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| **1 General information** |

R&B Food Supply Public Company Limited (“the Company”) is incorporated and resident in Thailand. The address of the Company’s registered office is as follows:

Head office: 3395 Soi Ladprao 101 (Wadbuengthonglang) Klongchan, Bangkapi, Bangkok 10240.

For reporting purpose, the Company and its subsidiaries are referred to as “the Group”.

The principal business operations of the Company and its subsidiaries (“the Group”) are manufacturing and trading of bread products, colour, fragrances and chemicals, which are used in food, beverage, consumer product industries and hotel business.

The interim consolidated and separate financial information are presented in Thai Baht, unless otherwise stated.

This interim consolidated and separate financial information has been reviewed, not audited.

This interim consolidated and separate financial information were authorised for issue by the Board of Directors on   
11 November 2019.

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| **2 Basis of preparation** |

The interim consolidated and separated financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2018.

An English version of these interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

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| **3 Accounting policies** |

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2018, except as described in note 4.

**3.1 New and amended financial reporting standards that are relevant and have significant impacts to the Group**

Financial reporting standards effective on 1 January 2020

a) Financial instruments

The new financial reporting standards relate to financial instruments are:

|  |  |
| --- | --- |
| TAS 32 | Financial instruments: Presentation |
| TFRS 7 | Financial Instruments: Disclosures |
| TFRS 9 | Financial Instruments |
| TFRIC 16 | Hedges of a Net Investment in a Foreign Operation |
| TFRIC 19 | Extinguishing Financial Liabilities with Equity Instruments |

These new standards addresses the classification, measurement and derecognition of financial assets and financial liabilities, impairment of financial assets, hedge accounting, and presentation and disclosure of financial instruments.

b) TFRS 16, Leases

TFRS 16 will result in almost all leases where the Group and the company is a lessee being recognised on the balance sheet as the distinction between operating and finance lease is removed. An asset (the right to use the leased item) and financial liability to pay rentals are recognised, with exception on short-term and low-value leases.

The Group has not early adopted the new and amended Thai Financial Reporting Standards and is currently assessing the impacts from these standards.

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| **4 Change in accounting policies** |

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| TFRS 15, Revenue from contracts with customers |

The Group and the company has adopted the new Thai Financial Reporting Standards (TFRS) no. 15, Revenue from contracts with customers from 1 January 2019 under the modified retrospective approach and the comparative figures have not been restated. However, the management assessed that the above change in accounting policy do not have significant impact to the Group and did not restate the beginning balance of retained earnings.

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| **5 Estimates** |

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2018.

Change in estimates from prior report

In preparing this interim financial information, estimation on useful lives of factory, office and hotel buildings were changed from those that were applied for financial statements for the year ended 31 December 2018.

On 1 July 2019, the Group and the Company changed the estimated useful life of factory, office, and hotel buildings from 20 years to 20 - 55 years.

The Group and the Company recognised change in accounting estimates on prospective basis. The effects of change in accounting estimates to the interim consolidated financial information and the interim separate financial information as at 30 September 2019 are as follows;

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Consolidated financial information** | | |
|  | **Previous book value** | **Current book value** | **Change** |
| **Statement of Financial Position** |  |  |  |
| Cost | 588,635,647 | 588,635,647 | - |
| Less Impairment charge | (6,002,708) | (6,002,708) | - |
| Less Depreciation charge | (219,577,426) | (218,056,350) | 1,521,076 |
| Closing net book amount | 364,605,587 | 366,126,663 | 1,521,076 |

|  |  |  |  |
| --- | --- | --- | --- |
| **Statement of Comprehensive Income** |  |  |  |
| Depreciation charge | 18,498,425 | 16,977,349 | (1,521,076) |

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Separate financial information** | | |
|  | **Previous book value** | **Current book value** | **Change** |
| **Statement of Financial Position** |  |  |  |
| Cost | 261,334,108 | 261,334,108 | - |
| Less Depreciation charge | (121,403,400) | (120,270,389) | 1,133,011 |
| Closing net book amount | 139,930,708 | 141,063,719 | 1,133,011 |

|  |  |  |  |
| --- | --- | --- | --- |
| **Statement of Comprehensive Income** |  |  |  |
| Depreciation charge | 8,181,355 | 7,048,344 | (1,133,011) |

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| **6 Segment and revenue information** |

The Group’s Chief Operating Decision Makers identifies reportable segments of its business to examine the Group’s performance by dividend follow the location of revenue as follows the revenues from domestic and overseas which include production and trading business and hotel business.

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Consolidated financial information** | | | | | | | | | | |
|  | **Domestic revenues** | | | | | **Overseas revenues** | | |  | | |
|  | **Production and trading** | | **Hotel Business** | | | **Production and trading** | | | **Total** | | |
| **For the nine-month period ended** | **30 September** | **30 September** | | **30 September** | **30 September** | | **30 September** | **30 September** | | **30 September** | **30 September** | |
|  | **2019** | **2018** | | **2019** | **2018** | | **2019** | **2018** | | **2019** | **2018** | |
|  | **Baht** | **Baht** | | **Baht** | **Baht** | | **Baht** | **Baht** | | **Baht** | **Baht** | |
|  |  |  | |  |  | |  |  | |  |  | |
| Segment revenues | 1,878,011,819 | 1,839,259,771 | | 63,527,193 | 77,127,386 | | 390,810,300 | 313,340,361 | | 2,332,349,312 | 2,229,727,518 | |
| Less Inter-segment revenues | (153,211,551) | (166,080,379) | | (27,230) | (7,200) | | (80,218,886) | (47,972,598) | | (233,457,667) | (214,060,177) | |
|  |  |  | |  |  | |  |  | |  |  | |
| **Revenue from external customers** | 1,724,800,268 | 1,673,179,392 | | 63,499,963 | 77,120,186 | | 310,591,414 | 265,367,763 | | 2,098,891,645 | 2,015,667,341 | |
|  |  |  | |  |  | |  |  | |  |  | |
| **Segment profit or loss** | 774,312,101 | 667,776,674 | | (15,644,872) | (10,231,909) | | 56,452,181 | 62,174,556 | | 815,119,410 | 719,719,321 | |
|  |  |  | |  |  | |  |  | |  |  | |
| Other income |  |  | |  |  | |  |  | | 4,704,437 | 8,350,661 | |
| Selling expenses |  |  | |  |  | |  |  | | (140,234,500) | (142,701,449) | |
| Administrative expenses |  |  | |  |  | |  |  | | (340,337,200) | (282,733,652) | |
| Finance costs |  |  | |  |  | |  |  | | (22,104,255) | (12,823,974) | |
|  |  |  | |  |  | |  |  | |  |  | |
| **Profit before income tax** |  |  | |  |  | |  |  | | 317,147,892 | 289,810,907 | |
| Income tax |  |  | |  |  | |  |  | | (63,947,751) | (59,134,696) | |
|  |  |  | |  |  | |  |  | |  |  | |
| **Net profit for the period** |  |  | |  |  | |  |  | | 253,200,141 | 230,676,211 | |
|  |  |  | |  |  | |  |  | |  |
| **Timing of revenue recognition** |  |  | |  |  | |  |  | |  |  | |
| At a point in time | 1,724,800,268 | 1,673,179,392 | | 20,683,710 | 26,385,902 | | 307,913,004 | 263,526,066 | | 2,053,396,982 | 1,963,091,360 | |
| Over time | - | - | | 42,816,253 | 50,734,284 | | 2,678,410 | 1,841,697 | | 45,494,663 | 52,575,981 | |
|  |  |  | |  |  | |  |  | |  |  | |
| **Total revenue** | 1,724,800,268 | 1,673,179,392 | | 63,499,963 | 77,120,186 | | 310,591,414 | 265,367,763 | | 2,098,891,645 | 2,015,667,341 | |

During the period, the Group has a main external customer whose sales accounted to be 17% of total revenues from sales and rendering services respectively, which was domestic production and trading revenues. Total revenue from this customer was Baht 338,373,873. (For the nine-month period ended 30 September 2018: Two main customers whose sales accounted to be 15% and 10% of the Group's total revenue from sales and rendering services, respectively or Baht 498,446,229).

Majority of non-current assets were located in resident country. The Group’s non-current assets located overseas were insignificant.

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| **7 Fair value** |

The Group and the Company had no outstanding balance of financial instruments carried at the fair value as at 30 September 2019 and 31 December 2018.

|  |
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| **8 Short-term investments** |

As of 30 September 2019, information relating to short-term investments is as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated financial information** | | | |
|  | **As of 30 September 2019** | | **As of 31 December 2018** | |
|  | **Cost** | **Fair value** | **Cost** | **Fair value** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| **Short-term investments** |  |  |  |  |
| Deposits | 6,070,230 | 6,070,230 | 13,185,082 | 13,185,082 |
|  |  |  |  |  |
| Total short-term investments | 6,070,230 | 6,070,230 | 13,185,082 | 13,185,082 |

During the nine-month period ended 30 September 2019, the movement of short-term investments is as follows:

|  |  |
| --- | --- |
|  | **Consolidated financial information** |
|  | **Deposits** |
|  | **Baht** |
|  |  |
| Opening net book amount | 13,185,082 |
| Addition | 6,000,000 |
| Disposal | (13,114,852) |
|  |  |
| Ending net book amount | 6,070,230 |

Fixed deposits with financial institutions due over three months to twelve months have the effective interest rates at 1.00%   
per annum (31 December 2018: 1.00% - 1.30% per annum).

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| --- |
| **9 Trade and other receivables** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Trade receivables - other companies | 612,445,674 | 626,820,494 | 444,596,413 | 424,294,693 |
| Trade receivables from related parties (Note 23) | - | 230,743 | 87,090,951 | 66,083,893 |
| Trade receivables - hotel business | 1,635,778 | 2,970,342 | - | - |
| Less Allowance for doubtful accounts | (17,783,248) | (31,225,400) | (15,092,736) | (28,136,288) |
|  |  |  |  |  |
| Trade receivables - net | 596,298,204 | 598,796,179 | 516,594,628 | 462,242,298 |
| Advance payments | 21,754,321 | 9,138,826 | 15,543,198 | 4,885,385 |
| Prepayments | 22,949,308 | 19,149,183 | 5,785,470 | 7,718,899 |
| Other receivables from related parties (Note 23) | 4,005,288 | - | 19,111,315 | 8,216,316 |
| Other receivables from other companies | 15,179,224 | 8,937,539 | - | - |
| Accrued income | 259,677 | 99,984 | 204,497 | 57,906 |
|  |  |  |  |  |
| Total trade and other receivables - net | 660,446,022 | 636,121,711 | 557,239,108 | 483,120,804 |

During nine-month period ended 30 September 2019, total amounts of receivables written-off during the period as uncollectible of the Group were Baht 20,897 (During nine-month period ended 30 September 2018: the Group and the Company have a total amounts of receivables written-off amounted to Baht 40,319).

Outstanding trade accounts receivable from third parties and related parties can be analysed as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Not yet due | 381,331,981 | 436,063,688 | 303,533,772 | 320,510,600 |
| Up to 3 months | 190,945,242 | 155,108,334 | 182,593,600 | 129,009,065 |
| 3 - 6 months | 22,153,941 | 6,434,281 | 27,462,826 | 10,542,526 |
| 6 - 12 months | 1,865,392 | 2,668,759 | 3,004,430 | 3,191,391 |
| Over 12 months | 17,784,896 | 29,746,517 | 15,092,736 | 27,125,004 |
|  |  |  |  |  |
|  | 614,081,452 | 630,021,579 | 531,687,364 | 490,378,586 |
| Less Allowance for doubtful accounts | (17,783,248) | (31,225,400) | (15,092,736) | (28,136,288) |
|  |  |  |  |  |
|  | 596,298,204 | 598,796,179 | 516,594,628 | 462,242,298 |

|  |
| --- |
| **10 Loans to related parties** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
| **Current** |  |  |  |  |
| Related parties |  |  |  |  |
| - Current portion of long-term loans |  |  |  |  |
| to related parties (Note 23) | - | - | 24,500,000 | 30,500,000 |
| - Short-term loans to related parties (Note 23) | - | - | 50,356,936 | - |
|  |  |  |  |  |
| Total | - | - | 74,856,936 | 30,500,000 |
|  |  |  |  |  |
| **Non-current** |  |  |  |  |
| Related parties |  |  |  |  |
| - Long-term loans to related parties (Note 23) | - | - | 67,041,667 | 126,416,667 |
|  |  |  |  |  |
| Total | - | - | 67,041,667 | 126,416,667 |
|  |  |  |  |  |
| **Total loans to related parties** | - | - | 141,898,603 | 156,916,667 |

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| **11 Inventories** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Finished goods | 426,957,352 | 411,648,222 | 270,763,149 | 270,173,779 |
| Raw materials | 248,136,042 | 266,416,496 | 118,022,583 | 149,497,067 |
| Packaging | 49,602,008 | 40,209,208 | 39,078,174 | 33,095,297 |
| Supplies | 11,744,295 | 14,147,543 | 9,950,498 | 12,439,866 |
|  |  |  |  |  |
| Total | 736,439,697 | 732,421,469 | 437,814,404 | 465,206,009 |
| Less Allowances for decrease |  |  |  |  |
| in value of inventories | (3,924,203) | (5,410,599) | (2,092,258) | (5,163,360) |
| Less Allowances for inventory obsolescence | (31,628,330) | (34,636,964) | (16,677,172) | (19,947,598) |
|  |  |  |  |  |
|  | 700,887,164 | 692,373,906 | 419,044,974 | 440,095,051 |
| Goods in transit | 45,140,681 | 50,511,815 | 37,211,625 | 43,646,691 |
|  |  |  |  |  |
| Total inventories - trading business - net | 746,027,845 | 742,885,721 | 456,256,599 | 483,741,742 |
|  |  |  |  |  |
| Food and beverages | 912,431 | 1,167,528 | - | - |
| Supplies | 1,937,217 | 1,985,699 | - | - |
|  |  |  |  |  |
| Total inventories - hotel business - net | 2,849,648 | 3,153,227 | - | - |
|  |  |  |  |  |
| Total inventories - net | 748,877,493 | 746,038,948 | 456,256,599 | 483,741,742 |

During nine-month period ended 30 September 2019, the Group and the Company reversed their allowance for diminution in value of inventories to net realisable value amounting to Baht 1,486,396 and Baht 3,071,102, respectively. (During nine-month period ended 30 September 2018: reversed their allowance for diminution in value of inventories amounting to Baht 751,997 and Baht 871,708, respectively) in the consolidated and separate statements of comprehensive income.

During nine-month period ended 30 September 2019, the Group and the Company recognised their allowance for obsolete inventories amounting to Baht 3,008,634 and Baht 3,270,426, respectively. (During nine-month period ended   
30 September 2018: recognised their allowance for obsolete inventories amounting to Baht 17,989,566 and Baht 11,633,744, respectively) in the consolidated and separate statements of comprehensive income.

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| **12 Investments in subsidiaries** |

|  |  |  |
| --- | --- | --- |
|  | **Separate financial information** | |
|  | **30 September** | **31 December** |
|  | **2019** | **2018** |
|  | **Baht** | **Baht** |
|  |  |  |
| Subsidiaries | 756,023,624 | 715,465,045 |
|  |  |  |
| Total investments in subsidiaries | 756,023,624 | 715,465,045 |

The investments of the Company and its subsidiaries as at the statements of financial position date are as follows:

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | **Proportion of ordinary shares held by**  **the Group** | | **Proportion of ordinary shares held by**  **non-controlling interests** | | **Amount of investments  in subsidiaries** | |
|  | **Country of** |  | **30 September** | **31 December** | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **Incorporation** | **Nature of** | **2019** | **2018** | **2019** | **2018** | **2019** | **2018** |
| **Company** | **or registration** | **business** | **%** | **%** | **%** | **%** | **Baht** | **Baht** |
|  |  |  |  |  |  |  |  |  |
| R&B Food Supply Vietnam |  |  |  |  |  |  |  |  |
| Limited Liability Company | Vietnam | Manufacturing   and trading | 100.00 | 100.00 | - | - | 22,762,000 | 22,762,000 |
| PT RBFood Supply Indonesia | Indonesia | Trading | 60.00 | 60.00 | 40.00 | 40.00 | 14,894,570 | 14,894,570 |
| PT RBFood Manufaktur Indonesia | Indonesia | Manufacturing   and trading | 80.00 | 80.00 | 20.00 | 20.00 | 36,278,932 | 9,087,266 |
| Thai Flavour and Fragrance Co., Ltd. | Thailand | Manufacturing   and trading | 99.99 | 99.99 | 0.01 | 0.01 | 187,970,392 | 187,970,392 |
| Premium Foods Co., Ltd. | Thailand | Manufacturing   and trading | 99.99 | 99.99 | 0.01 | 0.01 | 444,174,099 | 444,174,099 |
| Best Odour Co., Ltd. | Thailand | Manufacturing   and trading | 99.97 | 99.97 | 0.03 | 0.03 | 36,576,718 | 36,576,718 |
| Guanghzhou Thai Delicious Food  Co., Ltd. | Republic of China | Trading | 100.00 | - | - | - | 13,366,913 | - |
|  |  |  |  |  |  |  | 756,023,624 | 715,465,045 |

On 4 March 2019 and 23 April 2019, the Company paid for outstanding share at PT RBFood Manufaktur Indonesia amounting to Baht 22,674,625 and Baht 4,517,041, respectively.

On 14 August 2019, the Company paid for outstanding share at Guanghzhou Thai Delicious Food Co., Ltd. amounting to Baht 13,366,913.

At the Annual General Shareholders Meeting of Thai Flavour and Fragrance Co., Ltd., Premium Foods Co., Ltd, and Best Odour Co., Ltd on 24 April 2019, the shareholders approved the payment of annual dividend of each company from net profit for year ended 31 December 2018 at Baht 1.31 per share amounting to Baht 48 million, Baht 0.36 per share amounting to Baht 1.59 million, Baht 44.38 per share amounting to Baht 16.20 million, respectively. Total dividends are amounting to Baht 65.79 million. The dividends were distributed to the shareholders on 28 May 2019.

|  |
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| **13 Investment property** |

|  |  |  |
| --- | --- | --- |
|  | **Consolidated**  **financial information** | **Separate**  **financial information** |
| **For the nine-month period ended 30 September 2019** | **Land** | **Land building and building improvements** |
|  | **Baht** | **Baht** |
|  |  |  |
| Opening net book amount, net | - | 76,576,127 |
| Transferred from land, building and building improvements | 67,126,009 | 32,565,208 |
| Depreciation | - | (3,728,097) |
|  |  |  |
| Closing net book amount, net | 67,126,009 | 105,413,238 |
|  |  |  |
| Fair value | 126,800,000 | 129,717,550 |

The fair value of investment properties of the Group and the Company consist of land, building and building improvements. Land is assessed using market comparison approach. In addition, building and building improvements are assessed using income approach. The main input used by the Company pertains to the discount rate for investment property is estimated based on discounted cash flow projections, which reflects rental income at market rate. Net cash outflows that could be expected in respect of the property and discount rate is estimated based on a yield rate, considering capital structure and cost of fund of the company that are, in the opinion of the management, considered appropriate, including the appropriate risk premium and reflects current market assessments of the time value of money and risk adjusted which mainly are at the rates of 12% per annum.

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| **14 Property, plant and equipment and intangible assets** |

The movement of property, plant and equipment and intangible assets for the nine-month period ended 30 September 2019 is as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the nine-month period ended**  **30 September 2019** | **Property,**  **plant, and equipment** | **Intangible assets** | **Property,**  **plant, and equipment** | **Intangible assets** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Opening net book amount | 1,721,618,375 | 23,696,716 | 809,307,338 | 14,797,816 |
| Additions | 91,399,713 | 1,721,849 | 51,438,570 | 898,000 |
| Disposals/Write-offs | (1,389,258) | - | (19,923,149) | - |
| Depreciation and amortisation | (126,185,756) | (10,609,858) | (64,115,146) | (7,235,386) |
| Impairment charge | (11,551,213) | - | - | - |
| Transfer out to investment property | (67,126,009) | - | (32,565,208) | - |
| Currency translation difference | (30,514) | - | - | - |
|  |  |  |  |  |
| Closing net book amount | 1,606,735,338 | 14,808,707 | 744,142,405 | 8,460,430 |

At 30 September 2019, the Group and the Company pledged its partial land and buildings as collateral against borrowings from financial institutions (Note 16).

During the 2nd quarter of 2019, the impairment charge of Baht 11.55 million for property and equipment of two hotel businesses of the Group was recognised as expense during the period under administrative expenses in the statement of comprehensive income. Event and circumstances leading to impairment indicator is that both hotels have incurred recurring loss.   
The impairment loss was due to lower of the recoverable amount of assets (the higher of the value in use or fair value less costs of disposal) than carrying value of assets of hotel businesses, which was determined at the cash-generating unit level. Management determined recoverable amount from of the value in use, which were recently appraised by professional independent appraisers, who qualified as expert and hold a recognised relevant professional qualification certified by   
The Securities and Exchange Commission. Discount rate used in estimation of discounted cash-flow is 11%.

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| --- |
| **15 Trade and other payables** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Trade accounts payable - other companies | 200,120,287 | 204,456,627 | 153,606,776 | 168,746,317 |
| Trade accounts payable - related parties |  |  |  |  |
| (Note 23) | - | 23,009,240 | 13,515,337 | 31,044,202 |
| Other payables - other companies | 49,795,243 | 30,133,845 | 33,730,504 | 18,261,617 |
| Other payables - related parties (Note 23) | 2,188,613 | 3,959,162 | 6,485,782 | 3,543,335 |
| Amounts due to director (Note 23) | 7,723,426 | 1,311,296 | 6,179,350 | 689,423 |
| Accrued expenses | 55,322,286 | 73,441,381 | 34,907,999 | 46,902,989 |
| Room booking deposits | 1,423,219 | 1,952,942 | - | - |
|  |  |  |  |  |
| Total trade and other payables | 316,573,074 | 338,264,493 | 248,425,748 | 269,187,883 |

|  |
| --- |
| **16 Borrowings** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| **Current** |  |  |  |  |
| Bank overdrafts | 131 | - | - | - |
| Promissory note | 326,000,000 | 225,000,000 | 206,000,000 | 115,000,000 |
| Current portion of long-term borrowings |  |  |  |  |
| - Borrowings from financial institutions | 21,746,320 | 27,787,306 | 8,140,000 | 14,640,000 |
| - Finance lease obligations | 63,107 | 768,137 | - | 642,634 |
| - Borrowing from |  |  |  |  |
| Related parties (Note 23) | 141,277,537 | 34,345,854 | 109,458,537 | 10,945,854 |
|  |  |  |  |  |
| Total current borrowings | 489,087,095 | 287,901,297 | 323,598,537 | 141,228,488 |
|  |  |  |  |  |
| **Non-current** |  |  |  |  |
| Borrowings from financial institutions | 59,517,217 | 74,267,078 | 15,680,000 | 20,160,000 |
| Finance lease obligations | 37,412,089 | 34,668,442 | 35,187,702 | 32,835,396 |
| Borrowing from related parties (Note 23) | 413,952,463 | 538,434,146 | 339,321,463 | 437,834,146 |
|  |  |  |  |  |
| Total non-current borrowings | 510,881,769 | 647,369,666 | 390,189,165 | 490,829,542 |
|  |  |  |  |  |
| **Total borrowings** | 999,968,864 | 935,270,963 | 713,787,702 | 632,058,030 |

Short-term borrowings from financial institutions are 3-month secured promissory notes in Thai Baht currency for operations. The promissory notes carry the interest rate at 2.40% - 4.53% per annum (31 December 2018: 2.40% - 4.75% per annum). The Group and the Company pledge its partial properties and land as collateral (Note 14).

Long-term borrowings from financial institutions are secured borrowings in Thai Baht currency from local banks of the Group and the Company in the amount of Baht 81.26 million and Baht 23.82 million, respectively. The borrowing carries interest rate at 4.00% - 6.25% per annum and is due for repayment in 4 - 51 monthly instalments of Baht 0.28 - 1.05 million per instalment. The Group and the Company pledge its partial properties and land as collateral (Note 14).

Movements in borrowings from financial institutions is analysed as follows:

|  |  |  |
| --- | --- | --- |
|  | **Consolidate**  **financial information** | **Separate**  **financial information** |
| **For the nine-month period ended 30 September 2019** | **Baht** | **Baht** |
|  |  |  |
| Opening book amount | 327,054,384 | 149,800,000 |
| Borrowings received during the period | 519,400,000 | 319,400,000 |
| Repayments made during the period | (439,190,847) | (239,380,000) |
|  |  |  |
| Closing book amount | 407,263,537 | 229,820,000 |

The Group and the Company have the following undrawn committed borrowing facilities:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Floating rate |  |  |  |  |
| - expiring within one year | 328,310,836 | 219,719,483 | 73,900,000 | 47,700,000 |
| - expiring beyond one year | 900,000 | 900,000 | - | - |

The facilities expiring within one year are annual facilities subject to review at various dates during year. The borrowing facilities have been arranged to help finance the proposed expansion of the Group and the Company activities.

|  |
| --- |
| **17 Employee benefit obligations** |

The movement in the defined benefit obligations for the nine-month period ended 30 September 2019 is as follows:

|  |  |  |
| --- | --- | --- |
|  | **Consolidated**  **financial information** | **Separate**  **financial information** |
| **For the nine-month period ended 30 September 2019** | **Baht** | **Baht** |
|  |  |  |
| At 1 January 2019 | 38,479,660 | 24,364,512 |
| Current service cost | 3,651,220 | 1,885,415 |
| Interest expense | 911,259 | 590,131 |
| Past service cost | 10,027,206 | 7,389,196 |
| Benefit paid | (206,400) | - |
|  |  |  |
| At 30 September 2019 | 52,862,945 | 34,229,254 |

|  |
| --- |
| **18 Income taxes** |

Income tax expense for nine-month periods ended 30 September 2019 and 30 September 2018 are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Current income tax | 65,592,974 | 63,831,342 | 55,117,289 | 48,638,311 |
| Deferred income tax | (1,645,223) | (4,696,646) | 1,367,362 | (2,134,717) |
|  |  |  |  |  |
| Total | 63,947,751 | 59,134,696 | 56,484,651 | 46,503,594 |

The interim income tax expense is accrued based on management’s estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate of the Group and the Company used is 20.18% and 16.05%, respectively. (The estimated tax rate of the Group and the Company for the prior interim period was 20.40% and 20.04%, respectively).

|  |
| --- |
| **19 Share capital** |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Previous** | **Number of** |  |  |  |
|  | **number of** | **shares after** | **Ordinary** | **Share** | **Total** |
|  | **Shares** | **splitting** | **shares** | **premium** |  |
|  |  |  | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |  |
| As at 1 January 2018 | 6,380,000 | 638,000,000 | 638,000,000 | 93,663,209 | 731,663,209 |
| Issue of shares | 8,420,000 | 842,000,000 | 842,000,000 | - | 842,000,000 |
|  |  |  |  |  |  |
| As at 30 September 2018 | 14,800,000 | 1,480,000,000 | 1,480,000,000 | 93,663,209 | 1,573,663,209 |
|  |  |  |  |  |  |
| As at 1 January 2019 | 14,800,000 | 1,480,000,000 | 1,480,000,000 | 93,663,209 | 1,573,663,209 |
|  |  |  |  |  |  |
| As at 30 September 2019 | 14,800,000 | 1,480,000,000 | 1,480,000,000 | 93,663,209 | 1,573,663,209 |

On 10 April 2018, the ordinary shareholders meeting of the Company has approved to increase authorised share capital from Baht 638 million (divided into 6,380,000 ordinary shares at Baht 100 par value) to Baht 1,480 million (divided into 14,800,000 ordinary shares at Baht 100 par value). All issued shares are fully paid. The Company registered the increase in authorised share capital with the Ministry of Commerce on 11 April 2018.

On 29 August 2018, the Extraordinary Meeting of shareholders of the Company has approved to change in its par value from Baht 100 per share to be Baht 1 per share resulting in the increase in ordinary shares from 14,800,000 shares to 1,480,000,000 shares and increase in authorised ordinary share capital from Baht 1,480 million (divided into 1,480,000,000 ordinary shares at Baht 1 par value) to Baht 2,000 million (divided into 2,000,000,000 ordinary shares at Baht 1 par value) for initial public offering (‘IPO’) when the Company registers with the Stock Exchange of Thailand.The Company registered the change in par value and the increase in authorised share capital with the Ministry of Commerce on  
3 September 2018.

The change in par value of ordinary shares resulted in adjusting for the weighted average of number of ordinary shares for calculation of basic earnings per share for nine-month period ended 30 September 2018 for comparative purposes as if the change in par value had occurred at the beginning of the earliest period report.

|  |
| --- |
| **20 Legal reserve** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
| **For the nine-month period ended/** | **2019** | **2018** | **2019** | **2018** |
| **for the year ended** | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Beginning balance | 77,000,000 | - | 77,000,000 | - |
| Appropriation during the period/year | 13,500,000 | 77,000,000 | 13,500,000 | 77,000,000 |
|  |  |  |  |  |
| Ending balance | 90,500,000 | 77,000,000 | 90,500,000 | 77,000,000 |

Under the Public Limited Company Act., B.E. 2535, the Company is required to set aside as a legal reserve at least   
5 percent of its net profit after accumulated deficit brought forward (if any) until the reserve is not less than 10 percent of the registered capital. The legal reserve is non-distributable.

|  |
| --- |
| **21 Dividends** |

At the Annual General Shareholders Meeting of the Company held on 8 May 2019 and the Board of Director Meeting of the Company held on 5 October 2019, the meetings approved the payment of annual dividend from net profit for year ended 31 December 2018 at Baht 0.17 per share, totalling Baht 246 million.

|  |
| --- |
| **22 Commitments** |

**Capital commitments**

Capital expenditure contracted for at the statement of financial position date but not recognised in the financial information is as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
| Property plant and equipment |  |  |  |  |
| - new office building and other improvement | 3,291,963 | 2,777,620 | 3,291,963 | 2,232,760 |
|  |  |  |  |  |
| Total | 3,291,963 | 2,777,620 | 3,291,963 | 2,232,760 |

New office building and other improvement is warehouse located at Hitech Industrial Estate are expected to be completed by 4th quarter of 2019.

**Operating lease commitments**

The Group and the Company have operating lease commitments in respect of land and building rental with shareholders. In addition, the operating lease commitments in respect of office equipment rental and security services in the ordinary course of business were made with third parties.

The future aggregate minimum payments under non-cancellable operating commitments are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Not later than 1 year | 21,098,624 | 23,732,529 | 11,837,159 | 12,557,253 |
| Later than 1 year but not later than 5 years | 49,354,844 | 63,129,456 | 32,809,829 | 37,381,905 |
| Later than 5 years | 253,255,797 | 276,046,240 | 149,637,017 | 176,248,517 |
|  |  |  |  |  |
| Total | 323,709,265 | 362,908,225 | 194,284,005 | 226,187,675 |

|  |
| --- |
| **23 Related party transactions** |

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related-party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company is controlled by Ratanapoompinyo's family. Major shareholders includes Mr.Somchai Ratanapoompinyo, Mrs.Petchara Ratanapoompinyo, Janjida Ratanapoompinyo, M.D., Sanathorn Ratanapoompinyo, M.D., and JPS Holding Co., Ltd., together hold 99.99% of the Company's total ordinary shares.

Relationship of the Company and related parties is as follows:

|  |  |
| --- | --- |
| **Related parties** | **Relationship** |
|  |  |
| R&B Food Supply Vietnam Limited Liability Company | Subsidiary |
| PT RBFood Supply Indonesia | Subsidiary |
| Thai Flavour and Fragrance Co., Ltd. | Subsidiary |
| Premium Food Co., Ltd. | Subsidiary |
| Best Odour Co., Ltd. | Subsidiary |
| PT RBFood Manufaktur Indonesia | Subsidiary |
| Guangzhou Thai Delicious Food Co., Ltd. | Subsidiary |
| JPS Holding Co., Ltd. | Company under common control at shareholders level |
| Port Plus Co., Ltd. | Company under common control at shareholders level |
| Global Triumph Co., Ltd. | Company under common control at shareholders level |
| Translucence Co., Ltd. | Company under common control at shareholders level |
| Daphne Co., Ltd | Company under common control at shareholders level |
| Botanic delight Co., Ltd. | Related party |
| Petch Perm Sinn Co., Ltd. | Related party |

During the period, the Group and the Company have entered into a number of transactions with its subsidiaries and related companies. The terms of such transactions are negotiated between the parties in the ordinary course of business and according to normal trade conditions.

|  |  |
| --- | --- |
|  | **Terms and basis** |
|  |  |
| Sales of goods | Cost plus margin according to type of products |
| Rental income | Contract price value by independent appraiser and is in line with market |
| Service income | Cost plus margin |
| Other income - Commissions | Contractual price which is based on percentage of sales |
| Interest income | Contractual price |
| Purchase of goods | Cost plus margin according to type of products |
| Purchases of property, plant |  |
| and equipment | Contract price value by independent appraiser and is in line with market |
| Finance lease obligations | Contract price value by independent appraiser and is in line with market |
| Rental expenses | Contract price value by independent appraiser and is in line with market |
| Services expenses | Contractual price |
| Commission expense | Contractual price which is based on percentage of sales |
| Other expenses | Contractual price |
| Interest expense | Contractual price |

The following material transactions were carried out with related parties:

1. Sales of goods and service

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the three-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
| Sale of goods to: |  |  |  |  |
| Subsidiaries | --- | - | 51,198,986 | 50,295,971 |
| Company under common control | - | 3,115 | - | 3,115 |
|  |  |  |  |  |
|  | - | 3,115 | 51,198,986 | 50,299,086 |
|  |  |  |  |  |
| Property rental income from: |  |  |  |  |
| Subsidiaries | - | - | 2,174,800 | 3,513,453 |
|  |  |  |  |  |
|  | - | - | 2,174,800 | 3,513,453 |
|  |  |  |  |  |
| Service and other income from: |  |  |  |  |
| Subsidiaries | - | - | 6,331,934 | 6,875,650 |
|  |  |  |  |  |
|  | - | - | 6,331,934 | 6,875,650 |
|  |  |  |  |  |
| Interest income from: |  |  |  |  |
| Subsidiaries | - | - | 1,213,011 | 1,422,472 |
|  |  |  |  |  |
|  | - | - | 1,213,011 | 1,422,472 |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the nine-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
| Sale of goods to: |  |  |  |  |
| Subsidiaries | - | - | 193,946,473 | 155,229,414 |
| Company under common control |  |  |  |  |
| at shareholders level | - | 8,733,150 | - | 3,115 |
|  |  |  |  |  |
|  | - | 8,733,150 | 193,946,473 | 155,232,529 |
|  |  |  |  |  |
| Sale of property, plant and |  |  |  |  |
| equipment from: |  |  |  |  |
| Subsidiaries | - | - | 20,768,744 | - |
|  |  |  |  |  |
|  | - | - | 20,768,744 | - |
|  |  |  |  |  |
| Property rental income from: |  |  |  |  |
| Subsidiaries | - | - | 9,201,705 | 7,017,093 |
|  |  |  |  |  |
|  | - | - | 9,201,705 | 7,017,093 |
|  |  |  |  |  |
| Service and other income from: |  |  |  |  |
| Subsidiaries | - | - | 19,941,591 | 16,959,221 |
|  |  |  |  |  |
|  | - | - | 19,941,591 | 16,959,221 |
|  |  |  |  |  |
| Interest income from: |  |  |  |  |
| Subsidiaries | - | - | 3,659,189 | 4,415,771 |
|  |  |  |  |  |
|  | - | - | 3,659,189 | 4,415,771 |
|  |  |  |  |  |
| Dividend income from: |  |  |  |  |
| Subsidiaries | - | - | 65,785,029 | - |
|  |  |  |  |  |
|  | - | - | 65,785,029 | - |

1. Purchases of goods and services

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the three-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Purchase of goods from: |  |  |  |  |
| Subsidiaries | - | - | 13,418,434 | 16,769,914 |
| Company under common control  at shareholders level | - | 3,379,000 | - | 3,151,000 |
|  |  |  |  |  |
|  | - | 3,379,000 | 13,418,434 | 19,920,914 |
|  |  |  |  |  |
| Purchases of property, plant |  |  |  |  |
| and equipment from: |  |  |  |  |
| Related party | 2,899,065 | - | 2,899,065 | - |
|  |  |  |  |  |
|  | 2,899,065 | - | 2,899,065 | - |
|  |  |  |  |  |
| Land rental expenses to: |  |  |  |  |
| Shareholders | 5,282,891 | 4,456,352 | 2,205,298 | 3,361,128 |
|  |  |  |  |  |
|  | 5,282,891 | 4,456,352 | 2,205,298 | 3,361,128 |
|  |  |  |  |  |
| Service and other expenses to: |  |  |  |  |
| Subsidiaries | - | - | 4,829,548 | 4,232,551 |
| Related party | 63,084 | 6,894,785 | 63,084 | 6,894,785 |
|  |  |  |  |  |
|  | 63,084 | 6,894,785 | 4,892,632 | 11,127,336 |
|  |  |  |  |  |
| Interest expense to: |  |  |  |  |
| Company under common control  at shareholders level | 296,729 | 393,070 | - | - |
| Shareholders | 2,526,045 | 2,286,707 | 2,228,408 | 2,286,707 |
|  |  |  |  |  |
|  | 2,822,774 | 2,679,777 | 2,228,408 | 2,286,707 |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the nine-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Purchase of goods from: |  |  |  |  |
| Subsidiaries | - | - | 33,824,852 | 51,298,112 |
| Company under common control  at shareholders level | 7,528,151 | 16,386,856 | 7,528,151 | 13,170,996 |
|  |  |  |  |  |
|  | 7,528,151 | 16,386,856 | 41,353,003 | 64,469,108 |
|  |  |  |  |  |
| Purchases of property, plant |  |  |  |  |
| and equipment from: |  |  |  |  |
| Related party | 15,203,223 | - | 15,203,223 | - |
|  |  |  |  |  |
|  | 15,203,223 | - | 15,203,223 | - |
|  |  |  |  |  |
| Land rental expenses to: |  |  |  |  |
| Shareholders | 13,307,223 | 10,454,062 | 7,753,941 | 6,509,898 |
|  |  |  |  |  |
|  | 13,307,223 | 10,454,062 | 7,753,941 | 6,509,898 |
|  |  |  |  |  |
| Service and other expenses to: |  |  |  |  |
| Subsidiaries | - | - | 12,248,900 | 12,286,696 |
| Related party | 1,335,747 | 11,277,067 | 120,794 | 11,277,067 |
|  |  |  |  |  |
|  | 1,335,747 | 11,277,067 | 12,369,694 | 23,563,763 |
|  |  |  |  |  |
| Interest expense to: |  |  |  |  |
| Company under common control  at shareholders level | 965,002 | 1,193,916 | - | - |
| Shareholders | 9,163,790 | 4,202,814 | 8,284,372 | 4,202,814 |
|  |  |  |  |  |
|  | 10,128,792 | 5,396,730 | 8,284,372 | 4,202,814 |
|  |  |  |  |  |
| Dividend paid to: |  |  |  |  |
| Shareholders | 246,004,971 | - | 246,000,000 | - |
|  |  |  |  |  |
|  | 246,004,971 | - | 246,000,000 | - |

1. Outstanding balances arising from sales/purchases of goods and services

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
| Trade receivables and other |  |  |  |  |
| receivables from: |  |  |  |  |
| Subsidiaries | - | - | 102,202,266 | 74,069,466 |
| Company under common control  at shareholders level | 6,659 | 230,743 | 6,659 | 230,743 |
| Shareholders | 3,998,207 | - | 3,992,919 | - |
| Key management | 422 | - | 422 | - |
|  |  |  |  |  |
|  |  |  |  |  |
| Total receivables from related parties, net | 4,005,288 | 230,743 | 106,202,266 | 74,300,209 |
|  |  |  |  |  |
| Advance payment |  |  |  |  |
| Key management | 849,870 | 67,500 | 849,870 | 67,500 |
|  |  |  |  |  |
| Total advance payment | 849,870 | 67,500 | 849,870 | 67,500 |
|  |  |  |  |  |
| Prepaid expenses |  |  |  |  |
| Shareholders | - | 6,740,612 | - | 4,153,875 |
|  |  |  |  |  |
| Total prepaid expense | - | 6,740,612 | - | 4,153,875 |
|  |  |  |  |  |
| Trade payables and other payables to: |  |  |  |  |
| Subsidiaries | - | - | 17,812,506 | 13,068,273 |
| Company under common control  at shareholders level | - | 26,843,342 | - | 21,394,204 |
| Related party | 2,188,613 | 125,060 | 2,188,613 | 125,060 |
| Shareholders | 6,947,277 | 1,311,296 | 5,403,201 | 689,423 |
| Key management | 776,149 | - | 776,149 | - |
|  |  |  |  |  |
| Total payable from related parties, net | 9,912,039 | 28,279,698 | 26,180,469 | 35,276,960 |
|  |  |  |  |  |
| Accrued expenses |  |  |  |  |
| Shareholders | 363,327 | 1,730,313 | 363,327 | 387,549 |
| Key management | 23,443 | 32,460 | - | 27,461 |
|  |  |  |  |  |
| Total accrued expenses | 386,770 | 1,762,773 | 363,327 | 415,010 |
|  |  |  |  |  |
| Finance lease obligations |  |  |  |  |
| Shareholders | 37,152,063 | 35,346,597 | 35,187,702 | 33,478,020 |
|  |  |  |  |  |
| Total finance lease obligations | 37,152,063 | 35,346,597 | 35,187,702 | 33,478,020 |

1. Borrowings from related parties

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| **Company under common control:** |  |  |  |  |
| Opening book amount | 74,000,000 | 100,400,000 | - | - |
| Borrowings received during the |  |  |  |  |
| period/year | - | - | - | - |
| Borrowings repaid during the |  |  |  |  |
| period/year | (17,550,000) | (26,400,000) | - | - |
|  |  |  |  |  |
| Closing book amount | 56,450,000 | 74,000,000 | - | - |
|  |  |  |  |  |
| **Shareholders:** |  |  |  |  |
| Opening book amount | 498,780,000 | - | 448,780,000 | - |
| Borrowings received during the |  |  |  |  |
| period/year | - | 1,400,000,000 | - | 1,350,000,000 |
| Borrowings repaid during the |  |  |  |  |
| period/year | - | (901,220,000) | - | (901,220,000) |
|  |  |  |  |  |
| Closing book amount | 498,780,000 | 498,780,000 | 448,780,000 | 448,780,000 |
|  |  |  |  |  |
| **Total borrowings from** |  |  |  |  |
| **related parties** | 555,230,000 | 572,780,000 | 448,780,000 | 448,780,000 |

Borrowings from related parties and shareholders were provided interest rate at 1.70% - 1.97% per annum with unsecured, and there was specified repayment date within 5 years in 2024.

1. Loans to related parties

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| **Related parties** |  |  |  |  |
| Beginning balance | - | - | 156,916,667 | 176,000,000 |
| Loans made during the period/year | - | - | 55,356,936 | - |
| Loans repaid during the period/year | - | - | (70,375,000) | (19,083,333) |
|  |  |  |  |  |
| Ending balance | - | - | 141,898,603 | 156,916,667 |

Loan terms and conditions are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  |  | **Amount** |  |
|  |  |  | **repaid** |  |
|  | **Amount of** |  | **for the** |  |
|  | **loans as at** |  | **period ended** |  |
|  | **30 September 2019** |  | **30 September 2019** |  |
| **Company** | **Baht** | **Term** | **Baht** | **Interest rate** |
|  |  |  |  |  |
| Premium Foods Co., Ltd. | 48,000,000 | Unsecured and due in 2023 | 61,000,000 | 3.30 |
|  |  |  |  |  |
| Thai Flavour and | 63,541,667 | Unsecured which | 9,375,000 | 3.30-3.70 |
| Fragrance Co., Ltd. |  | consist of short term |  |  |
|  |  | loan amounted to Baht 25.00 million and long term loan amounted to Baht 38.54 million are due for repayment in 2020 and 2022, respectively |  |  |
|  |  |  |  |  |
| Best Odour Co., Ltd. | 8,000,000 | Unsecured and due | - | 3.70 |
|  |  | in 2020 |  |  |
|  |  |  |  |  |
| R&B Food Supply Vietnam | 10,798,248 | Unsecured and due | - | 3.70 |
| Limited Liability Company |  | in 2020 |  |  |
|  |  |  |  |  |
| PT RBFood Manufaktur | 11,558,688 | Unsecured and due | - | 3.70 |
| Indonesia |  | in 2020 |  |  |
|  | 141,898,603 |  | 70,375,000 |  |

Loans to related parties are normally given on commercial terms and conditions. Related interest income was Baht 3,659,189 (30 September 2018: Baht 4,415,771).

1. Key management compensation

Key management compensation of the Group for the three-month and nine-month periods ended 30 September 2019 are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the three-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Short-term employee benefits | 10,145,923 | 9,254,490 | 8,321,695 | 7,580,458 |
| Post-employment benefits | 346,595 | 15,370 | 272,430 | 5,654 |
|  |  |  |  |  |
|  | 10,492,518 | 9,269,860 | 8,594,125 | 7,586,112 |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the nine-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2019** | **2018** | **2019** | **2018** |
|  | **Baht** | **Baht** | **Baht** | **Baht** |
|  |  |  |  |  |
| Short-term employee benefits | 29,303,345 | 21,926,776 | 23,769,135 | 17,917,042 |
| Post-employment benefits | 6,213,405 | 46,110 | 5,218,587 | 16,962 |
|  |  |  |  |  |
|  | 35,516,750 | 21,972,886 | 28,987,722 | 17,934,004 |

|  |
| --- |
| **24 Events after the reporting period** |

**Initial Public Offerings**

On 21 October 2019, the Company received an additional paid-up share capital for 520,000,000 ordinary shares with a par value of Baht 1 per share from an initial public offering (“IPO”) at IPO price of Baht 3.30 per share, totaling Baht 1,716 million. This amount excludes the incremental cost directly attributable to the issue of new shares. The Company’s ordinary shares were firstly traded in the Stock Exchange of Thailand (SET) on 24 October 2019.