 30 June		2,538	475	2,538	475
- six-month period ended 30 June		5,431	475	5,431	475

Singer Thailand Public Company Limited and its Subsidiaries
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For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Within credit terms	1,605	5,678	250,994	124,519
Overdue:				
Less than 3 months	481	6,863	107	6,863
3-6 months	4,330	264	4,109	264
6-9 months	4,447	1,617	4,313	1,617
9-12 months	86	392	13	392
Over 12 months	2,610	788	2,208	788
	<u>13,559</u>	<u>15,602</u>	<u>261,744</u>	<u>134,443</u>
Less allowance for doubtful accounts	<u>(8,299)</u>	<u>(2,868)</u>	<u>(8,299)</u>	<u>(2,868)</u>
Net	<u>5,260</u>	<u>12,734</u>	<u>253,445</u>	<u>131,575</u>

The normal credit term granted by the Group ranges from 30 days to 60 days.

6 Hire-purchase contract receivables

	Consolidated financial statements					
	Portion due within one year		Portion due after one year		Total	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>					
Hire-purchase contract receivables	1,816,970	1,870,196	1,366,672	1,521,372	3,183,642	3,391,568
Less unearned interest income	<u>(591,476)</u>	<u>(599,931)</u>	<u>(277,441)</u>	<u>(334,077)</u>	<u>(868,917)</u>	<u>(934,008)</u>
	1,225,494	1,270,265	1,089,231	1,187,295	2,314,725	2,457,560
Less allowance for doubtful accounts	<u>(98,081)</u>	<u>(154,181)</u>	<u>(25,932)</u>	<u>(17,755)</u>	<u>(124,013)</u>	<u>(171,936)</u>
Net	<u>1,127,413</u>	<u>1,116,084</u>	<u>1,063,299</u>	<u>1,169,540</u>	<u>2,190,712</u>	<u>2,285,624</u>

	Consolidated financial statements	
	2019	2018
	<i>(in thousand Baht)</i>	
Bad and doubtful debts expenses (net of bad debt recovery) for the		
- three-month period ended 30 June	<u>98,000</u>	<u>95,668</u>
- six-month period ended 30 June	<u>159,092</u>	<u>232,657</u>

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Aging analyses for electronic appliances hire-purchase contract receivables as at 30 June 2019 and 31 December 2018 were as follows:

Consolidated financial statements				
	Hire-purchase contract receivables net of unearned interest income	Net receivables for set up allowance for doubtful account ⁽¹⁾	Percentage of allowance for doubtful	Allowance for doubtful accounts
30 June 2019	(in thousand Baht)	(in thousand Baht)	(%)	(in thousand Baht)
Within credit terms ⁽²⁾	1,332,756	322,418	1	3,224
Overdue:				
Less than 3 months ⁽²⁾	360,939	143,991	5	7,200
3-6 months ⁽²⁾	196,203	138,227	25	34,556
6-9 months ⁽²⁾	161,038	120,605	35	42,212
9-12 months ⁽²⁾	39,884	39,612	75	29,709
Over 12 months ⁽²⁾	2,251	2,217	100	2,217
Additional allowance for doubtful debt ⁽³⁾				1,865
Total	2,093,071	767,070		120,983

Consolidated financial statements				
	Hire-purchase contract receivables net of unearned interest income	Net receivables for set up allowance for doubtful account ⁽¹⁾	Percentage of allowance for doubtful	Allowance for doubtful accounts
31 December 2018	(in thousand Baht)	(in thousand Baht)	(%)	(in thousand Baht)
Within credit terms ⁽²⁾	1,460,185	374,230	1	3,742
Overdue:				
Less than 3 months ⁽²⁾	389,868	199,077	5	9,954
3-6 months ⁽²⁾	151,449	104,777	25	26,194
6-9 months ⁽²⁾	100,068	73,379	35	25,683
9-12 months ⁽²⁾	75,345	75,345	75	56,509
Over 12 months ⁽²⁾	28,991	28,991	100	28,991
Additional allowance for doubtful debt ⁽³⁾				15,907
Total	2,205,906	855,799		166,980

⁽¹⁾ Net of collateral (products)

⁽²⁾ Consisted of receivables agreed with the Group to change repayment conditions by renewal of contract or used the current contract and starting new aging once they change the repayment conditions.

⁽³⁾ Additional allowance for doubtful debt for the change of repayment conditions of receivables of the Group. In order to manage credit risk of such receivables, the Group has set up allowance for doubtful debt by significantly consider of historically overdue of the receivables. The Group is monitoring the practices and ability of the receivables by considering repayment of installments consecutively.

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Aging analyses for vehicles hire-purchase contract receivables as at 30 June 2019 and 31 December 2018 were as follows:

Consolidated financial statements				
	Hire-purchase contract receivables net of unearned interest income	Net receivables for set up allowance for doubtful account ⁽⁴⁾	Percentage of allowance for doubtful	Allowance for doubtful accounts
30 June 2019	(in thousand Baht)		(%)	(in thousand Baht)
Within credit terms	169,364	359	1	4
Overdue:				
Less than 3 months	49,308	2,217	2	44
3-6 months	1,491	1,491	100	1,491
6-9 months	688	688	100	688
9-12 months	803	803	100	803
Total	221,654	5,558		3,030

⁽⁴⁾ Net of collateral (vehicles)

Consolidated financial statements				
	Hire-purchase contract receivables net of unearned interest income	Net receivables for set up allowance for doubtful account ⁽⁴⁾	Percentage of allowance for doubtful	Allowance for doubtful accounts
31 December 2018	(in thousand Baht)		(%)	(in thousand Baht)
Within credit terms	195,966	1,478	1	15
Overdue:				
Less than 3 months	50,826	3,924	2	79
3-6 months	3,312	3,312	100	3,312
6-9 months	1,104	1,104	100	1,104
9-12 months	446	446	100	446
Total	251,654	10,264		4,956

⁽⁴⁾ Net of collateral (vehicles)

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Changing of repayment conditions of hire-purchase contract receivables

The financial statements for the six-month periods ended 30 June 2019 and 2018 includes the following changes through various types of debt rescheduling:

	Consolidated financial statements			
	2019		2018	
	Before debt rescheduling	After debt rescheduling <i>(in thousand Baht)</i>	Before debt rescheduling	After debt rescheduling
Changes of repayment conditions of hire-purchase contract receivables for the - six-month period ended 30 June	<u>-</u>	<u>-</u>	<u>12,939</u>	<u>13,140</u>

Cash collection under debt rescheduling of hire-purchase contract receivables for the three-month and six-month periods ended 30 June 2019 and 2018 as follows:

	Consolidated financial statements	
	2019	2018
	<i>(in thousand Baht)</i>	
Cash collection under debt rescheduling for the - three-month period ended 30 June	<u>5,711</u>	<u>39,976</u>
- six-month period ended 30 June	<u>15,554</u>	<u>82,659</u>

As at 30 June 2019 and 31 December 2018 debt rescheduling of hire-purchase contract receivables have remaining balances as follows:

	Consolidated financial statements	
	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>	
Hire-purchase contract receivables after debt rescheduling ⁽¹⁾	7,822	42,965

⁽¹⁾ As at 30 June 2019 the Group has set up additional allowance for doubtful debt of such receivables in amount Baht 1.87 million (31 December 2018: Baht 15.91 million). In order to manage credit risk of such receivables, the Group has set up allowance for doubtful debt by significantly consider of historically overdue of the receivables. The Group is monitoring the practices and ability of the receivables by considering repayment of installments consecutively.

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7 Loan receivables with vehicle collateral

	Consolidated financial statement					
	Portion due within one year		Portion due after one year		Total	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>					
Loan receivables with vehicle collateral	209,112	204,261	775,539	803,885	984,651	1,008,146
Add accrued interest receivable	3,086	3,600	-	-	3,086	3,600
	212,198	207,861	775,539	803,885	987,737	1,011,746
Less allowance for doubtful accounts	(1,466)	(1,328)	(1,378)	(1,709)	(2,844)	(3,037)
Net	210,732	206,533	774,161	802,176	984,893	1,008,709

	Consolidated financial statements	
	2019	2018
	<i>(in thousand Baht)</i>	
(Reversal of) bad and doubtful debts expense for the		
- three-month period ended 30 June	(761)	1,130
- six-month period ended 30 June	(115)	2,250

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Aging analyses for loan receivables with vehicle collateral as at 30 June 2019 and 31 December 2018 were as follows:

	Consolidated financial statements			
	Loan receivables with vehicle collateral and accrued interest receivable <i>(in thousand Baht)</i>	Net receivables for set up allowance for doubtful account ⁽¹⁾	Percentage of allowance for doubtful <i>(%)</i>	Allowance for doubtful accounts <i>(in thousand Baht)</i>
30 June 2019				
Within credit terms	905,405	1,014	1	10
overdue:				
Less than 3 months	79,829	16,567	2	331
3-6 months	687	687	100	687
7-9 months	701	701	100	701
9-12 months	-	-	100	-
Over 12 months	1,115	1,115	100	1,115
Total	987,737	20,084		2,844

	Consolidated financial statements			
	Loan receivables with vehicle collateral and accrued interest receivable <i>(in thousand Baht)</i>	Net receivables for set up allowance for doubtful account ⁽¹⁾	Percentage of allowance for doubtful <i>(%)</i>	Allowance for doubtful accounts <i>(in thousand Baht)</i>
31 December 2018				
Within credit terms	943,915	11,261	1	113
overdue:				
Less than 3 months	65,033	6,292	2	126
3-6 months	1,605	1,605	100	1,605
7-9 months	78	78	100	78
9-12 months	1,115	1,115	100	1,115
Total	1,011,746	20,351		3,037

⁽¹⁾ Net of collateral (vehicles)

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8 Investments in subsidiaries

Investments in subsidiaries as at 30 June 2019 and 31 December 2018 were as follows:

		Separate financial statements						
	Type of business	Country of incorporation	Ownership Interest		Paid share capital		Cost method	
			30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018
			(%)		(in thousand Baht)			
SG Broker Co., Ltd.	Life and non-life insurance broker	Thailand	99.99	99.99	4,000	4,000	3,999	3,999
SG Capital Co., Ltd.	Hire-purchase of home appliance, commercial products, mobile phones, hire-purchase of vehicle, loan receivables with vehicle collateral and others	Thailand	99.99	99.99	1,450,000	1,450,000	1,449,997	1,449,997
SG Service Plus Co., Ltd.	Repair and maintenance service of electronic appliances, provides debt collection service to related party	Thailand	99.88	99.88	5,000	5,000	4,994	4,994
Total							1,458,990	1,458,990

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9 Property, plant and equipment

During 2019, the Company's lands and buildings were reappraised by an independent valuer using the market comparison approach. The value of the buildings was estimated using the cost of replacement, new less depreciation of the building, then the difference between the open market value and the building valuation was taken as the value of land, resulting in an increase in the carrying value of lands and buildings in the amount of Baht 314.59 million and Baht 80.88 million, respectively.

Movement of unrealised surpluses on revaluation of assets for the six-month period ended 30 June 2019 and for the year ended 31 December 2018 were as follows:

	Consolidated and Separate financial statements	
	2019	2018
	<i>(in thousand Baht)</i>	
Balance of surplus on revaluation of land and buildings at 1 January	220,467	223,655
Revaluation of land	12,708	-
Revaluation of building	542	-
Increase in deferred tax liabilities - revaluation	(2,650)	-
	<u>10,600</u>	<u>-</u>
Depreciation	(2,013)	(3,985)
Decrease in deferred tax liabilities - depreciation	513	797
	<u>(1,500)</u>	<u>(3,188)</u>
Balance of surplus on revaluation of land and buildings at 30 June / 31 December	<u>229,567</u>	<u>220,467</u>

10 Deferred tax

Movements in deferred tax assets and liabilities during the six-month period ended 30 June 2019 and 2018 were as follows:

	Consolidated financial statements		
	(Charged) / credited to:		
	At 1 January 2019	Profit or loss (note 15)	Other comprehensive income (note 9)
		<i>(in thousand Baht)</i>	
Deferred tax assets			At 30 June 2019
Allowance for doubtful accounts	47,322	238	-
Allowance for decline in value of inventories	8,993	(4,686)	-
Provision for employee benefit	26,111	6,966	-
Provision for provident funds	6,673	(700)	-
Provision for warranty	1,000	(1,000)	-
Impairment loss on property, plant and equipment and intangible assets	134	(27)	-
Loss carry forward	52,390	-	-
Total	<u>142,623</u>	<u>791</u>	<u>-</u>
			<u>143,414</u>

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Consolidated financial statements				
	(Charged) / credited to:			
	At 1	Profit or loss	Other comprehensive income	At 30
	January	(note 15)	(note 9)	June
	2019	(in thousand Baht)		2019
<i>Deferred tax liabilities</i>				
Property, plant and equipment	(58,756)	201	(2,650)	(61,205)
Others	-	(401)	-	(401)
Total	(58,756)	(200)	(2,650)	(61,606)
Net	83,867	591	(2,650)	81,808

Consolidated financial statements			
	(Charged) /		
	credited to:		
	At 1	Profit or loss	At 30
	January	(note 15)	June
	2018	(in thousand Baht)	2018
Deferred tax assets			
Allowance for doubtful accounts	79,869	(12,784)	67,085
Allowance for decline in value of inventories	6,620	1,611	8,231
Interest income from hire-purchase contract	18,704	-	18,704
Provision for employee benefit	29,532	1,684	31,216
Provision for provident funds	10,890	(554)	10,336
Provision for warranty	600	-	600
Impairment loss on property, plant and equipment and intangible assets	134	(1)	133
Total	146,349	(10,044)	136,305
Deferred tax liabilities			
Property, plant and equipment	(59,531)	381	(59,150)
Total	(59,531)	381	(59,150)
Net	86,818	(9,663)	77,155

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	At 1 January 2019	Separate financial statements (Charged) / credited to:		At 30 June 2019
		Profit or loss (note 15) (in thousand Baht)	Other comprehensive income (note 9)	
Deferred tax assets				
Allowance for doubtful accounts	21,503	686	-	22,189
Allowance for decline in value of inventories	8,385	(4,179)	-	4,206
Provision for employee benefit	23,695	4,962	-	28,657
Provision for provident funds	6,658	(823)	-	5,835
Provision for warranty	1,000	(1,000)	-	-
Impairment loss on property, plant and equipment and intangible assets	133	(26)	-	107
Total	61,374	(380)	-	60,994
Deferred tax liabilities				
Property, plant and equipment	(58,756)	201	(2,650)	(61,205)
Total	(58,756)	201	(2,650)	(61,205)
Net	2,618	(179)	(2,650)	(211)

	At 1 January 2018	Separate financial statements (Charged) / credited to:		At 30 June 2018
		Profit or loss (note 15) (in thousand Baht)		
Deferred tax assets				
Allowance for doubtful accounts	33,949	(8,720)		25,229
Allowance for decline in value of inventories	6,620	(252)		6,368
Provision for employee benefit	27,556	1,518		29,074
Provision for provident funds	10,837	(559)		10,278
Provision for warranty	600	-		600
Impairment loss on property, plant and equipment and intangible assets	133	-		133
Total	79,695	(8,013)		71,682
Deferred tax liabilities				
Property, plant and equipment	(59,531)	381		(59,150)
Total	(59,531)	381		(59,150)
Net	20,164	(7,632)		12,532

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Deferred tax assets arising from temporary differences that have not been recognised in the financial statements were as follows:

	Consolidated Financial statements		Separate Financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Reserve arising from business combination under common control	68,188	77,929	-	-

11 Interest-bearing liabilities

	Consolidated Financial statements		Separate Financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Current</i>				
Bank overdrafts and short-term loans from financial institutions				
- unsecured	220,218	364,003	220,215	309,000
Current portion of debentures				
- unsecured	300,000	800,000	300,000	800,000
Other short-term loans				
- Bill of exchange – net	304,133	287,023	304,133	287,023
	824,351	1,451,026	824,348	1,396,023
<i>Non-current</i>				
Debentures – unsecured	1,350,000	1,350,000	1,350,000	1,350,000
	1,350,000	1,350,000	1,350,000	1,350,000
Total	2,174,351	2,801,026	2,174,348	2,746,023

	Consolidated and Separate financial statements	
	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>	
<i>Bill of exchange</i>		
Bill of exchange	310,000	300,000
Less Unamortised discount from bill of exchange	(5,109)	(10,688)
Less Unamortised transaction cost from issuing bill of exchange	(758)	(2,289)
Bill of exchange - net	304,133	287,023

As at 30 June 2019 the Group had bank overdrafts bearing interest at MOR rates of 6.87% to 7.12% per annum (31 December 2018: 6.87% to 7.20% per annum).

As at 30 June 2019 the Group and the Company had unutilised credit facilities totalling Baht 87 million (31 December 2018: Baht 87 million).

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Debenture

As at 30 June 2019 and 31 December 2018 the Group and the Company had debentures as detailed below;

	Consolidated		Separate	
	Financial statements		Financial statements	
	30	31	30	31
	June	December	June	December
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Balance at the end of period/year	1,650,000	2,150,000	1,650,000	2,150,000
Less Current portion of debentures	300,000	800,000	300,000	800,000
Debentures - net of current portion	<u>1,350,000</u>	<u>1,350,000</u>	<u>1,350,000</u>	<u>1,350,000</u>

Debenture issued by Singer Thailand Public Company Limited.

The Board of Directors meeting of the Company on 18 February 2016 passed a resolution approving the issuance of unsecured and senior debentures in the amount of Baht 500 million at face value of Baht 1,000, interest rate at 4.00% per annum. The Company issued the debenture on 29 April 2016 and maturity date of debenture is 29 April 2019. This debenture was repayment on 29 April 2019.

12 Warrants

The significant information of warrants are as follows:

1) Warrants SINGER-W1

Grant date:	17 May 2019
Number of warrants offered:	65,752,617 units
Offered price per unit:	Baht 0 (zero Baht)
Term of warrants:	Not exceeding 2 years from the date of initial offer of the warrants
Exercise rate:	1 unit of warrant per 1 ordinary share
Exercise price:	7 Baht/share
Number of reserved shares:	65,752,617 shares
Expired date of warrants:	23 April 2021

2) Warrants SINGER-W2

Grant date:	17 May 2019
Number of warrants offered:	65,752,617 units
Offered price per unit:	Baht 0 (zero Baht)
Term of warrants:	Not exceeding 4 years from the date of initial offer of the warrants
Exercise rate:	1 unit of warrant per 1 ordinary share
Exercise price:	14 Baht/share
Number of reserved shares:	65,752,617 shares
Expired date of warrants:	21 April 2023

During the three-month and six-month periods ended 30 June 2019, the Company has not received share subscription from warrants SINGER-W1 and SINGER-W2.

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13 Share capital

<i>Six-month period ended 30 June</i>	Par value per share (in Baht)	2019		2018	
		Number	Amount	Number	Amount
		(in thousand shares / thousand Baht)			
<i>Authorised</i>					
At 1 January					
- ordinary shares	1	270,000	270,000	270,000	270,000
Issue of new shares	1	432,000	432,000	-	-
At 30 June					
- ordinary shares	1	702,000	702,000	270,000	270,000
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	1	270,000	270,000	270,000	270,000
Issue of new shares	1	131,505	131,505	-	-
At 30 June					
- ordinary shares	1	401,505	401,505	270,000	270,000

Issue of ordinary shares

On 22 April 2019, the Company received proceeds of Baht 643 million from the issuance and allocation of 131,505,235 shares at par value of Baht 1 offered to the existing shareholders by rights offering at the ratio of 5 existing ordinary shares to 4 new ordinary shares, at offering price of Baht 4.89 per share. The resulting share premium amounted to Baht 510 million (net of issued shares expenses of Baht 1.53 million). The Extraordinary General Meeting of Shareholders held on 27 February 2019 resolved to increase the Company's registered capital in the amount of not exceeding Baht 432 million by issuing the ordinary shares in the amount not exceeding 432 million shares at par value of Baht 1 per share. The meeting resolved to allocate 216 million shares at par value of Baht 1 per share for increasing in capital, 108 million shares at par value of Baht 1 per share to reserve for exercising of SINGER-W1 and 108 million shares at par value of 1 to reserve for the exercising of SINGER-W2. The Company offered warrants without charge to the existing shareholders who subscribed and allotted the newly issued shares at the ratio of 2 newly issued ordinary shares to 1 unit of warrant. The Company registered the increase in authorised share capital and issued paid-up new share capital with Ministry of Commerce on 23 April 2019.

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14 Segment information and disaggregation of revenue

The Group's operations and main revenue streams are described in the last annual financial statements. The Group's main revenue is derived from sales of electronic appliances, commercial products, mobile phones, hire-purchase of home appliances, commercial products, mobile phones, hire-purchase of vehicle, loan receivables with vehicle collateral, repair and maintenance service of electronic appliances, provides debt collection service to related party, and life and non-life insurance broker.

	Consolidated financial statements				
	Trade sales	Hire-purchase and loans	Service and others <i>(in thousand Baht)</i>	Eliminations	Total
<i>Three-month period ended 30 June 2019</i>					
Revenue from sale of goods					
- External revenue	22,145	388,806	567	-	411,518
- Inter-segment revenue	323,575	-	-	(323,575)	-
Other income					
- External revenue	8,387	239,580	21,572	-	269,539
- Inter-segment revenue	52,861	-	59,259	(112,120)	-
Total segment revenue	406,968	628,386	81,398	(435,695)	681,057
Finance costs	33,166	35,702	6	(35,704)	33,170
Segment profit (loss) before tax	(16,063)	62,634	1,537	-	48,108
Segment assets as at 30 June 2019	1,735,203	3,721,988	54,198	(525,250)	4,986,139

	Consolidated financial statements				
	Trade sales	Hire-purchase and loans	Service and others <i>(in thousand Baht)</i>	Eliminations	Total
<i>Three-month period ended 30 June 2018</i>					
Revenue from sale of goods					
- External revenue	63,039	444,569	3,368	-	510,976
- Inter-segment revenue	448,589	9,605	-	(458,194)	-
Other income					
- External revenue	49,184	189,345	10,230	-	248,759
- Inter-segment revenue	27,124	-	12,323	(39,447)	-
Total segment revenue	587,936	643,519	25,921	(497,641)	759,735
Finance costs	29,676	12,055	313	(12,362)	29,682
Segment profit (loss) before tax	65,015	(27,146)	(163)	-	37,706
Segment assets as at 31 December 2018	1,657,887	3,778,402	61,439	(405,190)	5,092,538

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	Consolidated financial statements				
	Trade sales	Hire-purchase and loans	Service and others	Eliminations	Total
	<i>(in thousand Baht)</i>				
Six-month period ended 30 June 2019					
Revenue from sale of goods					
- External revenue	30,771	712,145	2,241	-	745,157
- Inter-segment revenue	597,007	-	-	(597,007)	-
Other income					
- External revenue	15,080	479,099	45,077	-	539,256
- Inter-segment revenue	105,421	-	69,572	(174,993)	-
Total segment revenue	748,249	1,191,244	116,890	(772,000)	1,284,413
Finance costs	69,970	71,801	6	(71,409)	70,368
Segment profit (loss) before tax	(37,050)	124,292	1,831	-	89,073
Segment assets as at 30 June 2019	1,735,203	3,721,988	54,198	(525,250)	4,986,139

	Consolidated financial statements				
	Trade sales	Hire-purchase and loans	Service and others	Eliminations	Total
	<i>(in thousand Baht)</i>				
Six-month period ended 30 June 2018					
Revenue from sale of goods					
- External revenue	135,322	748,386	4,571	-	888,279
- Inter-segment revenue	760,276	34,516	-	(794,792)	-
Other income					
- External revenue	74,210	357,685	19,792	-	451,687
- Inter-segment revenue	53,148	-	39,617	(92,765)	-
Total segment revenue	1,022,956	1,140,587	63,980	(887,557)	1,339,966
Finance costs	45,157	25,451	434	(25,880)	45,162
Segment profit (loss) before tax	46,295	(169,485)	(5,413)	-	(128,603)
Segment assets as at 31 December 2018	1,657,887	3,778,402	61,439	(405,190)	5,092,538

Disaggregation of revenue

Geographical segments

The Group is managed and operates principally in Thailand. There are no revenues derived from, or assets located in, foreign countries.

Timing of revenue recognition

The Group recognised the main revenue at a point time.

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15 Income tax expense

Income tax recognised in profit or loss

		Consolidated		Separate	
		financial statements		financial statements	
<i>Three-month period ended 30 June</i>	<i>Note</i>	2019	2018	2019	2018
		<i>(in thousand Baht)</i>			
<i>Current tax expense</i>					
Current period		(2,878)	812	(3,304)	3,582
<i>Deferred tax expense</i>					
Movements in temporary differences		<u>(1,509)</u>	<u>(5,490)</u>	<u>205</u>	<u>262</u>
Total		(4,387)	(4,678)	(3,099)	3,844

Six-month period ended 30 June

Current tax expense					
Current period		(2,880)	3,832	(3,305)	3,581
Deferred tax expense	<i>10</i>				
Movements in temporary differences		<u>(591)</u>	<u>9,663</u>	<u>179</u>	<u>7,632</u>
Total		<u>(3,471)</u>	<u>13,495</u>	<u>(3,126)</u>	<u>11,213</u>

Income tax recognised in other comprehensive income

<i>Six-month period ended 30 June</i>	Consolidated and separate financial statements					
	Before tax	2019 Tax expense (note 9)	Net of tax	Before tax	2018 Tax expense	Net of tax
<i>(in thousand Baht)</i>						
Revaluation of property, plant and equipment	13,250	(2,650)	10,600	-	-	-
Total	<u>13,250</u>	<u>(2,650)</u>	<u>10,600</u>	<u>-</u>	<u>-</u>	<u>-</u>

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Reconciliation of effective tax rate
Six-month period ended 30 June

	Consolidated financial statements			
	2019		2018	
	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)
Profit (loss) before income tax expense		89,073		(128,603)
Income tax using the Thai corporation tax rate	20	17,815	20	(25,721)
Effect of income tax from subsidiaries		-		235
Elimination in consolidated financial statement		(19,867)		-
Utilisation of previously unrecognized deferred tax asset		(9,741)		(9,741)
Expense difference between accounting and tax		(10,034)		2,082
Expenses not deductible for tax purposes		1,419		16,955
Double deduction expense for tax purposes		(500)		(452)
Over provided tax expense in prior period		(3,304)		-
Current year loss for which no deferred tax asset was recognised		20,741		30,137
Total	(3.90)	(3,471)	(10.49)	13,495

Reconciliation of effective tax rate
Six-month period ended 30 June

	Separate financial statements			
	2019		2018	
	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)
Profit (loss) before income tax expense		(37,050)		46,294
Income tax using the Thai corporation tax rate	20	(7,410)	20	9,259
Expense difference between accounting and tax		93		220
Expenses not deductible for tax purposes		676		2,156
Double deduction expense for tax purposes		(349)		(422)
Over provided tax expense in prior period		(3,304)		-
Current year loss for which no deferred tax asset was recognised		7,168		-
Total	8.44	(3,126)	24.22	11,213

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16 Earnings (loss) per share

Basic earnings (loss) per share

The calculations of basic earnings (loss) per share for the three-month and six-month periods ended 30 June 2019 and 2018 were based on the profit (loss) for the periods attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
<i>For the three-month periods ended 30 June</i>	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) attributable to equity holders of the Company (basic)	52,495	42,384	(12,964)	61,169
Number of ordinary shares outstanding at 1 January	270,000	270,000	270,000	270,000
Effect of shares issued on 23 April 2019	131,505	-	131,505	-
Weighted average number of ordinary shares outstanding (basic)	369,713	270,000	369,713	270,000
Basic earnings (loss) per share (in Baht)	0.14	0.16	(0.04)	0.23

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
<i>For the six-month periods ended 30 June</i>	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) attributable to equity holders of the Company (basic)	92,544	(142,098)	(33,924)	35,081
Number of ordinary shares outstanding at 1 January	270,000	270,000	270,000	270,000
Effect of shares issued on 23 April 2019	131,505	-	131,505	-
Weighted average number of ordinary shares outstanding (basic)	320,132	270,000	320,132	270,000
Basic earnings (loss) per share (in Baht)	0.29	(0.53)	(0.11)	0.13

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Diluted earnings (loss) per share

The calculation of diluted earnings (loss) per share for the three-month and six-month periods ended 30 June 2019 and 2018 were based on the profit (loss) for the periods attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated financial statements		Separate financial statements	
<i>For the three-month periods ended 30 June</i>	2019	2018	2019	2018
	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) attributable to equity holders of the Company (diluted)	52,495	42,384	(12,964)	61,169
Number of ordinary shares outstanding at 1 January	270,000	270,000	270,000	270,000
Effect of shares issued on 23 April 2019	131,505	-	131,505	-
Weighted average number of ordinary shares outstanding (diluted)	369,713	270,000	369,713	270,000
Diluted earnings (loss) per share (in Baht)	0.14	0.16	(0.04)	0.23

	Consolidated financial statements		Separate financial statements	
<i>For the six-month periods ended 30 June</i>	2019	2018	2019	2018
	<i>(in thousand Baht / thousand shares)</i>			
Profit (loss) attributable to equity holders of the Company (diluted)	92,544	(142,098)	(33,924)	35,081
Number of ordinary shares outstanding at 1 January	270,000	270,000	270,000	270,000
Effect of shares issued on 23 April 2019	131,505	-	131,505	-
Weighted average number of ordinary shares outstanding (diluted)	320,132	270,000	320,132	270,000
Diluted earnings (loss) per share (in Baht)	0.29	(0.53)	(0.11)	0.13

The Company did not include warrants to purchase shares for computation the diluted earnings per share for the three-month and six-month periods ended 30 June 2019 because the weighted average market share price during the period was lower than the exercise price of warrants to purchase shares.

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17 Financial instruments

17.1 Carrying amount and fair values

The following table shows the carrying amounts and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

		Consolidated financial statements/ Separate financial statements		
	Carrying amount	Fair value		
		Level 2	Level 3	Total
		(in thousand Baht)		
30 June 2019				
Land and buildings	395,469	-	395,469	395,469
31 December 2018				
Land and buildings	384,101	-	384,101	384,101

The Company determines Level 2 fair values for debt securities by referencing net assets value promulgated by such funds.

The fair value measurement for land and buildings have been categorised as a Level 3 fair value based on the inputs to the valuation technique used, using the market comparison approach. The value of the buildings was estimated using the cost of replacement, new less depreciation of the building, then the difference between the open market value and the building valuation was taken as the value of land. The fair value of land and buildings were determined by external, independent property valuers, having appropriate recognised professional qualifications and recent experience in the location and category of the property being valued.

17.2 Financial instruments not measured at fair value

Fair values of financial liabilities, together with the carrying values shown in the consolidated and separate statement of financial position at 30 June 2019 and 31 December 2018 were as follows:

	Consolidated financial statements		Separate financial statements	
	Carrying amount	Fair value	Carrying amount	Fair value
<i>(in thousand Baht)</i>				
30 June 2019				
Debenture	1,650,000	1,644,400	1,650,000	1,644,400
31 December 2018				
Debenture	2,150,000	2,143,583	2,150,000	2,143,583

The Group determines Level 2 fair values for over-the-counter securities based on bank quotes.

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18 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Capital commitments</i>				
Contracted but not provided for software	1,375	4,475	1,375	3,905
Total	1,375	4,475	1,375	3,905

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Non-cancellable operating lease commitments</i>				
Within one year	44,017	44,331	42,055	42,941
After one year but within five years	31,878	42,018	29,618	39,846
After five years	2,201	2,387	2,201	2,387
Total	78,096	88,736	73,874	85,174

The Group has commitment relating to rental agreements of office buildings, shop buildings, warehouse, vehicles and office equipment. The rental fees, terms and conditions are as described in the agreements.

	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
<i>Other commitments</i>				
Purchase orders for goods and services	440,778	294,651	440,481	294,607
Bank guarantees	4,020	1,180	4,180	1,020
Total	444,798	295,831	444,661	295,627

The Company has committed with the local banks for letters of guarantee issued in favour of a local company and a state enterprise for guarantee the payment of goods and postage service that are their requirement for every customers to deal with them.

There are no material changes with trade name and trademark license agreements during the period.

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19 Contingent liabilities

As at 30 June 2019, the Company has litigation cases as follow:

Patent infringement

On 4 May 2018, a company (“Plaintiff”) filed a lawsuit against to the Company with three other defendants in a joint patent infringement case, and requested the damages in the amount of Baht 100 million. According to the indictment, plaintiff claimed to be the owner of an invention patent concerning one device in the product that the Company hired first defendant to produce under the sale contract of automatic fuel vending machine.

Regarding the sale contract of automatic fuel vending machine, the Company is only the buyer of the first defendant and the plaintiff has asserted that plaintiff is the owner of copyright, patent, and petty patent which licensed or legally represented by the real owner of a copyright, a patent, a petty patent in goods and equipment. Besides, the first defendant will be solely responsible for any damage to the Company or its customers or outsiders in the case of products be alleged as piracy, patent infringement, or petty patent.

The Company assigned the attorney-at-law to apply statement of defence on 5 July 2018. Then, on 3 September 2018, the Court fixed the day for settlement of issues and scheduled to take evidence from the plaintiff and the defendant.

On 25 June 2019 which was the first day of taking evidence by the Plaintiff, the Defendant no.1 and Defendant no.2 which were the third persons and the product sellers who sold the product to the Company lodged the motion to the Court stating that the Plaintiff in this lawsuit has filed the criminal case for the Patent Infringement in the Intellectual Property Court which was relating to this case, thus, they required the Court to temporarily dismiss this case from the Court’s directory in order to wait for the final decision in the criminal case. The Court considered and viewed that, in order for both parties to have full opportunity in the contention, the Court then temporarily dismissed this case from the Court’s directory and canceled the day scheduled for taking evidence by all defendants.

In this regard, there was no evidence taken into the Court’s discretion in such lawsuit and the Court ordered to temporarily dismiss the case from the Court’s directory in order to wait for the final decision in the criminal case. The result and tendency of the case are uncertain. Therefore, the Company is unable to estimate its effects at the present, and the Company then has not recorded the provision for legal claim damage which may incur from this incident in the financial statement.

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20 Event after the reporting period

Debenture issued by Singer Thailand Public Company Limited

On 20 April 2018, the Annual General meeting of the Company passed a resolution approving the plan of debenture issuance for the year 2019 with the issuance size limit not to exceed Baht 5,000 million. On 25 July 2019, the Company issued unsubordinated and unsecured debentures of Baht 1,500 million at face value of Baht 1,000, interest rate at 6.00% per annum. The debentures will mature on 25 July 2022.

21 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new and revised TFRS which are relevant to the Group's operations are expected to have significant impact on the consolidated and separate financial statements on the date of initial application. Those TFRS which become effective for annual financial reporting periods beginning on or after 1 January 2020 are as follows:

TFRS	Topic
TFRS 7*	Financial Instruments: Disclosures
TFRS 9*	Financial Instruments
TFRS 16	Leases
TAS 32*	Financial Instruments: Presentation
TFRIC 19*	Extinguishing Financial Liabilities with Equity Instruments

* *TFRS - Financial instruments standards*

(a) TFRS - Financial instruments standards

These TFRSs establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. When these TFRSs are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

(b) TFRS 16 Leases

TFRS 16 introduces a single lessee accounting model for lessees. A lessee recognises a right-of-use asset and a lease liability. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard, i.e. lessors continue to classify leases as finance or operating leases. When this TFRS is effective, some accounting standards and interpretations which are currently effective will be cancelled.

Management is presently considering the potential impact of adopting and initially applying those TFRSs on the financial statements.