

**Thai Beverage Public Company Limited
and its Subsidiaries**

Condensed Interim financial statements
for the three-month and six-month periods ended
31 March 2020

and

Independent auditor's report
on review of interim financial information



KPMG Phoomchai Audit Ltd.
50th Floor, Empire Tower
1 South Sathorn Road, Yannawa
Sathorn, Bangkok 10120, Thailand
Tel +66 2677 2000
Fax +66 2677 2222
Website home.kpmg/th

บริษัท เคพีเอ็มจี ภูมิภาคไทย สอบบัญชี จำกัด
ชั้น 50 เอ็มไพร์ทาวเวอร์
1 ถนนสาทรใต้ แขวงยานนาวา
เขตสาทร กรุงเทพฯ 10120
โทร +66 2677 2000
แฟกซ์ +66 2677 2222
เว็บไซต์ home.kpmg/th

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Thai Beverage Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Thai Beverage Public Company Limited and its subsidiaries, and of Thai Beverage Public Company Limited, respectively, as at 31 March 2020; the consolidated and separate statements of income, comprehensive income for the three-month and six-month periods ended 31 March 2020; changes in equity and cash flows for the six-month period ended 31 March 2020; 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".

(Sureerat Thongarunsang)
Certified Public Accountant
Registration No. 4409

KPMG Phoomchai Audit Ltd.
Bangkok
14 May 2020

Thai Beverage Public Company Limited and its Subsidiaries

Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March 2020 (Unaudited)	30 September 2019 (Restated)	31 March 2020 (Unaudited)	30 September 2019
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash at financial institutions	6	25,632,763	24,362,475	946,504	72,249
Trade accounts receivable	5, 7	6,148,792	5,094,230	1,103,873	978,610
Other receivables		1,867,257	1,664,328	156,744	156,198
Short-term loans to and other receivables					
from related parties	5	940,174	1,079,684	11,050,834	6,589,392
Inventories		46,504,633	42,876,370	-	-
Other current assets		2,953,226	2,241,005	589,000	515,718
Total current assets		84,046,845	77,318,092	13,846,955	8,312,167
Non-current assets					
Investments in associates and joint ventures	8	81,758,168	79,345,370	-	-
Investments in subsidiaries	9	-	-	335,868,446	335,267,666
Other long-term investments		662,167	629,607	10,000	2,500
Long-term loans to and other receivables					
from related parties	5	151,803	149,324	5,480,526	6,687,763
Investment properties		1,720,256	1,678,107	-	-
Property, plant and equipment	10	61,768,201	59,993,225	116,623	96,798
Goodwill		154,000,493	145,937,769	-	-
Other intangible assets		40,841,903	38,182,643	102,403	105,611
Deferred tax assets		1,504,332	1,584,282	593,739	934,052
Other non-current assets		3,112,578	2,677,922	436,655	233,820
Total non-current assets		345,519,901	330,178,249	342,608,392	343,328,210
Total assets		429,566,746	407,496,341	356,455,347	351,640,377

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries

Statement of financial position

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March 2020 (Unaudited)	30 September 2019 (Restated)	31 March 2020 (Unaudited)	30 September 2019
<i>(in thousand Baht)</i>					
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	11	17,689,070	11,911,922	14,498,052	9,450,000
Trade accounts payable	5	7,892,296	7,706,071	-	-
Other payables		12,854,523	12,764,455	503,213	658,622
Current portion of debentures	11	49,916,036	9,689,394	49,916,036	9,689,394
Current portion of bill of exchanges and long-term loans from financial institutions	11	90,378	6,660	-	-
Short-term loans from and other payables to related parties	5, 11	359,646	607,501	8,736,049	5,541,362
Income tax payable		2,474,518	2,069,419	-	-
Other current liabilities		4,039,317	4,053,633	179,162	161,408
Total current liabilities		95,315,784	48,809,055	73,832,512	25,500,786
Non-current liabilities					
Long-term loans from and other payables to related parties	5, 11	221	2,366	22,666,030	38,359,494
Debentures	11	124,971,711	170,173,292	124,971,711	170,173,292
Bill of exchanges and long-term loans from financial institutions	11	29,623,286	27,801,411	28,956,488	27,790,291
Deferred tax liabilities		5,018,220	4,445,520	-	-
Employee benefit obligations		4,738,936	4,783,469	297,171	295,610
Other non-current liabilities		372,691	1,159,664	148	880,299
Total non-current liabilities		164,725,065	208,365,722	176,891,548	237,498,986
Total liabilities		260,040,849	257,174,777	250,724,060	262,999,772
Equity					
Share capital:					
Authorised share capital		25,155,025	25,155,025	25,155,025	25,155,025
Issued and paid-up share capital		25,115,710	25,113,533	25,115,710	25,113,533
Difference arising from common control transactions	3	(20,491,612)	(19,721,582)	31,035	31,035
Premium on ordinary shares		17,328,141	17,285,426	17,328,141	17,285,426
Retained earnings:					
Appropriated - legal reserve		2,900,000	2,900,000	2,900,000	2,900,000
Unappropriated		125,927,167	120,219,545	61,240,027	44,119,596
Other components of equity		(16,757,700)	(29,941,004)	(883,626)	(808,985)
Equity attributable to owners of the Company		134,021,706	115,855,918	105,731,287	88,640,605
Non-controlling interests		35,504,191	34,465,646	-	-
Total equity		169,525,897	150,321,564	105,731,287	88,640,605
Total liabilities and equity		429,566,746	407,496,341	356,455,347	351,640,377

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Statement of income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		For the three-month period ended		For the three-month period ended	
		31 March		31 March	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
Income					
Revenue from sale of goods	5	61,411,402	69,991,524	-	-
Management fees	5	-	-	3,232,329	3,485,125
Dividend income	5, 9	4,125	5,087	12,955,984	5,643,548
Interest income	5	350,967	246,536	182,980	202,480
Net gain on foreign exchange		35,641	5,477	1,441	2,033
Gain from sales of investments in subsidiaries	5, 9	-	-	10,840,023	-
Other income	5	478,536	158,810	16,038	4,664
Total income		62,280,671	70,407,434	27,228,795	9,337,850
Expenses					
Cost of sale of goods	5	42,787,241	49,568,985	-	-
Cost of rendering of services	5	-	-	930,347	652,891
Distribution costs	5	6,669,845	7,314,249	-	-
Administrative expenses	5	4,050,597	4,078,165	187,146	157,746
Finance costs	5	1,742,245	1,846,231	1,977,797	2,110,100
Total expenses		55,249,928	62,807,630	3,095,290	2,920,737
Share of profit of investment in associates and joint ventures, net of income tax	8	860,215	674,735	-	-
Profit before income tax expense and non-operating items		7,890,958	8,274,539	24,133,505	6,417,113
Non-operating items:					
Other costs related to beer business restructuring		(44,726)	-	-	-
Profit before income tax expense		7,846,232	8,274,539	24,133,505	6,417,113
Income tax expense	14	(2,270,413)	(1,517,832)	(778,487)	(126,328)
- Income tax (expense) benefit from normal operation		(1,186,411)	(1,517,832)	305,515	(126,328)
- Income tax expense related to beer business restructuring	9	(1,084,002)	-	(1,084,002)	-
Profit for the period		5,575,819	6,756,707	23,355,018	6,290,785
Profit attributable to:					
Owners of the Company		4,951,791	5,790,000	23,355,018	6,290,785
Non-controlling interests		624,028	966,707	-	-
Profit for the period		5,575,819	6,756,707	23,355,018	6,290,785
Earnings per share (Baht)					
Basic earnings per share		0.20	0.23	0.93	0.25
Diluted earnings per share		0.20	0.23	0.93	0.25

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month period ended 31 March		For the three-month period ended 31 March	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Profit for the period	5,575,819	6,756,707	23,355,018	6,290,785
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Defined employee benefit plan actuarial gains	16,805	-	-	-
Income tax relating to items that will not be reclassified	(3,754)	-	-	-
	<u>13,051</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Items that will be reclassified subsequently to profit or loss</i>				
Cash flow hedges-effective portion of changes in fair value	(58,630)	(581,509)	(58,630)	(581,509)
Share of other comprehensive income of				
investment in associates and joint ventures	(1,134,072)	(197,611)	-	-
Exchange differences on translating				
foreign operations	16,469,116	(1,231,307)	-	-
Gains (Losses) on remeasurements of available-for-sale				
investments	(48,082)	20,351	-	-
Income tax relating to items that will be reclassified	13,366	(582)	11,726	-
	<u>15,241,698</u>	<u>(1,990,658)</u>	<u>(46,904)</u>	<u>(581,509)</u>
Other comprehensive income for the period,				
net of income tax	<u>15,254,749</u>	<u>(1,990,658)</u>	<u>(46,904)</u>	<u>(581,509)</u>
Total comprehensive income for the period	<u>20,830,568</u>	<u>4,766,049</u>	<u>23,308,114</u>	<u>5,709,276</u>
Total comprehensive income attributable to:				
Owners of the Company	18,219,868	3,827,553	23,308,114	5,709,276
Non-controlling interests	2,610,700	938,496	-	-
Total comprehensive income for the period	<u>20,830,568</u>	<u>4,766,049</u>	<u>23,308,114</u>	<u>5,709,276</u>

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		For the six-month period ended 31 March		For the six-month period ended 31 March	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
Income					
Revenue from sale of goods	5	137,091,576	142,618,914	-	-
Management fees	5	-	-	7,193,076	5,903,914
Dividend income	5, 9	4,125	5,749	13,283,960	6,828,577
Interest income	5	717,611	525,473	354,418	426,052
Net gain on foreign exchange		15,667	-	2,025	5,416
Gain from sales of investments in subsidiaries	5, 9	-	-	10,840,023	-
Other income	5	773,959	424,847	34,056	8,675
Total income		138,602,938	143,574,983	31,707,558	13,172,634
Expenses					
Cost of sale of goods	5	96,832,413	101,852,698	-	-
Cost of rendering of services	5	-	-	1,419,185	1,167,433
Distribution costs	5	13,531,095	14,932,377	-	-
Administrative expenses	5	8,399,880	8,380,342	377,227	331,125
Net loss on foreign exchange		-	40,368	-	-
Finance costs	5	3,510,158	3,617,855	4,009,606	4,132,995
Total expenses		122,273,546	128,823,640	5,806,018	5,631,553
Share of profit of investment in associates and joint ventures, net of income tax	8	2,179,080	2,390,033	-	-
Profit before income tax expense and non-operating items		18,508,472	17,141,376	25,901,540	7,541,081
Non-operating items:					
Other costs related to beer business restructuring		(44,726)	-	-	-
Profit before income tax expense		18,463,746	17,141,376	25,901,540	7,541,081
Income tax expense	14	(3,675,051)	(2,903,432)	(492,925)	(98,439)
- Income tax (expense) benefit from normal operation		(2,591,049)	(2,903,432)	591,077	(98,439)
- Income tax expense related to beer business restructuring	9	(1,084,002)	-	(1,084,002)	-
Profit for the period		14,788,695	14,237,944	25,408,615	7,442,642
Profit attributable to:					
Owners of the Company		13,374,846	13,207,111	25,408,615	7,442,642
Non-controlling interests		1,413,849	1,030,833	-	-
Profit for the period		14,788,695	14,237,944	25,408,615	7,442,642
Earnings per share (Baht)					
Basic earnings per share		0.53	0.53	1.01	0.30
Diluted earnings per share		0.53	0.53	1.01	0.30

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements		
	For the six-month period ended 31 March		For the six-month period ended 31 March		
	Note	2020	2019	2020	2019
		<i>(in thousand Baht)</i>			
Profit for the period		14,788,695	14,237,944	25,408,615	7,442,642
Other comprehensive income					
<i>Items that will not be reclassified to profit or loss</i>					
Revaluation of land		800,078	-	-	-
Defined employee benefit plan actuarial gains		13,052	-	-	-
Income tax relating to items that will not be reclassified		(163,754)	-	-	-
		<u>649,376</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Items that will be reclassified subsequently to profit or loss</i>					
Cash flow hedges-effective portion of changes in fair value		(62,056)	(581,509)	(62,056)	(581,509)
Share of other comprehensive income of investment in associates and joint ventures	8	(967,286)	(681,728)	-	-
Exchange differences on translating foreign operations		15,347,537	(1,020,384)	-	-
Losses on remeasurements of available-for-sale investments		(53,749)	(35,085)	-	-
Income tax relating to items that will be reclassified		13,152	423	12,411	-
		<u>14,277,598</u>	<u>(2,318,283)</u>	<u>(49,645)</u>	<u>(581,509)</u>
Other comprehensive income for the period, net of income tax		<u>14,926,974</u>	<u>(2,318,283)</u>	<u>(49,645)</u>	<u>(581,509)</u>
Total comprehensive income for the period		<u>29,715,669</u>	<u>11,919,661</u>	<u>25,358,970</u>	<u>6,861,133</u>
Total comprehensive income attributable to:					
Owners of the Company		26,592,459	10,913,896	25,358,970	6,861,133
Non-controlling interests		3,123,210	1,005,765	-	-
Total comprehensive income for the period		<u>29,715,669</u>	<u>11,919,661</u>	<u>25,358,970</u>	<u>6,861,133</u>

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

		Consolidated financial statements														
		Retained earnings					Other components of equity									
		Issued and paid-up share capital	Difference arising from common control transactions	Premium on ordinary shares	Retained earnings		Other capital reserves-share-based payment	Currency translation differences	Revaluation surplus	Fair value changes in available-for-sale investments	Cash flow hedges reserves	Share of other comprehensive income of investment in associates and joint ventures	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
Note					Legal reserve	Unappropriated										
(in thousand Baht)																
Six-month period ended 31 March 2019																
		25,111,321	(19,718,440)	17,241,995	2,900,000	109,025,452	58,126	(12,539,959)	5,002,515	10,905	-	(5,946,281)	(13,414,694)	121,145,634	19,424,825	140,570,459
	3	-	(3,142)	-	-	-	-	-	-	-	-	-	-	(3,142)	-	(3,142)
	3	-	-	-	-	(174,620)	-	-	-	-	-	-	-	(174,620)	15,096,470	14,921,850
	4	-	-	-	-	13,896	-	26,014	-	-	-	(59,202)	(33,188)	(19,292)	-	(19,292)
		25,111,321	(19,721,582)	17,241,995	2,900,000	108,864,728	58,126	(12,513,945)	5,002,515	10,905	-	(6,005,483)	(13,447,882)	120,948,580	34,521,295	155,469,875
Transactions with owners, recorded directly in equity																
<i>Distributions to owners of the Company</i>																
	12	2,212	-	43,431	-	-	(22,434)	-	-	-	-	-	(22,434)	23,209	-	23,209
	15	-	-	-	-	(6,027,248)	-	-	-	-	-	-	-	(6,027,248)	(1,567,216)	(7,594,464)
		2,212	-	43,431	-	(6,027,248)	(22,434)	-	-	-	-	-	(22,434)	(6,004,039)	(1,567,216)	(7,571,255)
<i>Changes in ownership interests in subsidiaries</i>																
		-	-	-	-	141	-	-	-	-	-	-	-	141	(101,710)	(101,569)
		-	-	-	-	141	-	-	-	-	-	-	-	141	(101,710)	(101,569)
		2,212	-	43,431	-	(6,027,107)	(22,434)	-	-	-	-	-	(22,434)	(6,003,898)	(1,668,926)	(7,672,824)
Total transactions with owners, recorded directly in equity																
Comprehensive income for the period																
		-	-	-	-	13,207,111	-	-	-	-	-	-	-	13,207,111	1,030,833	14,237,944
		-	-	-	-	-	-	(1,024,993)	-	(4,985)	(581,509)	(681,728)	(2,293,215)	(2,293,215)	(25,068)	(2,318,283)
		-	-	-	-	13,207,111	-	(1,024,993)	-	(4,985)	(581,509)	(681,728)	(2,293,215)	10,913,896	1,005,765	11,919,661
		25,113,533	(19,721,582)	17,285,426	2,900,000	116,044,732	35,692	(13,538,938)	5,002,515	5,920	(581,509)	(6,687,211)	(15,763,531)	125,858,578	33,858,134	159,716,712

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

		Consolidated financial statements															
		Retained earnings					Other components of equity										
		Issued and paid-up share capital	Difference arising from common control transactions	Premium on ordinary shares	Legal reserve	Unappropriated	Other capital reserves- share-based payment	Currency translation differences	Revaluation surplus	Fair value changes in available-for-sale investments	Cash flow hedges reserves	Share of other comprehensive income of investment in associates and joint ventures	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity	
Note																	
<i>(in thousand Baht)</i>																	
Six-month period ended 31 March 2020																	
	Balance at 1 October 2019 - As previously reported	25,113,533	(19,718,440)	17,285,426	2,900,000	120,219,545	47,411	(27,153,694)	5,452,816	37,109	(856,396)	(7,468,250)	(29,941,004)	115,859,060	34,465,646	150,324,706	
	Business acquisition under common control	3	-	(3,142)	-	-	-	-	-	-	-	-	-	(3,142)	-	(3,142)	
	Balance at 1 October 2019 - restated	25,113,533	(19,721,582)	17,285,426	2,900,000	120,219,545	47,411	(27,153,694)	5,452,816	37,109	(856,396)	(7,468,250)	(29,941,004)	115,855,918	34,465,646	150,321,564	
	Impact of change in accounting policy	4	-	-	-	82,817	-	-	-	-	-	-	-	82,817	-	82,817	
	Balance at 1 October 2019	25,113,533	(19,721,582)	17,285,426	2,900,000	120,302,362	47,411	(27,153,694)	5,452,816	37,109	(856,396)	(7,468,250)	(29,941,004)	115,938,735	34,465,646	150,404,381	
Transactions with owners, recorded directly in equity																	
<i>Distributions to owners of the Company</i>																	
	Transactions in relation to long-term incentive plan	12	2,177	-	42,715	-	(24,996)	-	-	-	-	-	(24,996)	19,896	-	19,896	
	Dividend to owner of the company	15	-	-	-	(8,288,184)	-	-	-	-	-	-	-	(8,288,184)	(1,787,586)	(10,075,770)	
	Total distributions to owners of the Company		2,177	-	42,715	-	(24,996)	-	-	-	-	-	(24,996)	(8,268,288)	(1,787,586)	(10,055,874)	
<i>Changes in ownership interests in subsidiaries</i>																	
	Changes in non-controlling interests with a change in control		-	-	-	-	-	-	-	-	-	-	-	-	126,193	126,193	
	Changes in non-controlling interests without a change in control		-	-	-	528,830	-	-	-	-	-	-	-	528,830	(423,272)	105,558	
	Total changes in ownership interests in subsidiaries		-	-	-	528,830	-	-	-	-	-	-	-	528,830	(297,079)	231,751	
	Changes from business acquisition under common control	3	-	(770,030)	-	-	-	-	-	-	-	-	-	(770,030)	-	(770,030)	
	Total transactions with owners, recorded directly in equity		2,177	(770,030)	42,715	-	(7,759,354)	(24,996)	-	-	-	-	(24,996)	(8,509,488)	(2,084,665)	(10,594,153)	
Comprehensive income for the period																	
	Profit		-	-	-	13,374,846	-	-	-	-	-	-	-	13,374,846	1,413,849	14,788,695	
	Other comprehensive income		-	-	-	9,313	-	13,613,900	640,063	(28,732)	(49,645)	(967,286)	13,208,300	13,217,613	1,709,361	14,926,974	
	Total comprehensive income for the period		-	-	-	13,384,159	-	13,613,900	640,063	(28,732)	(49,645)	(967,286)	13,208,300	26,592,459	3,123,210	29,715,669	
	Balance at 31 March 2020		25,115,710	(20,491,612)	17,328,141	2,900,000	125,927,167	22,415	(13,539,794)	6,092,879	8,377	(906,041)	(8,435,536)	(16,757,700)	134,021,706	35,504,191	169,525,897

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Note					Separate financial statements		Other components		Total equity
		Issued and paid-up share capital	Difference arising from common control transactions	Premium on ordinary shares	Retained earning		of equity		Total other components of equity	
					Legal reserve	Unappropriated	Other capital reserves- share-based payment	Cash flow hedges reserves		
<i>(in thousand Baht)</i>										
Six-month period ended 31 March 2019										
Balance at 1 October 2018		25,111,321	31,035	17,241,995	2,900,000	41,664,408	58,127	-	58,127	87,006,886
Transactions with owners, recorded directly in equity										
Transactions in relation to long-term incentive plan	12	2,212	-	43,431	-	-	(22,433)	-	(22,433)	23,210
Dividends to owners of the Company	15	-	-	-	-	(6,027,248)	-	-	-	(6,027,248)
Total transactions with owners, recorded directly in equity		2,212	-	43,431	-	(6,027,248)	(22,433)	-	(22,433)	(6,004,038)
Comprehensive income for the period										
Profit		-	-	-	-	7,442,642	-	-	-	7,442,642
Other comprehensive income		-	-	-	-	-	-	(581,509)	(581,509)	(581,509)
Total comprehensive income for the period		-	-	-	-	7,442,642	-	(581,509)	(581,509)	6,861,133
Balance at 31 March 2019		25,113,533	31,035	17,285,426	2,900,000	43,079,802	35,694	(581,509)	(545,815)	87,863,981

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Note	Separate financial statements				Other components			Total equity	
		Issued and paid-up share capital	Difference arising from common control transactions	Premium on ordinary shares	Retained earning		of equity			
					Legal reserve	Unappropriated	Other capital reserves- share-based payment	Cash flow hedges reserves		Total other components of equity
<i>(in thousand Baht)</i>										
Six-month period ended 31 March 2020										
Balance at 1 October 2019		25,113,533	31,035	17,285,426	2,900,000	44,119,596	47,411	(856,396)	(808,985)	88,640,605
Transactions with owners, recorded directly in equity										
Transactions in relation to long-term incentive plan	12	2,177	-	42,715	-	-	(24,996)	-	(24,996)	19,896
Dividends to owners of the Company	15	-	-	-	-	(8,288,184)	-	-	-	(8,288,184)
Total transactions with owners, recorded directly in equity		<u>2,177</u>	<u>-</u>	<u>42,715</u>	<u>-</u>	<u>(8,288,184)</u>	<u>(24,996)</u>	<u>-</u>	<u>(24,996)</u>	<u>(8,268,288)</u>
Comprehensive income for the period										
Profit		-	-	-	-	25,408,615	-	-	-	25,408,615
Other comprehensive income		-	-	-	-	-	-	(49,645)	(49,645)	(49,645)
Total comprehensive income for the period		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,408,615</u>	<u>-</u>	<u>(49,645)</u>	<u>(49,645)</u>	<u>25,358,970</u>
Balance at 31 March 2020		<u>25,115,710</u>	<u>31,035</u>	<u>17,328,141</u>	<u>2,900,000</u>	<u>61,240,027</u>	<u>22,415</u>	<u>(906,041)</u>	<u>(883,626)</u>	<u>105,731,287</u>

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		For the six-month period ended 31 March		For the six-month period ended 31 March	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
Cash flows from operating activities					
Profit for the period		14,788,695	14,237,944	25,408,615	7,442,642
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>					
Depreciation and amortisation		3,276,784	3,302,365	26,262	21,727
Gain from sales of investments in subsidiaries	9	-	-	(10,840,023)	-
Interest income		(717,611)	(525,473)	(354,418)	(426,052)
Finance costs		3,510,158	3,617,855	4,009,606	4,132,995
Unrealised loss (gain) on exchange		(21,114)	(6,715)	94	(38)
Allowance for doubtful account		7,096	9,442	-	-
Amortisation of advance payments to a specialist		25,000	25,000	4,688	4,688
Allowance for decline in value of inventories		6,330	170,148	-	-
Impairment loss on investment in associates and joint ventures	8	93,666	-	-	-
Impairment loss on other long-term investments (Reversal of)		(21,898)	23,881	-	-
Gain from a bargain purchase		(3,408)	-	-	-
Gain on disposal of investment properties		(24,988)	-	-	-
Loss (Gain) on disposal and write-off of properties, plant and equipment and other intangible assets		(9,542)	91,124	(14)	9
Impairment loss on property, plant and equipment (Reversal of)	10	44,941	(3)	-	-
Impairment loss on goodwill		4,814	-	-	-
Dividend income		(4,125)	(5,749)	(13,283,960)	(6,828,577)
Employee benefit expenses		216,647	155,163	16,259	14,954
Expense in relation to long-term incentive plan	12	18,719	22,058	7,258	8,536
Insurance claim from fire incident	5	(292,745)	(47,423)	-	-
Share of profit of investments in associates and joint ventures, net of income tax	8	(2,179,080)	(2,390,033)	-	-
Income tax expense	14	3,675,051	2,903,432	492,925	98,439
		<u>22,393,390</u>	<u>21,583,016</u>	<u>5,487,292</u>	<u>4,469,323</u>
Changes in operating assets and liabilities					
Trade accounts receivable		(1,023,939)	(2,326,129)	(125,263)	(743,387)
Other receivables from related parties		478,876	(27,622)	17,907	13,732
Other receivables		(135,555)	(349,395)	(226)	920
Inventories		(3,728,287)	(367,292)	-	-
Other current assets		(565,354)	(233,344)	(213,483)	(164,478)
Trade accounts payable		169,017	131,539	-	-
Other payables to related parties		7,927	31,123	423,556	(41,011)
Other payables		335,378	888,380	(165,131)	(115,130)
Other current liabilities		(34,312)	4,259,064	17,824	128,159
Employee benefit paid		(244,345)	(274,774)	(14,697)	(88,120)
Other non-current liabilities		128,130	44,052	-	-
Cash generated from operating activities		<u>17,780,926</u>	<u>23,358,618</u>	<u>5,427,779</u>	<u>3,460,008</u>
Income tax paid		<u>(2,817,520)</u>	<u>(3,080,603)</u>	<u>-</u>	<u>-</u>
Net cash from operating activities		<u>14,963,406</u>	<u>20,278,015</u>	<u>5,427,779</u>	<u>3,460,008</u>
Cash flows from investing activities					
Interest received		636,671	759,434	359,643	432,411
Dividends received		1,155,842	1,607,707	13,283,960	6,828,577
Decrease in current investments		464,817	518,670	-	-
Increase in short-term loans to related parties	5	-	-	(23,823,963)	(11,148,867)
Decrease in short-term loans to related parties	5	-	-	19,367,807	9,772,469
Decrease in long-term loans to related parties	5	-	-	1,191,135	874,485
Cash outflow on investment in subsidiaries	9	-	-	(34,280,841)	(641,500)
Cash inflow on investments in indirect subsidiary		-	14,450	-	-
Cash outflow on investments in indirect subsidiary		-	(116,160)	-	-

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		For the six-month period ended 31 March		For the six-month period ended 31 March	
		2020	2019 (Restated)	2020	2019
<i>(in thousand Baht)</i>					
Cash flows from investing activities (continued)					
Cash inflow on disposal of other long-term investment		-	49,864	-	-
Cash outflow on acquisition of other long-term investment		(21,030)	-	(7,500)	-
Sale of investment property		25,136	-	-	-
Cash inflow from sale of investment in subsidiaries	5, 9	-	-	44,520,085	-
Purchase of property, plant and equipment		(2,758,608)	(3,004,635)	(40,396)	(13,915)
Sale of property, plant and equipment		38,087	72,143	26	5
Purchase of other intangible assets		(120,574)	(50,205)	(4,232)	(887)
Sale of other intangible assets		148	104	51	-
Increase in other non-current assets		(291,728)	(117,859)	(76)	-
Cash outflow on acquisition of businesses	3	(917,417)	-	-	-
Net cash from (used in) investing activities		(1,788,656)	(266,487)	20,565,699	6,102,778
Cash flows from financing activities					
Interest paid		(3,447,817)	(3,334,788)	(3,978,361)	(3,831,211)
Deferred financing cost paid		-	(271,612)	-	(271,612)
Dividends paid to owners of the Company		(8,288,184)	(6,027,248)	(8,288,184)	(6,027,248)
Dividends paid to non-controlling interests		(1,765,050)	(1,508,585)	-	-
Acquisition of non-controlling interests		(54)	-	-	-
Bank overdrafts		441,007	(356,390)	-	-
Proceeds from short-term loans from financial institutions		33,805,603	25,664,400	31,600,000	23,200,000
Repayment of short-term loans from financial institutions		(28,690,623)	(15,043,204)	(26,550,000)	(12,400,000)
Proceeds from short-term loans from related parties	5	-	-	49,279,980	43,781,704
Repayment of short-term loans from related parties	5	-	-	(46,489,194)	(35,583,884)
Repayment of long-term loans from related parties	5	-	-	(15,693,464)	(914,517)
Proceeds from debentures		-	53,000,000	-	53,000,000
Repayment of debentures		(5,000,000)	(700,700)	(5,000,000)	-
Proceeds from long-term loans from financial institutions		62,366	18,780,400	-	18,770,400
Repayment of long-term loans from financial institutions		(19,699)	(89,007,199)	-	(89,000,000)
Net cash used in financing activities		(12,902,451)	(18,804,926)	(25,119,223)	(9,276,368)
Net increase in cash and cash equivalents		272,299	1,206,602	874,255	286,418
Cash and cash equivalents at 1 October		9,630,304	11,516,076	72,249	92,698
Foreign currency translation differences for foreign operations		770,643	(558,763)	-	-
Cash and cash equivalents at 31 March		10,673,246	12,163,915	946,504	379,116
Current investments		14,959,517	10,494,969	-	-
Cash and cash at financial institutions at 31 March	6	25,632,763	22,658,884	946,504	379,116
Non-cash items					
Payable for acquisition of assets		1,741,529	1,505,953	3,106	1,303

The accompanying notes are an integral part of these financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Note	Contents
1	General information
2	Basis of preparation of the interim financial statements
3	Acquisition of businesses, including business under common control
4	Changes in accounting policies
5	Related parties
6	Cash and cash at financial institutions
7	Trade accounts receivable
8	Investments in associates and joint ventures
9	Investments in subsidiaries
10	Property, plant and equipment
11	Interest-bearing liabilities
12	Share-based payments - Long-term incentive plan
13	Operating segments and disaggregation of revenue
14	Income tax expense
15	Dividends
16	Financial instruments
17	Commitments with non-related parties
18	Events after the reporting period
19	The Financial Reporting Standards (TFRS) not yet adopted

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

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

The interim financial statements were approved and authorised for issue by the Board of Directors on 14 May 2020.

1 General information

Thai Beverage Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 14 Vibhavadi Rangsit Road, Kwang Chomphon, Khet Chatuchak, Bangkok, Thailand.

The Company was listed on the Singapore Exchange Securities Trading Limited (SGX-ST) in May 2006.

The principal businesses of the Company are investment and management services. The principal businesses of Thai Beverage Public Company Limited and its subsidiaries, the “Group”, are the production and distribution of alcoholic and non-alcoholic beverages, and food. Details of the Company’s subsidiaries, associates and joint venture as at 31 March 2020 and 30 September 2019 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
Direct subsidiaries				
1. Sangsom Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
2. Fuengfuanant Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
3. Mongkolsamai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
4. Thanapakdi Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
5. Kanchanasing Korn Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
6. Sura Bangyikhan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
7. Athimart Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
8. S.S. Karnsura Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
9. Kankwan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
10. Theparunothai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
11. Red Bull Distillery (1988) Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
12. United Winery and Distillery Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
13. Simathurakij Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
14. Nateechai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
15. Luckchai Liquor Trading Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
16. Sura Piset Thipparat Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
17. United Products Co., Ltd.	Production and distribution of spirits	Thailand	100.00	100.00
18. Sura Piset Phatra Lanna Co., Ltd.	Holding company	Thailand	100.00	100.00
19. Num Yuk Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
20. Num Kijjakarn Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
21. Num Palang Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
22. Num Muang Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
23. Num Nakorn Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Direct subsidiaries (continued)</i>				
24. Num Thurakij Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
25. Numrungrod Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
26. Numthip Co., Ltd.	Spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
27. Modern Trade Management Co., Ltd.	Beer, spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
28. Horeca Management Co., Ltd.	Beer, spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
29. Cash Van Management Co., Ltd.	Beer, spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
30. Krittayabun Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
31. Surathip Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
32. Sunthronpirom Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
33. Piromsurang Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
34. Thai Molasses Co., Ltd.	Trading of molasses	Thailand	99.72	99.72
35. Feed Addition Co., Ltd.	Trading of feeds and fertilizer	Thailand	100.00	100.00
36. Pan International (Thailand) Co., Ltd.	Trading of supplies and procurement	Thailand	100.00	100.00
37. Charun Business 52 Co., Ltd.	Brick producer	Thailand	100.00	100.00
38. Thai Cooperage Co., Ltd.	Oak barrel producer	Thailand	100.00	100.00
39. Thai Beverage Energy Co., Ltd.	Production and distribution of biogas	Thailand	100.00	100.00
40. Thai Beverage Recycle Co., Ltd.	Trading of bottles	Thailand	100.00	100.00
41. Thai Beverage Logistics Co., Ltd.	Transportation and distribution	Thailand	100.00	100.00
42. Thai Beverage Marketing Co., Ltd.	Advertising and marketing promotion	Thailand	100.00	100.00
43. Dhospaak Co., Ltd.	Advertising agency	Thailand	100.00	100.00
44. Thai Beverage Training Co., Ltd.	Training	Thailand	100.00	100.00
45. Thai Beverage Brands Co., Ltd.	Trademark holding of beer concentrate	Thailand	100.00	100.00
46. Thai Drinks Co., Ltd. ⁸	Distribution of beverages	Thailand	100.00	100.00
47. Oishi Group Plc.	Japanese restaurants and distribution of foods and beverages	Thailand	79.66	79.66
48. C A C Co., Ltd.	Management of the ASEAN Economic Community (AEC) centre	Thailand	100.00	100.00
49. International Beverage Holdings Limited	Holding company	Hong Kong	100.00	100.00
50. BevCo Limited ⁴	Holding company	Thailand	100.00	100.00
51. Chang Corporation Company Limited ⁴	Holding company	Thailand	100.00	100.00
52. BevTech Co., Ltd.	Production of plastic packaging and relating business	Thailand	100.00	100.00
53. Namjai ThaiBev (Social Enterprise) Co., Ltd.	Social Enterprise	Thailand	100.00	100.00
54. ASM Management Co., Ltd.	Asset management and service	Thailand	100.00	100.00
55. Traditional Trade Management Co., Ltd. (Formerly: Agent Management Co., Ltd.)	Non-alcoholic beverages distributor	Thailand	100.00	100.00
56. Foods Company Holdings Co., Ltd.	Holding company	Thailand	100.00	100.00

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
Direct subsidiaries (continued)				
57. C.A.I. Co., Ltd.	Asean Economic Community's (AEC) business, art and culture knowledge exchange	Thailand	100.00	100.00
58. Food and Beverage Holding Co., Ltd.	Holding company	Thailand	100.00	100.00
59. ThaiBev Marketing Co., Ltd.	Advertising and marketing promotion	Thailand	100.00	100.00
60. Chang Holding Co., Ltd.	Holding company	Thailand	100.00	-
Indirect subsidiaries				
61. Thai Thum Distillery Co., Ltd. ⁹	Production and distribution of spirits	Thailand	99.90	99.90
62. Sura Piset Sahasan Co., Ltd. ¹⁰	Trading of spirits	Thailand	100.00	100.00
63. Sura Piset Sampan Co., Ltd. ¹¹	Trading of spirits	Thailand	100.00	100.00
64. Oishi Trading Co., Ltd. ²	Manufacture and distribution of food and beverage	Thailand	79.66	79.66
65. Oishi Ramen Co., Ltd. ²	Japanese restaurants	Thailand	79.66	79.66
66. Oishi Food Service Co., Ltd. ²	Distribution of food	Thailand	79.66	79.66
67. Oishi International Holdings Limited ²	International distribution of beverage	Hong Kong	79.66	79.66
68. Oishi Delivery Co., Ltd. ²	E-commerce business	Thailand	79.64	-
69. Maekhong Distillery Limited ¹³	Consultancy service	Thailand	100.00	100.00
70. Sub Permpoon 8 Co., Ltd. ¹⁹	Property for rent and development	Thailand	100.00	-
71. BeerCo Limited ¹	Holding company	Hong Kong	100.00	100.00
72. Wellwater Limited ¹	Holding company	Hong Kong	100.00	100.00
73. Food of Asia Co., Ltd. ⁵	Restaurant business	Thailand	100.00	100.00
74. InterBev (Singapore) Limited ¹	Marketing and trading of alcoholic beverages	Singapore	100.00	100.00
75. InterBev (Cambodia) Co., Ltd. ¹	Dormant	Cambodia	100.00	100.00
76. InterBev Malaysia Sdn. Bhd. ¹	Trading of beverage products and providing of marketing services	Malaysia	100.00	100.00
77. Best Spirits Company Limited ¹	Trading of alcoholic beverages	Hong Kong	100.00	100.00
78. International Beverage Holdings (UK) Limited ¹	Holding company	United Kingdom	100.00	100.00
79. International Beverage Holdings (China) Limited ¹	Holding company	Hong Kong	100.00	100.00
80. Beer Chang International Limited ¹	Dormant	Singapore	100.00	100.00
81. International Beverage Trading Limited ¹	Ceased operation and completed the liquidation in December 2019	Bermuda	-	100.00
82. InterBev Investment Limited ¹	Holding company	Hong Kong	100.00	100.00
83. International Beverage Vietnam Company Limited ¹	Trading of alcoholic beverages	Socialist Republic of Vietnam	100.00	100.00
84. International Beverage Holdings (Singapore) Pte. Limited ¹	Holding company	Singapore	100.00	100.00
85. BevCo Limited ¹	Dormant	Hong Kong	100.00	100.00
86. International Beverage Trading (Hong Kong) Limited ¹	Trading of alcoholic beverages	Hong Kong	100.00	100.00
87. ASM International Limited ¹	Investment and assets management	Hong Kong	100.00	100.00
88. Chang HK Limited ¹	Trading of alcoholic beverages	Hong Kong	100.00	100.00
89. International Breweries Limited ¹	Holding company	Hong Kong	100.00	100.00
90. Havi Logistics (Thailand) Limited ¹⁶	Providing supply to restaurant business	Thailand	75.00	75.00
91. Havi Food Distribution (Thailand) Co., Ltd. ¹⁶	Providing transport, transfer goods and public cold storage	Thailand	75.00	75.00

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Indirect subsidiaries (continued)</i>				
92. Bangkok Art Biennale Management Co., Ltd. ¹⁷	Advertising and marketing services	Thailand	100.00	100.00
93. Green Bean Co., Ltd. ¹⁸	Holding company	Thailand	100.00	100.00
94. BeerCo Limited ¹	Holding company	Singapore	100.00	-
95. Chang Beer Co., Ltd. ¹	Holding company	Thailand	100.00	100.00
<i>Subsidiaries of indirect subsidiaries</i>				
96. International Beverage Holdings Limited USA, Inc. ¹	Trading of alcoholic beverages	United States of America	100.00	100.00
97. Super Brands Company Pte. Ltd. ¹	Trademark holding	Singapore	100.00	100.00
98. Siam Breweries Limited ¹	Holding company	Singapore	100.00	-
99. Asia Breweries Limited ¹	Holding company	Singapore	100.00	-
100. Thai Breweries Limited ¹	Holding company	Singapore	100.00	-
101. Beer Super Brands Limited ¹	Beer trademark holding	Singapore	100.00	-
102. InterBev (Singapore) 2019 Limited ¹	Marketing and trading of alcoholic and non-alcoholic beverages	Singapore	100.00	-
103. Blairmhor Limited ¹	Holding company	United Kingdom	100.00	100.00
104. Inver House Distillers Limited ¹	Production and distribution of spirits	United Kingdom	100.00	100.00
105. Inver House Distillers (ROI) Ltd.	Distribution of spirits	Republic of Ireland	100.00	-
106. InterBev Trading (China) Limited ¹	Trading of alcoholic beverages	People's Republic of China	100.00	100.00
107. Yunnan Yulinquan Liquor Co., Ltd. ¹	Spirits distillery	People's Republic of China	100.00	100.00
108. InterBev Trading (Hong Kong) Limited ¹	Holding company and trading beverage products	Hong Kong	100.00	100.00
109. Blairmhor Distillers Limited ¹	Dormant	United Kingdom	100.00	100.00
110. Wee Beastie Limited ¹	Dormant	United Kingdom	100.00	100.00
111. Moffat & Towers Limited ¹	Dormant	United Kingdom	100.00	100.00
112. Glen Calder Blenders Limited ¹	Dormant	United Kingdom	100.00	100.00
113. Hankey Bannister & Company Limited ¹	Dormant	United Kingdom	100.00	100.00
114. R. Carmichael & Sons Limited ¹	Dormant	United Kingdom	100.00	100.00
115. J MacArthur Junior & Company Limited ¹	Dormant	United Kingdom	100.00	100.00
116. Mason & Summers Limited ¹	Dormant	United Kingdom	100.00	100.00
117. James Catto & Company Limited ¹	Dormant	United Kingdom	100.00	100.00
118. The Knockdhu Distillery Co., Ltd. ¹	Dormant	United Kingdom	100.00	100.00

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Subsidiaries of indirect subsidiaries (continued)</i>				
119. Speyburn-Glenlivet Distillery Co., Ltd. ¹	Dormant	United Kingdom	100.00	100.00
120. The Pulteney Distillery Co., Ltd. ¹	Dormant	United Kingdom	100.00	100.00
121. The Balblair Distillery Co., Ltd. ¹	Dormant	United Kingdom	100.00	100.00
122. Interbev Timor, Unipessoal, Lda. ¹	Dormant	Democratic Republic of Timor-Leste	100.00	100.00
123. Chang Beer UK Limited ¹	Trading of alcoholic beverages	United Kingdom	100.00	100.00
124. Asiaeuro International Beverage (Hong Kong) Limited. ¹	Trading and alcoholic beverages	Hong Kong	51.00	51.00
125. Asiaeuro International Beverage (Guangdong) Co., Ltd. ¹	Trading and alcoholic beverages	People's Republic of China	51.00	51.00
126. Dongguan LiTeng Foods Co., Ltd. ¹	Coffee business	People's Republic of China	51.00	51.00
127. Alliance Asia Investment Private Limited ¹	Holding company	Singapore	100.00	100.00
128. Alliance Strategic Investments Pte. Ltd. ¹	Holding company	Singapore	100.00	100.00
129. Myanmar Supply Chain and Marketing Services Co., Ltd. ¹	Logistics and marketing service	Union of Myanmar	75.00	75.00
130. Grand Royal Group International Company Limited ¹	Manufacturing and marketing of alcoholic beverages	Union of Myanmar	75.00	75.00
131. International Beverage Trading Company Limited ¹⁵	Trading of alcoholic beverages	Union of Myanmar	35.00	-
132. Vietnam F&B Alliance Investment Joint Stock Company ¹	Holding company	Socialist Republic of Vietnam	99.00	99.00
133. Vietnam Beverage Company Limited ¹	Holding company	Socialist Republic of Vietnam	99.99	99.99
134. Saigon Beer - Alcohol - Beverage Corporation ¹	Production and distribution of beverage products, logistics, mechanical equipment manufacturing and property development	Socialist Republic of Vietnam	53.58	53.58
135. Western - Saigon Beer Joint Stock Company ¹	Produce and trade beer	Socialist Republic of Vietnam	27.33	27.33
136. Chuong Duong Beverages Joint Stock Company ¹	Produce and trade beverage, canned foods and sub-materials	Socialist Republic of Vietnam	33.25	33.25
137. Sai Gon - Quang Ngai Beer Joint Stock Company ¹	Produce and trade beer	Socialist Republic of Vietnam	35.67	35.67
138. Binh Tay Liquor Joint Stock Company ¹	Produce and trade alcohol	Socialist Republic of Vietnam	50.00	50.00
139. Sai Gon - Dong Xuan Beer Alcohol Joint Stock Company ¹	Produce beer and beverage, and provide transportation services	Socialist Republic of Vietnam	29.95	29.95

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Subsidiaries of indirect subsidiaries (continued)</i>				
140. Saigon - Nghetinh Beer Joint Stock Company ¹	Produce and trade beverage, canned foods and sub-materials	Socialist Republic of Vietnam	29.33	29.33
141. Saigon - Songlam Beer Joint Stock Company ¹	Produce and trade beer and beverage, import and export related materials	Socialist Republic of Vietnam	36.85	36.85
142. Sai Gon - Ha Noi Beer Corporation ¹	Produce and trade beer and beverage, import and export related materials	Socialist Republic of Vietnam	27.92	27.92
143. Sai Gon Beer Trading Company Limited ¹	Trade beer, alcohol and beverage	Socialist Republic of Vietnam	53.58	53.58
144. Northern Sai Gon Beer Trading Joint Stock Company ¹	Trade alcohol and beverage, transportation and warehousing	Socialist Republic of Vietnam	50.75	50.75
145. Sai Gon Beer Bac Trung Bo Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and transportation	Socialist Republic of Vietnam	50.86	50.86
146. Saigon Beer Center Trading Joint Stock Company ¹	Trading alcohol and non-alcohol drink, trading chemical, packaging, trade transportation by car	Socialist Republic of Vietnam	50.59	50.59
147. Bia Saigon Mien Trung Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and transportation by car	Socialist Republic of Vietnam	48.89	48.89
148. Sai Gon Beer Tay Nguyen Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and transportation	Socialist Republic of Vietnam	48.23	48.23
149. Saigon Beer Nam Trung Bo Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and transportation	Socialist Republic of Vietnam	48.30	48.30
150. Sai Gon Beer Eastern Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and transportation	Socialist Republic of Vietnam	48.59	48.59
151. Saigon Song Tien Beer Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and road transportation	Socialist Republic of Vietnam	48.23	48.23
152. Saigon Song Hau Beer Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing, road and water-way transportation	Socialist Republic of Vietnam	48.23	48.23
153. Sa Be Co Mechanical Co., Ltd. ¹	Manufacture equipments used in food manufacturing, installation and maintain machinery system and equipment	Socialist Republic of Vietnam	53.58	53.58
154. Saigon Soc Trang Beer One Member Limited Company ¹	Produce and trade beer, malt, yeast, mineral water, bottled pure water	Socialist Republic of Vietnam	27.33	27.33
155. Sai Gon Beer Northeast Trading Joint Stock Company ¹	Trade alcohol, beer, beverage, warehousing and transportation	Socialist Republic of Vietnam	48.47	48.47

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Subsidiaries of indirect subsidiaries (continued)</i>				
156. Sai Gon - Ha Tinh Beer One Member Company Limited ¹	Produce and trade beer, malt, yeast, mineral water, bottled pure water	Socialist Republic of Vietnam	53.58	53.58
157. Sai Gon Beer Packaging Joint Stock Company ¹	Produce canned foods, carton and metal packaging products	Socialist Republic of Vietnam	41.16	41.16
158. Saigon Beer Company Limited ¹	Wholesale beverage	Socialist Republic of Vietnam	53.58	53.58
159. Saigon Beer Group Company Limited ¹	Wholesale beverage	Socialist Republic of Vietnam	53.58	53.58
160. Saigon - Lamdong Beer Joint Stock Company	Produce beer, alcohol and beverage	Socialist Republic of Vietnam	28.35	10.72
161. Sermsuk Plc. ¹	Production and distribution of beverages	Thailand	64.67	64.67
162. Sermsuk Holdings Co., Ltd. ¹	Holding company	Thailand	64.67	64.67
163. Sermsuk Beverage Co., Ltd. ¹	Production and distribution of beverages	Thailand	64.67	64.67
164. Sermsuk Training Co., Ltd. ¹	Human resources and organisation development services	Thailand	64.67	64.67
165. Great Brands Limited ¹	Brands management	Hong Kong	64.67	64.67
166. Wrangyer Beverage (2008) Co., Ltd. ¹	Production and distribution of energy drink	Thailand	64.67	64.67
167. S.P.M. Foods & Beverages Co., Ltd. ¹	Production and distribution of drinking water and energy drinks and spirits agency	Thailand	99.84	99.84
168. So Water Company Limited ¹	Holding company	Thailand	100.00	100.00
169. Oishi F&B (Singapore) Pte. Ltd. ²	Brands management and consulting services	Singapore	79.66	79.66
170. Oishi Myanmar Limited ²	Japanese restaurant business	Union of Myanmar	43.81	43.81
171. Oishi Group Limited Liability Company ²	Marketing management consulting services	Socialist Republic of Vietnam	79.66	79.66
172. Koykiao Co., Ltd. ⁷	Food and beverage business	Thailand	51.00	51.00
173. Max Asia Co., Ltd. ⁷	Bakery business	Thailand	70.00	70.00
174. Bistro Asia Co., Ltd. ⁷	Restaurant business	Thailand	100.00	100.00
175. The QSR of Asia Co., Ltd. ⁷	Restaurant business	Thailand	100.00	100.00
176. Spice of Asia Co., Ltd. ⁷	Restaurant business	Thailand	76.00	76.00
177. Beer Thai (1991) Plc. ¹²	Beer brewery and production of drinking water and soda water	Thailand	100.00	100.00
178. Beer Thip Brewery (1991) Co., Ltd. ¹²	Beer brewery and production of drinking water and soda water	Thailand	100.00	100.00
179. Cosmos Brewery (Thailand) Co., Ltd. ¹²	Beer brewery and production of drinking water and soda water	Thailand	100.00	100.00
180. Pomkit Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
181. Pomklung Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Subsidiaries of indirect subsidiaries (continued)</i>				
182. Pomchok Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
183. Pomcharoen Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
184. Pomburapa Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
185. Pompalang Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
186. Pomnakorn Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
187. Pomthip (2012) Co., Ltd. ¹²	Beer, drinking water and soda water distributor	Thailand	100.00	100.00
188. Thipchalothorn Co., Ltd. ¹²	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
189. Chang International Co., Ltd. ¹²	Advertising and marketing services	Thailand	100.00	100.00
190. Beer Chang Co., Ltd. ¹²	Trademark holding and production of beer concentrate	Thailand	100.00	100.00
191. Archa Beer Co., Ltd. ¹²	Trademark holding and production	Thailand	100.00	100.00
192. Chang Corp Co., Ltd. ¹²	Advertising and marketing services	Thailand	100.00	100.00
193. Chang Beer International Co., Ltd. ¹⁴	Dormant	Thailand	100.00	100.00
<i>Associates of indirect subsidiaries</i>				
194. Fraser and Neave, Limited ³	Manufacture and distribution of food and beverage and publishing and printing	Singapore	28.44	28.46
195. Frasers Property Limited ³	Development and investment in property	Singapore	28.19	28.25
<i>Associates of subsidiary of indirect subsidiaries</i>				
196. Liquorland Limited ³	Licences	United Kingdom	49.49	49.49
197. Petform (Thailand) Co., Ltd. ⁶	Manufacture and distribution of plastic packaging	Thailand	25.87	25.87
198. Thanh Nam Consultant Investment-Engineering and Technology Transfer Joint Stock Company	Provide consulting construction and designing services	Socialist Republic of Vietnam	15.31	15.31
199. Mechanical and Industrial Contrustion Joint Stock Company	Manufacture, install machinery, bridges and roads and industrial construction products	Socialist Republic of Vietnam	13.93	13.93
200. Saigon Tay Do Beer - Beverage Joint Stock Company	Manufacture and trade alcohol, beer, beverage, soy milk, fruit juice	Socialist Republic of Vietnam	14.80	14.80
201. Saigon Binh Tay Beer Group Joint Stock Company	Produce, process and trade food, beverage, beer, alcohol, construction materials, provide industrial and civil construction services	Socialist Republic of Vietnam	11.68	11.68
202. Saigon - Baclieu Beer Joint Stock Company	Produce beer, alcohol and beverage	Socialist Republic of Vietnam	5.47	5.47

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2020	30 September 2019
<i>Associates of subsidiary of indirect subsidiaries</i>				
<i>(continued)</i>				
203. Truong Sa Food - Food Business Joint Stock Company	Produce agricultural products and foods	Socialist Republic of Vietnam	20.70	20.70
204. Saigon - Phutho Beer Joint Stock Company	Produce beer, alcohol and beverage	Socialist Republic of Vietnam	16.53	16.53
205. Sai Gon - Mien Trung Beer Joint Stock Company	Produce and trade beer, alcohol, beverages and spare parts	Socialist Republic of Vietnam	17.36	17.36
206. Tan Thanh Investment Trading Company Limited	Construction and real estates	Socialist Republic of Vietnam	15.54	15.54
207. Sai Gon - Vinh Long Beer Joint Stock Company	Produce beer, alcohol and beverage	Socialist Republic of Vietnam	10.72	10.72
208. Sai Gon - Kien Giang Beer Joint Stock Company	Produce and trade beer, alcohol, beverages and spare parts	Socialist Republic of Vietnam	10.72	10.72
209. Sai Gon - Khanh Hoa Beer Joint Stock Company	Produce and trade beer, alcohol, beverages and spare parts	Socialist Republic of Vietnam	13.93	13.93
210. Saigon - Bentre Beer Joint Stock Company	Produce beer, alcohol and beverage	Socialist Republic of Vietnam	10.72	10.72
<i>Joint Venture of indirect subsidiaries</i>				
211. Me Linh Point Limited	Real estate managements and office leasing	Socialist Republic of Vietnam	21.43	18.75
212. Crown Beverage Cans Saigon Limited	Manufacture aluminium cans	Socialist Republic of Vietnam	16.08	16.10
213. Malaya - Vietnam Glass Limited	Manufacture glass products	Socialist Republic of Vietnam	16.08	16.08
214. San Miguel Yamamura Phu Tho Packaging Company Limited	Manufacture and trade metal packaging	Socialist Republic of Vietnam	18.75	18.75
215. Vietnam Spirits and Wine Limited	Produce and trade alcohol and alcohol-related products	Socialist Republic of Vietnam	24.11	24.11
216. F&N International Holding Co., Ltd.	Holding Company	Thailand	51.00	51.00

¹ Direct or indirect subsidiaries of International Beverage Holdings Limited

² Direct or indirect subsidiaries of Oishi Group Plc.

³ Indirect associates of International Beverage Holdings Limited

⁴ 51% direct and 49% indirect share holding held by the Company

⁵ 25% direct and 75% indirect share holding held by the Company

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

- ⁶ Direct associates of Sermasuk Plc.
- ⁷ Direct subsidiaries of Food of Asia Co., Ltd.
- ⁸ 95% direct and 5% indirect share holding held by the Company
- ⁹ Direct subsidiary of Thai Cooperage Co., Ltd.
- ¹⁰ 41.45% share holding held by Thai Cooperage Co., Ltd., 40% share holding held by Thai Thum Distillery Co., Ltd. and 18.55% share holding held by Sura Piset Phatra Lanna Co., Ltd.
- ¹¹ Direct subsidiary of Sura Piset Sahasan Co., Ltd.
- ¹² Direct subsidiary of Chang Beer Co., Ltd.
- ¹³ Direct subsidiary of Sura Bangyikhan Co., Ltd.
- ¹⁴ Direct subsidiary of Beer Chang Co., Ltd.
- ¹⁵ The Group initially gained control over International Beverage Trading Company Limited (“IBTC”) by virtue of an agreement with its shareholders. Subsequently, International Beverage Holdings (Singapore) Pte. Limited acquired the additional shares in IBTC totalling of Baht 0.05 million which legally effective on 10 January 2020. Consequently, the Group has ownership interest in IBTC of 35%.
- ¹⁶ Direct and indirect subsidiary of Thai Beverage Logistics Co., Ltd.
- ¹⁷ Direct subsidiary of CAC Co., Ltd.
- ¹⁸ Direct subsidiary of Food and Beverage Holding Co., Ltd.
- ¹⁹ Direct subsidiary of Red Bull Distillery (1988) Co., Ltd.

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 statement”) in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2018) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions; and applicable rules and regulations of the related Securities and Exchange Commission.

The interim financial statements are prepared to provide an update of the financial statements for the year ended 30 September 2019. 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 year ended 30 September 2019.

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for year ended 30 September 2019 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2019. The impact from the adoption of these new and revised TFRSs are disclosed in note 4.

For a number of new and revised TFRS which are not yet effective for current period, the Group has not early adopted these standards in preparing these financial statements before the effective date. Those new and revised TFRS that are relevant to the Group’s operations are disclosed in note 19.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

(b) Functional and presentation currency

The 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 financial statements and in the notes to the financial statements to the nearest thousand and million unless otherwise stated.

(c) Use of judgements and estimates

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

In preparing these interim financial statements, 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 financial statements for year ended 30 September 2019.

3 Acquisition of businesses, including business under common control

(a) Asiaeuro International Beverage (Hong Kong) Limited and Asiaeuro International Beverage (Guangdong) Co., Ltd.

International Beverage Holdings (China) Limited, an indirect subsidiary of the Company, entered into Joint-Venture agreements with Asia Group Corporate Limited on 1 June 2018 in relation to the establishment of Asiaeuro International Beverage (Hong Kong) Limited ("AIB HK") which incorporated on 26 June 2018 and with Asiaeuro Wines & Spirits (Shenzhen) Co., Ltd. in relation to the establishment of Asiaeuro International Beverage (Guangdong) Co., Ltd. ("AIB GD") which incorporated on 24 July 2018. AIB HK and AIB GD have become indirect subsidiaries of the Company and entered into Asset Purchase agreements in September 2018 with Asia Euro Wines & Spirits (H.K.) Limited and Asiaeuro Wines & Spirits (Shenzhen) Co., Ltd. respectively. Total consideration is Baht 291 million including VAT. The transaction is accounted for as a business combination.

Management has considered the acquisition date as 1 October 2018. Management believes that the acquisition will accelerate the expansion of spirit business in China as well as provide an access to large customer base. These are the main factors that cause goodwill arising from the acquisition.

Consideration transferred

	Fair Value <i>(in million Baht)</i>
Cash	253
Contingent consideration	38
	291

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Identifiable assets acquired and liabilities assumed

	<i>Note</i>	Fair Value <i>(in million Baht)</i>
Inventories		233
Property, plant and equipment	10	2
Other intangible assets		39
Deferred tax		(17)
Other assets/(liabilities), net		(5)
Net identifiable assets acquired and liabilities assumed		252
Goodwill		39
Total consideration		291

The Group engaged an independent appraiser to appraise the fair value of identifiable of assets acquired and liabilities assumed, and allocation of fair value at the acquisition date. The process of appraisal of the fair value and allocation had been completed during the year ended 30 September 2019.

(b) Sub Permpoon 8 Co., Ltd.

On 25 December 2019, the Group acquired 100% of the ordinary shares in Sub Permpoon 8 Company Limited from related companies for the total consideration of Baht 1,029.27 million. The Group and Sub Permpoon 8 Company Limited are under common control of the same ultimate controlling shareholder. Consequently, the Group obtained control over Sub Permpoon 8 Company Limited from the acquisition date and the consolidated financial statements have been prepared according to business combination of entities under common control principle. The acquired assets and liabilities have been accounted in the Group's consolidated financial statements at the carrying amount in a manner similar to a pooling of interest method.

Sub Permpoon 8 Company Limited operates property rental in Thailand and owns plots of land next to a subsidiary of the Company who has utilized the land in business. The acquisition will enable additional cost-savings.

The carrying amounts of assets and liabilities acquired from the acquisition at the date of the business combination under common control are as follow:

	Carrying amounts <i>(in million Baht)</i>
Cash and cash equivalents	4
Property, plant and equipment	256
Other assets/ (liabilities), net	(4)
Net assets acquired	256
Differences arising from business combination under common control	773
Total consideration	1,029
Cash acquired	(4)
Net consideration-paid	1,025

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

As a result of the business combination under common control, the comparative financial statements as at 30 September 2019 have been restated to include Sub Permpoon 8 Company Limited as if the acquisition had been completed since the beginning of the comparative period. The impact of the restatement on the Group's consolidated financial statements are as follows:

<i>Statement of financial position</i> <i>30 September 2019</i>	Consolidated financial statements		
	As previously reported	Adjustment <i>(in million Baht)</i>	As restated
Property, plant and equipment	59,737	256	59,993
Other payable to related parties	349	259	608
Difference arising from common control transaction	(19,719)	(3)	(19,722)

There were no material impacts on the consolidated statement of comprehensive income for the period ended 31 March 2020 and no impact to the comparative separate financial statements.

4 Changes in accounting policies

From 1 October 2019, the Group has adopted TFRS 15 using the cumulative effect method taking into account the effect of initially applying this standard only to contracts that were not completed before 1 October 2019 as an adjustment to the retained earnings at 1 October 2019. Therefore, the Group has not restated the information presented for comparative financial statements, as previously reported under TAS 18 and related interpretations. The disclosure requirements of TFRS 15 have not generally been applied to comparative information.

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, excluding those amounts collected on behalf of third parties, value added tax and after deduction of any trade discounts and volume rebates. Judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Under TAS 18, the Group recognised revenue from sale of goods when the significant risks and rewards of ownership of the goods were transferred to the buyer, and recognised revenue from rendering of services by reference to the stage of completion of the transaction at the end of the reporting period. No revenue was recognised if there was continuing management involvement with the goods or there were significant uncertainties regarding recovery of the consideration due.

Payment to a customer

The Group makes payments to its retailers for product placement ("slotting fees"), promotion events or advertising. Under TAS 18, the Group recognised such amounts as distribution costs. Under TFRS 15, it is required that the Group will consider whether the Group receives distinct goods or services from the customer. If so, then the Group 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.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

The impacts to financial statements are summary as follows:

	Consolidated financial statements		
	As reported under TFRS15	TFRS15 Adjustment <i>(in million Baht)</i>	under TAS18
Statement of financial position			
At 31 March 2020			
Assets			
Investments in associates and joint ventures	81,758	(83)	81,675
Deferred tax assets	1,504	(1)	1,503
Total		(84)	
Liabilities			
Other current liabilities	4,039	(7)	4,032
Equity			
Retained earnings - unappropriated	125,927	(77)	125,850
Total		(84)	
Statement of comprehensive income			
Three-month period ended 31 March 2020			
Revenue from sale of goods	61,411	81	61,492
Cost of sale of goods	42,787	44	42,831
Distribution costs	6,670	35	6,705
Profit before income tax expense	7,846	2	7,848
Income tax expense	2,270	-	2,270
Profit for the period	5,576	2	5,578
Profit attributable to:			
Owners of the Company	4,952	3	4,955
Non-controlling interests	624	(1)	623
Profit for the period	5,576	2	5,578
Statement of comprehensive income			
Six-month period ended 31 March 2020			
Revenue from sale of goods	137,092	218	137,310
Cost of sale of goods	96,832	136	96,968
Distribution costs	13,531	75	13,606
Profit before income tax expense	18,464	7	18,471
Income tax expense	3,675	1	3,676
Profit for the period	14,789	6	14,795
Profit attributable to:			
Owners of the Company	13,375	6	13,381
Non-controlling interests	1,414	-	1,414
Profit for the period	14,789	6	14,795

There was no impact to the separate financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

5 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties other than direct subsidiaries, indirect subsidiaries, subsidiaries of indirect subsidiaries, associates of indirect subsidiaries and associates of subsidiary of indirect subsidiaries (as presented in Note 1) were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
1. Thai Alcohol Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
2. Sint Ek Panich Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
3. Banglen Agriculture Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
4. Pisetkij Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
5. Thip Sugar Kamphaengphet Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
6. The Chonburi Sugar Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
7. Thai Agro Products Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
8. Thip Sugar Sukhothai Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
9. The Suphanburi Sugar Industry Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
10. The Southeast Insurance Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
11. The Southeast Life Insurance Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
12. Southeast Capital Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
13. T.C.C. Technology Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
14. Thai Glass Industries Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
15. Bang-Na Glass Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
16. TCC Hotel Collection Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
17. Terragro Bio-Tech Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
18. BJC Industrial and Trading Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
19. North Park Real Estate Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
20. TCC PD 11 Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
21. Thippatana Arcade Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
22. Siam Food Products Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
23. BJC Healthcare Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
24. Wattanapat Trading Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
25. Silvercord Capital (Singapore) Limited	Singapore	Directors and controlling equity holders hold substantial shares indirectly
26. Plantheon Trading Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
27. Eastern Chemical Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
28. Mosho Entertainment Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
29. Commercial Solution Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
30. TCCCL Ladphao Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
31. F&B International Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
32. The Street Retail Development Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
33. Sub Mahakij 8 Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
34. Waste Recycling Management Center Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
35. Gaewsarnsiri Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
36. TCC Land Development Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
37. P.I.T. Factory Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
38. Lake View Golf And Yacht Club Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
39. Excellent Energy International Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
40. Thai Retail Investment Fund	Thailand	Directors and controlling equity holders are the indirect principle unit holder
41. TCC Land Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
42. Thai Malaya Glass Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
43. Berli Jucker Foods Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
44. Dhanasindhi Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
45. Business Process Outsourcing Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
46. Berli Jucker Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
47. Gaew Grung Thai Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
48. Phatra Leasing Public Co., Ltd.	Thailand	Common directors with an indirect subsidiary
49. N.C.C. Management and Development Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
50. InterContinental Singapore	Singapore	Directors and controlling equity holders hold substantial shares indirectly
51. TCC Hotel Asset Management Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
52. TCC Logistics & Warehouse Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
53. Riverside Homes Development Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
54. SMJC Real Estate Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
55. Big C Supercenter Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
56. CW Towers Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
57. BJC Specialities Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
58. Phu Thai Group Joint Stock Company	Specialist Republic of Vietnam	Directors and controlling equity holders hold substantial shares indirectly
59. Asset World Retail Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
60. Lertrattakarn Co., Ltd.	Thailand	Directors hold substantial shares indirectly
61. Golden Ventures Leasehold Real Estate Investment Trust	Thailand	Directors and controlling equity holders hold principle unit indirectly
62. New Noble Property and Loan Fund	Thailand	Directors and controlling equity holders are the indirect principle unit holder
63. Best Fortune Property and Loan Fund	Thailand	Directors and controlling equity holders are the indirect principle unit holder
64. Regent Gold Property Fund	Thailand	Directors and controlling equity holders are the indirect principle unit holder
65. Thai Commercial Investment Freehold and Leasehold Fund	Thailand	Directors and controlling equity holders are the indirect principle unit holder
66. Plaza Athenee Hotel (Thailand) Co., Ltd.	Thailand	Directors and controlling equity holders are the directors and hold substantial shares indirectly
67. North Park Golf And Sports Club Co., Ltd.	Thailand	Directors and controlling equity holders are the directors and hold substantial shares indirectly

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
68. Thai Beverage Can Co., Ltd.	Thailand	Directors and controlling equity holders hold 50% shares indirectly
69. Dhamma Land Property Development Co., Ltd.	Thailand	Directors and controlling equity holders are relatives of indirect substantial shares holders
70. PS Recycle Co., Ltd.	Thailand	Directors and controlling equity holders are relatives of controlling person
71. T.C.C. International Limited	Hong Kong	Controlling equity holders hold substantial shares indirectly
72. Best Wishes Co., Ltd.	Hong Kong	Controlling equity holders hold substantial shares indirectly
73. Bangkok Glass Co., Ltd.	Thailand	A subsidiary holds shares
74. The Pet Co., Ltd.	Thailand	A subsidiary holds shares
75. Crown Seal Plc.	Thailand	A subsidiary holds shares
76. TCC Holding Co., Ltd.	Thailand	Having common controlling equity holders
77. TCC Assets Ltd.	British Virgin Islands	Directors and controlling equity holders hold substantial shares directly
78. Golden Land Property Development Public Co., Ltd.	Thailand	Directors hold substantial shares indirectly
79. Pacific Leisure (Thailand) Limited	Thailand	Directors and controlling equity holders hold shares indirectly
80. F&N Group and related parties of F&N Group	Singapore	An indirect subsidiary holds 28.44% share in Fraser and Neave, Limited
81. FPL Group and related parties of FPL Group	Singapore	An indirect subsidiary holds 28.19% shares in Frasers Property Limited
82. SABECO Group and related parties of SABECO Group	Specialist Republic of Vietnam	An indirect subsidiary of indirect subsidiaries holds 53.58% share in Saigon Beer-Alcohol Beverage Corporation.
83. Key management personnel	Thailand	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/Company.

The pricing policies for transactions with related parties are explained further below:

Transactions

Revenue from sale of goods
Revenue from rendering of services
Purchase of goods/raw materials
Receiving of services
Purchase and sale of property, plant and equipment
Purchase and sale of investments
Interest income and interest expense

Pricing policies

Agreed prices which approximate market prices
Contractual prices
Agreed prices which approximate market prices
Contractual prices
Contractual prices
Contractual prices
Rate as mutually agreed with reference interest rates quoted by financial institutions

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Significant transactions for the three-month and six-month periods ended 31 March 2020 and 2019 with related parties were as follows:

<i>Three-month period ended 31 March</i>	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
<i>(in million Baht)</i>					
Subsidiaries					
Management fees		-	-	3,232	3,485
Cost of rendering of services		-	-	302	124
Interest income		-	-	183	203
Interest expense		-	-	271	287
Dividend income	9	-	-	12,956	5,644
Administrative expenses		-	-	16	7
Other income		-	-	16	2
Sales of investments in subsidiaries	9	-	-	44,520	-
Key management personnel					
Key management personnel compensation					
Short-term employee benefits		169	159	136	129
Post-employment benefits		3	4	2	4
Expense in relation to long-term incentive plan		1	6	1	6
Total key management personnel compensation		173	169	139	139
Associates					
Revenue from sale of goods		673	1,543	-	-
Purchases of raw materials and packaging		2,347	1,768	-	-
Overhead costs		11	11	-	-
Dividend income	8	1,083	1,548	-	-
Other income		16	35	-	-
Distribution costs and administrative expenses		83	61	-	-
Joint ventures					
Revenue from sale of goods		-	1	-	-
Purchases of raw materials and packaging		435	1	-	-
Dividend income	8	40	41	-	-
Other income		2	-	-	-
Distribution costs and administrative expenses		-	1	-	-
Other related parties					
Revenue from sale of goods		1,066	1,045	-	-
Purchases of raw materials and packaging		2,922	2,276	-	-
Overhead costs		74	92	-	-
Cost of rendering of services		-	-	129	94
Dividend income		4	2	-	-
Other income		301	6	8	4
Distribution costs and administrative expenses		644	1,059	7	2
Purchases of plant and equipment		72	107	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

<i>Six-month period ended 31 March</i>	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
		<i>(in million Baht)</i>			
Subsidiaries					
Management fees		-	-	7,193	5,904
Cost of rendering of services		-	-	359	189
Interest income		-	-	352	410
Interest expense		-	-	567	565
Dividend income	9	-	-	13,284	6,829
Administrative expenses		-	-	18	10
Other income		-	-	34	3
Sales of investments in subsidiaries	9	-	-	44,520	-
Key management personnel					
Key management personnel compensation					
Short-term employee benefits		324	301	288	268
Post-employment benefits		7	9	7	9
Expenses in relation to long-term incentive plan		7	8	7	8
Total key management personnel compensation		338	318	302	285
Associates					
Revenue from sale of goods		2,086	3,110	-	-
Purchases of raw materials and packaging		6,579	3,544	-	-
Overhead costs		24	21	-	-
Dividend income	8	1,140	1,596	-	-
Other income		58	61	-	-
Distribution costs and administrative expenses		495	113	-	-
Joint ventures					
Revenue from sale of goods		1	1	-	-
Purchases of raw materials and packaging		1,099	1	-	-
Dividend income	8	40	45	-	-
Other income		6	-	-	-
Distribution costs and administrative expenses		-	8	-	-
Other related parties					
Revenue from sale of goods		2,468	2,194	-	-
Purchases of raw materials and packaging		5,463	5,061	-	-
Overhead costs		166	180	-	-
Cost of rendering of services		-	-	245	187
Dividend income		4	2	-	-
Other income		321	24	21	5
Distribution costs and administrative expenses		1,090	2,230	13	9
Purchases of plant and equipment		280	158	-	3

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Balances as at 31 March 2020 and 30 September 2019 with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	31	30	31	30
	March	September	March	September
	2020	2019	2020	2019
	<i>(in million Baht)</i>			
Subsidiaries	-	-	1,104	979
Associates	190	109	-	-
Joint ventures	1	2	-	-
Other related parties	364	254	-	-
Total	555	365	1,104	979

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month period ended 31 March 2020 (Unaudited)

Short-term loans to and other receivables from related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2020			30 September 2019			31 March 2020			30 September 2019		
	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total
	<i>(in million Baht)</i>											
Subsidiaries	-	-	-	-	-	-	10,814	153	10,967	6,358	120	6,478
Associates	-	148	148	-	590	590	-	-	-	-	-	-
Joint venture	-	53	53	-	104	104	-	-	-	-	-	-
Other related parties	-	739	739	-	386	386	-	84	84	-	111	111
Total	-	940	940	-	1,080	1,080	10,814	237	11,051	6,358	231	6,589

Long-term loans to and other receivables from related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2020			30 September 2019			31 March 2020			30 September 2019		
	Long-term loans to	Other receivables	Total	Long-term loans to	Other receivables	Total	Long-term loans to	Other receivables	Total	Long-term loans to	Other receivables	Total
	<i>(in million Baht)</i>											
Subsidiaries	-	-	-	-	-	-	5,446	22	5,468	6,637	35	6,672
Other related parties	-	152	152	-	149	149	-	13	13	-	15	15
Total	-	152	152	-	149	149	5,446	35	5,481	6,637	50	6,687

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month period ended 31 March 2020 (Unaudited)

Movements during the six-month period ended 31 March 2020 and 2019 of loans to related parties were as follows:

<i>Loans to related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
<i>Six-month period ended 31 March</i>	2020	2019	2020	2019
	<i>(in million Baht)</i>			
Short-term loans				
Subsidiaries				
At 1 October	-	-	6,358	5,043
Increase	-	-	23,824	11,148
Decrease	-	-	(19,368)	(9,772)
At 31 March	-	-	10,814	6,419
Long-term loans				
Subsidiaries				
At 1 October	-	-	6,637	10,622
Decrease	-	-	(1,191)	(874)
At 31 March	-	-	5,446	9,748
Trade accounts payable to related parties				
	Consolidated		Separate	
	financial statements		financial statements	
	31	30	31	30
	March	September	March	September
	2020	2019	2020	2019
	<i>(in million Baht)</i>			
Associates	317	214	-	-
Joint venture	278	270	-	-
Other related parties	1,928	2,067	-	-
Total	2,523	2,551	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month period ended 31 March 2020 (Unaudited)

Short-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2020			30 September 2019			31 March 2020			30 September 2019		
	Short-term loans from	Other payables	Total	Short-term loans from (Restated)	Other payables (Restated)	Total (Restated)	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
Subsidiaries	-	-	-	-	-	-	6,881	1,776	8,657	4,091	1,374	5,465
Associates	-	86	86	-	40	40	-	-	-	-	-	-
Other related parties	-	274	274	253	315	568	-	79	79	-	76	76
Total	-	360	360	253	355	608	6,881	1,855	8,736	4,091	1,450	5,541

Long-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2020			30 September 2019			31 March 2020			30 September 2019		
	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
Subsidiaries	-	-	-	-	-	-	22,666	-	22,666	38,359	-	38,359
Other related parties	-	-	-	-	2	2	-	-	-	-	-	-
Total	-	-	-	-	2	2	22,666	-	22,666	38,359	-	38,359

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

<i>Summary of loans from related parties</i>	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019 (Restated)	31 March 2020	30 September 2019
	<i>(in million Baht)</i>			
Short-term loans	-	253	6,881	4,091
Long-term loans	-	-	22,666	38,359
Total	-	253	29,547	42,450

Movements during the six-month period ended 31 March 2020 and 2019 of loans from related parties were as follows:

<i>Loans from related parties</i>	Consolidated financial statements		Separate financial statements	
	2020	2019 (Restated)	2020	2019
<i>Six-month period ended 31 March</i>	<i>(in million Baht)</i>			
<i>Short-term loans</i>				
Subsidiaries				
At 1 October	253	253	4,091	8,195
Increase	-	-	49,280	43,782
Decrease	-	-	(46,490)	(35,584)
Reclassify to difference arising from common control transaction	(253)	-	-	-
At 31 March	-	253	6,881	16,393
<i>Long-term loans</i>				
Subsidiaries				
At 1 October	-	-	38,359	27,795
Decrease	-	-	(15,693)	(915)
At 31 March	-	-	22,666	26,880

Significant agreements with related parties

Supporting service agreements

The Company entered into supporting service agreements with subsidiaries for supporting service such as human resource, administration, accounting, finance, public relations, public co-ordination, technology, law, secretary and share register and internal audit for a period of one year from 1 January 2004 to 31 December 2004. Unless there are notifications to terminate the agreement not later than 30 days prior to the expiry date, this agreement continues to be in effect for the successive one year term. The subsidiaries are committed to pay a service fee at the rate as stipulated in the agreements.

Subsequently on 1 November 2019, addendum to the above supporting service agreement was issued to revise the service fee with effective date from 1 October 2019.

On 16 March 2020, The Company entered into supporting service agreement with BeerCo Limited which is an indirect subsidiary for supporting service such as human resource, administration, accounting, finance, public relations, technology, law, secretary and share register and internal audit. The agreement will be effective from 1 April 2020 onwards.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Application service provisioning agreement

The Company entered into the application service provisioning agreement with T.C.C. Technology Co., Ltd., a related company, for the provision of ongoing maintenance and development of the application. The Company is committed to pay the rental fee of system, computer hardware, software license and service fee on a monthly basis throughout the contract period for five years, effective from 1 January 2019, under the fees and conditions stipulated in the agreement. Subsequently, the Company entered into additional agreements according to the additional number of users.

Molasses purchase and sale agreements

Thai Molasses Co., Ltd., the Company's subsidiary, entered into molasses purchase and sale agreements with various related companies in order to sell molasses to other subsidiaries within the Group, under the prices and conditions stipulated in the agreements.

Glass bottle purchase and sale agreement

Thai Beverage Recycle Co., Ltd., the Company's subsidiary, entered into the glass bottle purchase and sale agreement with Berli Jucker Plc., a related company, in order to sell glass bottle to other subsidiaries within the Group, for a period of six years, effective from 1 January 2016 to 31 December 2021, under the prices and conditions stipulated in the agreement.

Revolving loan agreement

The Company entered into loan agreement with subsidiaries for lending the loans with joint credit limit not exceeding Baht 25,000 million, bearing interest at the rate of 5% per annum and entered into another revolving loan agreement with a subsidiary to lend loans with credit limit of Baht 15,000 million, bearing interest at the rate of 5% per annum.

The Company entered into revolving loan agreements with subsidiaries for proceeding the loans with total credit limit of Baht 123,700 million, bearing interest at the rate of 2.5% per annum.

Property sublease agreements

In May 2018, the Company's subsidiary entered into two sublease agreements to lease office building and car park building with a related company. Under the agreements, which effective for the total period of approximately 32 years, starting from the agreement dated in May 2018, the said subsidiary is committed to pay rental in one lump sum amount within 30 days on the rates as stipulated in the agreements. In this connection, Baht 1,542.56 million has been paid and amortised over the agreement period on a straight-line basis.

Consultancy services agreement

The Company's subsidiary entered into a software licensing with a related company to manage the permission and maintenance the system. The agreement is for a period of 3 years ends on 31 August 2018 with service fee in amount of Bath 1.23 million per month. On 1 September 2018, the agreement was extended for a period of 2 years ends on to 31 August 2020.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Trademark sub-license agreement

A subsidiary of an indirect subsidiary entered into a trademark sub-license agreement with Emerald Brewery Myanmar Limited (“Emerald Brewery”), a joint venture under F&N Group, to grant a license for use of the trademark. Effective from 28 September 2019 to 27 September 2029, Emerald Brewery committed to pay license fee at a fixed rate applied to the net sales revenue in respect of all sales of the products by or on behalf of Emerald Brewery, including other conditions as stipulated in the agreement. The counterparties subsequently agreed to waive the payment of the license fee for the period from 28 September 2019 to 30 September 2020.

Trademark license agreement

Super Brands Company Pte. Ltd. (“Super Brands”), a subsidiary of an indirect subsidiary, entered into a trademark license agreement with Emerald Brewery Myanmar Limited (“Emerald Brewery”), a joint venture under F&N Group, to grant a license for use of the trademark. Effective from 1 March 2020 to 28 February 2030, Emerald Brewery committed to pay license fee at a fixed rate applied to the net sales revenue in respect of all sales of the products by or on behalf of Emerald Brewery, including other conditions as stipulated in the agreement. Subsequently, in connection with an internal restructuring exercise, Super Brands and Emerald Brewery have agreed to enter into another agreement for the purpose of novating all of Super Brands’ rights and obligations under the trademark license agreement to Beer Super Brand Limited, a subsidiary of an indirect subsidiary, effective on 9 March 2020.

Commitments with related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019
	<i>(in million Baht)</i>			
Capital commitments				
Buildings and other constructions	81	11	-	-
Machinery and equipment	4	4	-	-
Total	85	15	-	-
Non-cancellable operating lease commitments				
Within one year	715	654	53	54
After one year but within five years	1,625	1,177	59	47
After five years	3,465	336	-	-
Total	5,805	2,167	112	101
Other commitments				
Purchase of raw material agreements	24,219	7,693	-	-
Application service provisioning agreements	366	415	366	415
Purchase of molasses agreements	179	308	-	-
Brewing supervision agreement	11	12	-	-
Sale of molasses agreements	5	5	-	-
Other service agreements	214	153	164	80
Total	24,994	8,586	530	495

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

6 Cash and cash at financial institutions

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019
	<i>(in million Baht)</i>			
Cash on hand	109	115	-	-
Cash at banks - current accounts	2,640	2,552	40	7
Cash at banks - savings accounts	3,448	2,860	907	65
Highly liquid short-term investments	4,476	4,103	-	-
Cash and cash equivalents	10,673	9,630	947	72
Current investments	14,960	14,732	-	-
Total	25,633	24,362	947	72

Current investments represent short-term deposit at financial institutions with maturity period more than 3 months but less than 12 months.

7 Trade accounts receivable

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 March 2020	30 September 2019	31 March 2020	30 September 2019
		<i>(in million Baht)</i>			
Related parties	5	555	365	1,104	979
Other parties		5,660	4,786	-	-
Total		6,215	5,151	1,104	979
Less allowance for doubtful accounts		(66)	(57)	-	-
Net		6,149	5,094	1,104	979

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019
	<i>(in million Baht)</i>			
Related parties				
Within credit terms	421	297	1,104	979
Overdue:				
Less than 3 months	118	68	-	-
3-6 months	14	-	-	-
6-12 months	1	-	-	-
Over 12 months	1	-	-	-
	555	365	1,104	979

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019
	<i>(in million Baht)</i>			
Other parties				
Within credit terms	4,196	3,921	-	-
Overdue:				
Less than 3 months	1,302	747	-	-
3-6 months	90	75	-	-
6-12 months	34	12	-	-
Over 12 months	38	31	-	-
	5,660	4,786	-	-
Less allowance for doubtful accounts	(66)	(57)	-	-
	5,594	4,729	-	-
Net	6,149	5,094	1,104	979

The normal credit term granted by the Group ranges from 7 days to 150 days.

8 Investments in associates and joint ventures

	Consolidated financial statements	
	2020	2019
	<i>(in million Baht)</i>	
Six-month period ended 31 March		
Associates		
At 1 October	74,924	78,502
Impact of change in accounting policy	83	-
Share of net profit of investment in associates	2,004	2,225
Share of other comprehensive income of investment in associates	(967)	(682)
Reclassification to subsidiary	(26)	-
Allowance for impairment loss	(95)	-
Dividend income from associates	(1,140)	(1,596)
Effect of foreign currency exchange differences	2,244	(656)
At 31 March	77,027	77,793
Joint ventures		
At 1 October	4,421	3,616
Share of net profit of investment in joint ventures	175	165
Reversal of allowance for impairment loss	1	-
Dividend income from joint ventures	(40)	(45)
Effect of foreign currency exchange differences	174	(8)
At 31 March	4,731	3,728

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

<i>Six-month period ended 31 March</i>	Consolidated financial statements	
	2020	2019
	<i>(in million Baht)</i>	
Total		
At 1 October	79,345	82,118
Impact of change in accounting policy	83	-
Share of net profit of investment in associates and joint ventures	2,179	2,390
Share of other comprehensive income of investment in associates	(967)	(682)
Reclassification to subsidiary	(26)	-
Allowance for impairment loss	(94)	-
Dividend income from associates and joint ventures	(1,180)	(1,641)
Effect of foreign currency exchange differences	2,418	(664)
At 31 March	81,758	81,521

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Consolidated financial statements									
	Ownership interest		Paid-up capital		Cost		Equity		Dividend income	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	31 March 2019
	(%)						(in million Baht)			
Associates										
<i>Held by subsidiary of indirect subsidiaries (continued)</i>										
Saigon - Baclieu Beer Joint Stock Company	5.47	5.47	VND 120,120 million	VND 120,120 million	47	47	90	89	3	4
Truong Sa Food - Food Business Joint Stock Company	20.70	20.70	VND 17,700 million	VND 17,700 million	10	10	9	9	-	-
Saigon - Phutho Beer Joint Stock Company	16.53	16.53	VND 125,000 million	VND 125,000 million	102	99	154	150	7	6
Sai Gon - Mien Trung Beer Joint Stock Company	17.36	17.36	VND 298,466 million	VND 298,466 million	350	343	406	413	45	54
Tan Thanh Investment Trading Company Limited	15.54	15.54	VND 250,000 million	VND 250,000 million	2	96	-	92	-	-
Sai Gon - Vinh Long Beer Joint Stock Company	10.72	10.72	VND 150,000 million	VND 150,000 million	77	75	105	100	6	6
Sai Gon - Kien Giang Beer Joint Stock Company	10.72	10.72	VND 115,000 million	VND 115,000 million	36	35	44	43	3	3
Sai Gon - Khanh Hoa Beer Joint Stock Company	13.93	13.93	VND 100,000 million	VND 100,000 million	59	57	90	85	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Consolidated financial statements									
	Ownership interest		Paid-up capital		Cost		Equity		Dividend income	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	30 September 2019 (Restated)	31 March 2020	30 September 2019 (Restated)	31 March 2020	31 March 2019
	(%)						(in million Baht)			
Associates										
<i>Held by subsidiary of indirect subsidiaries (continued)</i>										
Saigon - Bentre Beer Joint Stock Company	10.72	10.72	VND 100,000 million	VND 100,000 million	28	26	31	31	6	-
Saigon - Lamdong Beer Joint Stock Company ¹	-	10.72	-	VND 100,000 million	-	26	-	27	-	-
Joint Ventures										
<i>Held by subsidiary of indirect subsidiaries</i>										
Me Linh Point Limited	21.43	18.75	VND 221,066 million	VND 221,066 million	718	716	835	818	40	41
Crown Beverage Cans Saigon Limited	16.08	16.10	VND 519,590 million	VND 519,590 million	1,779	1,769	2,100	1,912	-	4
Malaya - Vietnam Glass Limited	16.08	16.08	VND 322,209 million	VND 322,209 million	365	359	630	561	-	-
San Miguel Yamamura Phu Tho Packaging Company Limited	18.75	18.75	VND 51,883 million	VND 51,883 million	111	109	160	150	-	-
Vietnam Spirits and Wine Limited	24.11	24.11	VND 65,462 million	VND 65,462 million	33	68	28	26	-	-
F&N International Holding Co., Ltd.	51.00	51.00	Baht 1,833 million	Baht 1,833 million	935	935	978	954	-	-
Total					49,056	46,144	81,758	79,345	1,180	1,641

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

¹ On 1 October 2019, Saigon Beer - Alcohol -Beverage Corporation (“SABECO”), the Group’s subsidiary completed the acquisition of an additional 32.91% ownership in Saigon-Lamdong Beer Joint Stock Company (“SABECO Lam Dong”), which was previously an associate of the Group, increasing SABECO’s total shareholding in SABECO Lam Dong to 52.91%. Consequently, SABECO Lam Dong become a subsidiary of SABECO and a subsidiary of indirect subsidiary of the Group, with the Group holding 28.35% effective shareholding through SABECO as at 31 March 2020.

The Group has investment in associates, Fraser and Neave, Limited (“F&N”) and Frasers Property Limited (“FPL”), which are listed on the Singapore Exchange Securities Trading Limited (“SGX”) with the closing price as at 31 March 2020 of SGD 1.20 per share and SGD 1.11 per share, respectively (30 September 2019: SGD 1.74 per share and SGD 1.75 per share, respectively). The market value calculated from the above mentioned closing price of the Group’s investments in F&N and FPL are Baht 11,354 million and Baht 21,005 million, respectively (30 September 2019: Baht 15,892 million and Baht 31,967 million, respectively).

9 Investments in subsidiaries

<i>Six-month period ended 31 March</i>	Separate financial statements	
	2020	2019
	<i>(in million Baht)</i>	
At 1 October	335,268	333,696
Increase in share capital of subsidiaries	34,280	605
Acquisitions	-	36
Disposals	(33,680)	-
At 31 March	<u>335,868</u>	<u>334,337</u>

On 7 November 2019, the Company made an additional investment in Pan International (Thailand) Co., Ltd., the Company’s direct subsidiary, for a consideration of Baht 9 million (90,000 ordinary shares with a Baht 100 per value).

On 30 January 2020, the Company invested in a new investment in a direct subsidiary, Chang Holding Co., Ltd., incorporated in Thailand, for a consideration of Baht 50,900 (5,090 ordinary shares with a Baht 10 par value).

On 6 March 2020, the Company made an additional investment in International Beverage Holdings Limited, the Company’s direct subsidiary, for a consideration of Baht 25,358 million (6,276,609,000 ordinary shares).

On 12 March 2020, the Company made an additional investment in Chang Corporation Co., Ltd., the Company’s direct subsidiary, for a consideration of Baht 8,914 million (891,429,000 ordinary shares with a Baht 10 par value).

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

On 12 March 2020, in connection with an internal restructuring exercise, the Company transferred all of its 99.99% shareholding stakes in each of the 15 companies listed below to Chang Beer Co., Ltd., the Company's indirect subsidiary for a total consideration of Baht 44,520 million. The Company recognised Baht 10,840 million gain from sale of investments in subsidiaries in separate statement of income. These gains were eliminated in the consolidated financial statements. The Company remains the ultimate parent of these companies and these companies became indirect subsidiaries of the Group.

Name of entities transferred to Chang Beer Co., Ltd.

1. Beer Thai (1991) Plc.
2. Beer Thip Brewery (1991) Co., Ltd.
3. Pomkit Co.,Ltd.
4. Pomklung Co.,Ltd.
5. Pomchok Co., Ltd.
6. Pomcharoen Co., Ltd.
7. Pomburapa Co., Ltd.
8. Pompalang Co.,Ltd.
9. Pomnakorn Co., Ltd.
10. Pomthip (2012) Co.,Ltd.
11. Thipchalothorn Co., Ltd.
12. Cosmos Brewery (Thailand) Co., Ltd.
13. Beer Chang Co., Ltd.
14. Archa beer Co., Ltd.
15. Chang International Co., Ltd.

The income tax expense directly related to this restructuring for the six-month period ended 31 March 2020 is estimated to be Baht 1,084 million.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Investments in subsidiaries as at 31 March 2020 and 30 September 2019, and dividend income from those investments for the six-month period ended 31 March 2020 and 2019 were as follows:

	Ownership interest		Separate financial statements				Dividend income	
	31	30	Paid-up capital		Cost method		31	31
	March	September	March	September	March	September	March	March
	2020	2019	2020	2019	2020	2019	2020	2019
	(%)		<i>(in million Baht)</i>					
Subsidiaries								
Beer Thai (1991) Plc.	-	100.00	-	5,550	-	12,500	1,421	233
Beer Thip Brewery (1991) Co., Ltd.	-	100.00	-	6,600	-	12,500	891	218
Sangsom Co., Ltd.	100.00	100.00	7,500	7,500	7,500	7,500	127	98
Fuengfuanant Co., Ltd.	100.00	100.00	900	900	900	900	67	43
Mongkolsamai Co., Ltd.	100.00	100.00	700	700	691	691	13	-
Thanapakdi Co., Ltd.	100.00	100.00	700	700	697	697	4	5
Kanchanasingkorn Co., Ltd.	100.00	100.00	700	700	700	700	1	8
Sura Bangyikhan Co., Ltd.	100.00	100.00	4,000	4,000	4,000	4,000	180	180
Athimart Co., Ltd.	100.00	100.00	900	900	900	900	73	68
S.S. Karnsura Co., Ltd.	100.00	100.00	800	800	800	800	53	44
Kankwan Co., Ltd.	100.00	100.00	800	800	800	800	80	59
Theparunothai Co., Ltd.	100.00	100.00	700	700	700	700	53	38
Red Bull Distillery (1988) Co., Ltd.	100.00	100.00	5,000	5,000	5,000	5,000	30	5
United Winery and Distillery Co., Ltd.	100.00	100.00	1,800	1,800	1,800	1,800	-	20
Simathurakij Co., Ltd.	100.00	100.00	900	900	888	888	70	39
Nateechai Co., Ltd.	100.00	100.00	800	800	800	800	6	-
Luckchai Liquor Trading Co., Ltd.	100.00	100.00	800	800	766	766	1	8
Sura Piset Thipparat Co., Ltd.	100.00	100.00	1,000	1,000	1,010	1,010	1	4
Modern Trade Management Co., Ltd.	100.00	100.00	10	10	10	10	115	-
Horeca Management Co., Ltd.	100.00	100.00	10	10	10	10	3	7
Pomkit Co., Ltd.	-	100.00	-	10	-	10	140	-
Pomklung Co., Ltd.	-	100.00	-	10	-	10	46	-
Pomchok Co., Ltd.	-	100.00	-	10	-	10	62	-
Pomcharoen Co., Ltd.	-	100.00	-	10	-	10	5	-
Pomburapa Co., Ltd.	-	100.00	-	10	-	10	88	-
Pompalang Co., Ltd.	-	100.00	-	10	-	10	156	-
Pomnakorn Co., Ltd.	-	100.00	-	10	-	10	6	-
Pomthip (2012) Co., Ltd.	-	100.00	-	10	-	10	23	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Separate financial statements									
	Ownership interest		Paid-up capital		Cost method		Dividend income			
	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	31 March 2019		
	(%)		(in million Baht)							
<i>Subsidiaries (continued)</i>										
Num Yuk Co., Ltd.	100.00	100.00	10	10	10	10	86	70		
Num Kijjakarn Co., Ltd.	100.00	100.00	10	10	10	10	289	205		
Num Palang Co., Ltd.	100.00	100.00	10	10	10	10	31	25		
Num Muang Co., Ltd.	100.00	100.00	10	10	10	10	125	97		
Num Nakorn Co., Ltd.	100.00	100.00	10	10	10	10	56	46		
Num Thurakij Co., Ltd.	100.00	100.00	10	10	10	10	161	123		
Numrungrad Co., Ltd.	100.00	100.00	10	10	10	10	213	147		
Numthip Co., Ltd.	100.00	100.00	10	10	10	10	95	81		
Thipchalothorn Co., Ltd.	-	100.00	-	1	-	3	2,029	387		
Krittayabun Co., Ltd.	100.00	100.00	5	5	27	27	611	298		
Surathip Co., Ltd.	100.00	100.00	1	1	7	7	430	274		
Sunthronpirom Co., Ltd.	100.00	100.00	5	5	25	25	546	279		
Piromsurang Co., Ltd.	100.00	100.00	5	5	24	24	395	204		
Thai Beverage Energy Co., Ltd.	100.00	100.00	860	860	864	864	-	-		
Thai Molasses Co., Ltd.	99.72	99.72	40	40	35	35	64	60		
Feed Addition Co., Ltd.	100.00	100.00	1	1	32	32	25	15		
Pan International (Thailand) Co., Ltd.	100.00	100.00	10	1	43	34	-	4		
Charun Business 52 Co., Ltd.	100.00	100.00	122	122	84	84	-	-		
Thai Cooperage Co., Ltd.	100.00	100.00	300	300	296	296	2	-		
Thai Beverage Recycle Co., Ltd.	100.00	100.00	123	123	134	134	46	23		
Thai Beverage Logistics Co., Ltd.	100.00	100.00	1,012	1,012	1,012	1,012	-	-		
Thai Beverage Marketing Co., Ltd.	100.00	100.00	300	300	300	300	201	30		
United Products Co., Ltd.	100.00	100.00	350	350	376	376	-	-		
Dhospaak Co., Ltd.	100.00	100.00	25	25	61	61	37	69		
Thai Beverage Training Co., Ltd.	100.00	100.00	2	2	2	2	-	20		

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Separate financial statements								
	Ownership interest		Paid-up capital		Cost method		Dividend income		
	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	30 September 2019	31 March 2020	31 March 2019	
	(%)		(in million Baht)						
<i>Subsidiaries (continued)</i>									
C A C Co., Ltd.	100.00	100.00	30	30	30	30	-	-	
International Beverage Holdings Limited ¹	100.00	100.00	275,656	250,298	275,656	250,298	1,607	2,345	
Cosmos Brewery (Thailand) Co., Ltd.	-	100.00	-	1,667	-	4,139	305	175	
Thai Beverage Brands Co., Ltd.	100.00	100.00	5	5	39	39	-	-	
Beer Chang Co., Ltd.	-	100.00	-	1	-	4,318	410	77	
Archa beer Co., Ltd.	-	100.00	-	1	-	130	14	2	
Sura Piset Phatra Lanna Co., Ltd.	100.00	100.00	1,000	1,000	1,015	1,015	-	7	
Oishi Group Plc.	79.66	79.66	375	375	5,540	5,540	433	284	
Thai Drinks Co., Ltd.	95.05	95.05	1,500	1,500	438	438	-	-	
Chang International Co., Ltd.	-	100.00	-	10	-	10	1,045	157	
Cash Van Management Co., Ltd.	100.00	100.00	10	10	10	10	274	205	
Food of Asia Co., Ltd.	25.00	25.00	10	10	2	2	-	-	
Chang Corporation Co., Ltd.	50.99	50.99	17,480	1	8,913	1	-	-	
BevCo Co., Ltd.	50.99	50.99	5,436	5,436	2,773	2,773	-	-	
Bev Tech Co., Ltd.	100.00	100.00	200	200	200	200	39	43	
Namjai Thai Bev (Social Enterprise) Co., Ltd.	100.00	100.00	1	1	1	1	-	-	
ASM Management Co., Ltd.	100.00	100.00	2,700	2,700	2,700	2,700	-	-	
Traditional Trade Management Co., Ltd. (Formerly: Agent Mangement Co., Ltd.)	100.00	100.00	10	10	10	10	-	-	
Foods Company Holdings Co., Ltd.	100.00	100.00	6,200	6,200	6,200	6,200	-	-	
C.A.I. Co., Ltd.	100.00	100.00	5	5	5	5	-	-	
Thaibev Marketing Co., Ltd.	100.00	100.00	25	25	25	25	-	-	
Food and Beverage Holding Co., Ltd.	100.00	100.00	936	936	936	936	-	-	
Chang Holding Co., Ltd.	50.90	-	1	-	1	-	-	-	
Total					335,868	335,268	13,284	6,829	

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

None of the Company's subsidiaries are publicly listed and consequently do not have published price quotations, except for Oishi Group Plc. which is listed on the Stock Exchange of Thailand. Based on the closing price of Baht 34.75 per share at 31 March 2020 (30 September 2019: Baht 118 per share), the market value of the Company's investment in Oishi Group Plc. is Baht 5,190 million (30 September 2019: Baht 17,625 million).

All subsidiaries were incorporated in Thailand, except International Beverage Holdings Limited, which was incorporated in Hong Kong.

10 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month period ended 31 March 2020 and 2019 were as follows:

<i>Six-month period ended 31 March</i>	Consolidated financial statements			
	2020		2019	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in million Baht)</i>			
Land	159	(16)	-	-
Surplus on revaluation of land	800	-	-	-
Land improvement	113	-	31	-
Buildings, buildings and leasehold improvements	629	(11)	1,036	(6)
Machinery and equipment	1,299	(10)	2,372	(100)
Oak barrels	21	-	2	(1)
Furniture, fixtures and office equipment	150	(7)	138	(1)
Vehicles	29	(1)	13	(1)
Assets under construction and installation	1,706	(1,593)	2,000	(2,833)
Property, plant and equipment arising from acquisition of businesses	784	-	-	-
Total	5,690	(1,638)	5,592	(2,942)

During the period ended 31 March 2020, certain plots of land have been revalued by an independent valuer and a surplus on revaluation of land of Baht 800 million was recognised in other comprehensive income.

<i>Six-month period ended 31 March</i>	Separate financial statements			
	2020		2019	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in million Baht)</i>			
Leaseshold improvements	2	-	-	-
Furniture, fixtures and office equipment	7	(3)	7	-
Assets under construction and installation	30	-	4	-
Total	39	(3)	11	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

11 Interest-bearing liabilities

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2020	30 September 2019 (Restated) <i>(in million Baht)</i>	31 March 2020	30 September 2019
Current					
Bank overdrafts					
Unsecured with letters of comfort		623	182	-	-
Short-term loans from financial institutions					
Promissory notes					
Secured		2,430	2,046	-	-
Unsecured with letters of comfort		118	109	-	-
Unsecured		12,520	9,575	12,500	9,450
Bill of exchanges					
Unsecured		1,998	-	1,998	-
Bank overdrafts and short-term loans from financial institutions		<u>17,689</u>	<u>11,912</u>	<u>14,498</u>	<u>9,450</u>
Current portion of debentures unsecured (net of deferred financing cost)		49,916	9,689	49,916	9,689
Current portion of bill of exchanges and long-term loans from financial institutions					
Secured		84	-	-	-
Unsecured		6	7	-	-
		<u>90</u>	<u>7</u>	<u>-</u>	<u>-</u>
Short-term loans from related parties					
Unsecured	5	-	253	6,881	4,091
Total current		<u>67,695</u>	<u>21,861</u>	<u>71,295</u>	<u>23,230</u>

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2020	30 September 2019 (Restated) <i>(in million Baht)</i>	31 March 2020	30 September 2019
Non-current					
Long-term loans from related parties					
Unsecured	5	-	-	22,666	38,359
Debentures					
Unsecured (net of deferred financing cost)		124,972	170,173	124,972	170,173
Long-term loans from financial institutions					
Secured		659	-	-	-
Unsecured (net of deferred financing cost)		28,964	27,802	28,956	27,790
		<u>29,623</u>	<u>27,802</u>	<u>28,956</u>	<u>27,790</u>
Total non-current		<u>154,595</u>	<u>197,975</u>	<u>176,594</u>	<u>236,322</u>
Grand total		<u>222,290</u>	<u>219,836</u>	<u>247,889</u>	<u>259,552</u>

The periods to maturity of interest-bearing liabilities as at 31 March 2020 and 30 September 2019 were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019 (Restated) <i>(in million Baht)</i>	31 March 2020	30 September 2019
Within one year	67,695	21,861	71,295	23,230
After one year but within five years	108,214	142,546	130,458	180,893
After five years	46,381	55,429	46,136	55,429
Total	<u>222,290</u>	<u>219,836</u>	<u>247,889</u>	<u>259,552</u>

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

The principal features and detail of the borrowings were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019 (Restated) <i>(in million Baht)</i>	31 March 2020	30 September 2019
The Company				
Bank overdrafts and short-term loans				
Short-term promissory notes	12,500	9,450	12,500	9,450
Short-term loans bill of exchange	1,998	-	1,998	-
Short-term loans from related parties	-	-	6,881	4,091
Long-term loans from financial institutions (included current portion)				
1) The principal Baht 9,000 million payable in four instalments commencing from September 2021 - March 2023 ¹	9,000	9,000	9,000	9,000
2) The principal Yen 66,000 million payable in one lump sum amount in February 2024 ^{1,6}	20,110	18,960	20,110	18,960
Less deferred financing cost	(154)	(170)	(154)	(170)
Total long-term loan from financial Institutions	28,956	27,790	28,956	27,790
Debentures (include current portion)				
<i>Debentures issuance No. 1</i>				
1.1) The principal Baht 5,000 million payable in one lump sum amount in March 2020 ³	-	5,000	-	5,000
1.2) The principal Baht 11,200 million payable in one lump sum amount in March 2021 ³	11,200	11,200	11,200	11,200
1.3) The principal Baht 10,000 million payable in one lump sum amount in March 2023 ³	10,000	10,000	10,000	10,000
1.4) The principal Baht 9,300 million payable in March 2025 ^{3,4}	9,300	9,300	9,300	9,300
1.5) The principal Baht 14,500 million payable in March 2028 ^{3,4}	14,500	14,500	14,500	14,500

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019 (Restated) <i>(in million Baht)</i>	31 March 2020	30 September 2019
<i>Debentures issuance No.2</i>				
2.1) The principal Baht 2,452 million payable in one lump sum amount in January 2021 ³	2,452	2,452	2,452	2,452
2.2) The principal Baht 43,895 million payable in one lump sum amount in March 2022 ³	43,895	43,895	43,895	43,895
2.3) The principal Baht 4,387 million payable in one lump sum amount in September 2023 ³	4,387	4,387	4,387	4,387
2.4) The principal Baht 941 million payable in one lump sum amount in September 2025 ³	941	941	941	941
2.5) The principal Baht 13,719 million payable in September 2028 ^{3,5}	13,719	13,719	13,719	13,719
<i>Debentures issuance No.3</i>				
3.1) The principal Baht 4,692 million payable in one lump sum amount in September 2020 ³	4,692	4,692	4,692	4,692
3.2) The principal Baht 6,914 million payable in one lump sum amount in September 2028 ³	6,914	6,914	6,914	6,914
<i>Debentures issuance No.4</i>				
4.1) The principal Baht 31,600 million payable in one lump sum amount in March 2021 ³	31,600	31,600	31,600	31,600
4.2) The principal Baht 11,300 million payable in one lump sum amount in March 2024 ³	11,300	11,300	11,300	11,300
4.3) The principal Baht 10,100 million payable in one lump sum amount in March 2029 ³	10,100	10,100	10,100	10,100
<i>Less deferred financing cost</i>	<u>(112)</u>	<u>(138)</u>	<u>(112)</u>	<u>(138)</u>
Total debentures	174,888	179,862	174,888	179,862
 Long-term loan from related parties	 -	 -	 22,666	 38,359

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019 (Restated)	31 March 2020	30 September 2019
<i>(in million Baht)</i>				
Subsidiaries				
Bank overdrafts and short-term loans				
Bank overdrafts	623	182	-	-
Promissory notes ²	2,568	2,280	-	-
Short-term loans from related parties	-	253	-	-
Long-term loans (include current portion)				
Promissory notes				
1) The principal Baht 20 million payable in every month instalment commencing in June 2019 – May 2022	15	19	-	-
2) The principal VND 625,800 million payable in every three month instalment commencing in January 2020 - April 2027 ⁷	709	-	-	-
3) The principal VND 19,795 million payable in every three month instalment commencing in October 2019 - June 2022 ⁸	27	-	-	-
4) The principal VND 24,905 million payable in every three month instalment commencing in October 2019 - October 2022 ⁹	6	-	-	-
Net	757	19	-	-
Total interest-bearing liabilities	222,290	219,836	247,889	259,552

¹ The Group and the Company must comply with the conditions and requirements as stipulated in the loan agreement.

² An overseas indirect subsidiary had partial short-term loans from the foreign financial institution in the credit facilities totalling GBP 49 million with the inventory secured and the inventory value must be not less than the outstanding loan.

³ The Group and the Company must comply with the conditions and maintain the interest-bearing debt to the equity ratios over the term of the debentures.

⁴ The Company has an early redemption right starting from the 5th anniversary of their issuance.

⁵ The Company has an early redemption right starting from the 7th anniversary of their issuance.

⁶ The Company entered into a cross currency and interest rate swap contracts to manage exposure of fluctuations in interest rates and foreign currency risk on borrowings (refer to note 16).

⁷ An overseas subsidiary of indirect subsidiary had partial long-term loans from the financial institution in the credit facilities totalling VND 625,800 million, with factory construction investment project totalling VND 414,005 million pledged as security.

⁸ An overseas subsidiary of indirect subsidiary had partial long-term loans from the financial institution in the credit facilities totalling VND 19,795 million, with materials and devices totalling VND 25,708 million pledged as security.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

- ⁹ An overseas subsidiary of indirect subsidiary had partial long-term loans from the financial institution in the credit facilities totalling VND 24,905 million, with machinery and equipment totalling VND 14,673 million pledged as security.

As at 31 March 2020, the Group and the Company have interest rate of bank overdrafts and short-term loans from financial institutions at the rate of 0.92% to 7.00% and 0.92% to 1.63% per annum, respectively (30 September 2019: 1.45% to 6.50% and 1.64% to 1.95% per annum). The interest rate of long-term loans from financial institution 2.97% to 8.44% and 2.97% to 3.39% per annum, respectively (30 September 2019: 2.97% to 3.75% and 2.97% to 3.39% per annum). In addition, the interest rate of debentures of the Group and the Company are 2.10% to 4.16% per annum (30 September 2019: 1.79% to 4.16% per annum).

As at 31 March 2020, the Group and the Company had remaining approved debentures facilities of Baht 28,000 million and Baht 25,000 million, respectively (30 September 2019: Baht 23,000 million and Baht 20,000 million, respectively).

As at 31 March 2020, the Group and the Company had unutilised credit facilities totalling Baht 140,850 million and Baht 112,008 million, respectively (30 September 2019: Baht 142,160 million and Baht 112,058 million, respectively).

12 Share-based payments - Long-term incentive plan

Information regarding the Long-term incentive plan

On 28 April 2016, the General Meeting of the Shareholders approved the ThaiBev Long-term incentive plan which will offer newly issued ordinary shares of the Company in addition to the existing benefit to its qualified employees in accordance with the plan criteria.

1. LTIP 2016

Items	Description
Award date	31 January 2017
Participant's qualification	Thai Beverage Public Company Limited and its subsidiaries's employee level 12 and above who meet the conditions specified by the ThaiBev LTIP Committee.
Preliminary award	A preliminary number of awarded shares will be notified in the award letter. This number shall be subject to Group performance and individual participant's performance during the relevance period.
Final award	The final award to be released to the employee, depends on : 1. Personal performance rating (KPI) from 1 October 2016 to 30 September 2017.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Items	Description
	2. Group performance levels from 1 October 2016 to 30 September 2017 with 2 performance conditions: 1) Net profit less non-controlling interest (75% weightage) 2) Dow Jones Sustainability Indices (DJSI) score (25% weightage)
Vesting and releasing schedule of final award	Shares will be vested and released to the participants subject to a 3 year multiple vesting periods.
The award-date fair value	The volume-weighted average market price of the ThaiBev's share on the Singapore Exchange Securities Trading Limited (SGX-ST) over the 3 days prior to the award-date.

2. LTIP 2017/2018

Items	Description
Award date	27 February 2018
Participant's qualification	Thai Beverage Public Company Limited and its subsidiaries's employee level 12 and above who meet the conditions specified by the ThaiBev LTIP Committee.
Preliminary award	A preliminary number of awarded shares will be notified in the award letter. This number shall be subject to Group performance and individual participant's performance during the relevance period.
Final award	The final award to be released to the employee, depends on : 1. Personal performance rating (KPI) from 1 October 2017 to 30 September 2018. 2. Group performance levels from 1 October 2017 to 30 September 2018 with 2 performance conditions: 1) Net profit less non-controlling interest (75% weightage) 2) Dow Jones Sustainability Indices (DJSI) score (25% weightage)
Vesting and releasing schedule of final award	Shares will be vested and released to the participants subject to a 3 year multiple vesting periods.
The award-date fair value	The volume-weighted average market price of the ThaiBev's share on the Singapore Exchange Securities Trading Limited (SGX-ST) over the 3 days prior to the award-date.

3. LTIP 2019/2020

Items	Description
Award date	31 January 2020
Participant's qualification	Thai Beverage Public Company Limited and its subsidiaries's employee level 12 and above who meet the conditions specified by the ThaiBev LTIP Committee.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Items	Description
Preliminary award	A preliminary number of awarded shares will be notified in the award letter. This number shall be subject to Group performance and individual participant's performance during the relevance period.
Final award	The final award to be released to the employee, depends on : 1. Personal performance rating (KPI) from 1 October 2019 to 30 September 2020. 2. Group performance levels from 1 October 2019 to 30 September 2020 with 2 performance conditions: 1) Net profit less non-controlling interest (75% weightage) 2) Dow Jones Sustainability Indices (DJSI) score (25% weightage)
Vesting and releasing schedule of final award	Shares will be vested and released to the participants subject to a 3 year multiple vesting periods.
The award-date fair value	The volume-weighted average market price of the ThaiBev's share on the Singapore Exchange Securities Trading Limited (SGX-ST) over the 3 days prior to the award-date.

For the six-month period ended 31 March 2020, the Group and the Company recorded expenses in relation to long-term incentive plan of Baht 19.57 million and Baht 7.26 million, respectively. (2019: Baht 23.21 million and 8.54 million, respectively)

The offering of new ordinary shares

The offering of new ordinary shares	Par value	Offering Price	The offering of new ordinary shares	Ordinary shares issued to employees ⁽¹⁾	Ordinary shares (not to be issued)/to be issued	Balance of new ordinary shares unissued as at 31 March 2020
	(Baht/share)			(shares)		
LTIP 2016	1.00	21.27	3,999,310	(3,770,648)	(228,662)	-
LTIP 2017/2018	1.00	19.79	2,713,000	(1,914,000)	101,596	900,596
LTIP 2019/2020	1.00	17.94	5,443,521	-	-	5,443,521
Total			<u>12,155,831</u>	<u>(5,684,648)</u>	<u>(127,066)</u>	<u>6,344,117</u>

⁽¹⁾ The shares will be gradually issued on an annual basis over three years since the offering of such ordinary shares.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Reconciliation of issued and paid-up ordinary share capital, share premium and other capital reserves - share-based payments for the six-month period ended 31 March 2020 and 2019.

Consolidated / Separate financial statements				
2020				
	Issued and paid-up ordinary share capital <i>(No. of million shares)</i>	share capital <i>(in million Baht)</i>	Share premium <i>(in million Baht)</i>	Other capital reserves - share-based payments
At 1 October	25,114	25,114	17,285	47
Issue ordinary shares to employees	2	2	43	(45)
Expenses in relation to long-term incentive plan	-	-	-	20
At 31 March	25,116	25,116	17,328	22

Consolidated / Separate financial statements				
2019				
	Issued and paid-up ordinary share capital <i>(No. of million shares)</i>	share capital <i>(in million Baht)</i>	Share premium <i>(in million Baht)</i>	Other capital reserves - share-based payments
At 1 October	25,111	25,111	17,242	58
Issue ordinary shares to employees	3	3	43	(46)
Expenses in relation to long-term incentive plan	-	-	-	23
At 31 March	25,114	25,114	17,285	35

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

13 Operating segments and disaggregation of revenue

Segment information is presented in respect of the Group's business and geographical segments. The primary format, business segments, is based on the Group's management and internal reporting structure.

Inter-segment pricing is determined on mutually agreed terms.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise net foreign exchange gain or loss, parts loans and related finance costs, and some items of investments.

In preparing segmental information, those liabilities and related interest expense that are not specifically attributable to a particular segment are allocated on a percentage of net assets basis. Management believes this to be a fair indication of the actual use of the liabilities.

Business segments

The Group comprises the following main business segments:

<i>Spirits</i>	Production and sales of branded spirits products and soda;
<i>Beer</i>	Production and sales of raw materials, branded beer products, Chang soda and Chang water;
<i>Non-alcoholic beverages</i>	Production and sales of branded water, ready-to-drink coffee, energy drink, green tea and fruit flavoured drinks; and
<i>Food</i>	Restaurants and distribution of foods and beverages.

Operating segment has been changed from 1 October 2019 onwards. Chang soda from Spirits segment and Chang water from Non-alcoholic beverages segment have been transferred to Beer segment to confirm with management and responsibility of the business segment. Prior period was restated for the benefit of the financial statements users for comparison and analysis.

Geographical information

Operating units of the Group are mainly located in Thailand. Portions of product produced from these units are exported directly or indirectly through foreign subsidiaries to external customers. Certain operating units of subsidiaries are located in foreign countries.

In presenting information on the basis of geographical information, revenue is based on the geographical location of customers. Assets are based on the geographical location of the assets.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Business segment results

	Spirits		Beer		Non-alcoholic beverages		Food		Elimination		Total	
	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019	2020	2019	2020	2019
<i>Three-month period ended 31 March</i>												
<i>(in million Baht)</i>												
Disaggregation of revenue												
Primary geographical markets												
Thailand	26,556	27,675	14,950	14,876	4,243	3,853	3,468	3,772	(36)	(25)	49,181	50,151
Vietnam	-	2	8,317	15,630	-	-	-	-	-	-	8,317	15,632
Other	3,285	3,373	386	422	233	406	9	8	-	-	3,913	4,209
Total revenue	29,841	31,050	23,653	30,928	4,476	4,259	3,477	3,780	(36)	(25)	61,411	69,992
Timing of revenue recognition												
At a point in time	29,841	31,050	23,653	30,928	4,476	4,259	3,477	3,780	(36)	(25)	61,411	69,992
Total revenue	29,841	31,050	23,653	30,928	4,476	4,259	3,477	3,780	(36)	(25)	61,411	69,992
Information about reportable segments												
External revenues	29,834	31,047	23,643	30,921	4,467	4,255	3,467	3,769	-	-	61,411	69,992
Inter-segment revenue	7	3	10	7	9	4	10	11	(36)	(25)	-	-
Interest income	7	7	341	236	2	4	1	-	-	-	351	247
Other income	88	109	104	36	336	34	8	17	(18)	(28)	518	168
Total allocated income	29,936	31,166	24,098	31,200	4,814	4,297	3,486	3,797	(54)	(53)	62,280	70,407
Cost of sale of goods	19,766	20,764	18,338	23,865	2,740	2,824	1,963	2,136	(20)	(20)	42,787	49,569
Distribution costs	1,696	1,891	2,815	3,452	1,248	1,119	927	868	(16)	(16)	6,670	7,314
Administrative expenses	1,917	1,966	1,103	1,145	474	451	574	533	(18)	(17)	4,050	4,078
Finance costs	256	367	1,310	1,237	32	88	77	88	-	-	1,675	1,780
Total allocated expenses	23,635	24,988	23,566	29,699	4,494	4,482	3,541	3,625	(54)	(53)	55,182	62,741
Share of profit of investment in associates and joint ventures	-	-	58	106	47	38	6	-	-	-	111	144

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Spirits		Beer		Non-alcoholic beverages		Food		Elimination		Total	
	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019	2020	2019	2020	2019
<i>Three-month period ended 31 March</i>												
	<i>(in million Baht)</i>											
Profit (Loss) before income tax expense	6,301	6,178	590	1,607	367	(147)	(49)	172	-	-	7,209	7,810
Income tax (expense) income	(800)	(1,144)	(385)	(387)	(7)	53	6	(40)	-	-	(1,186)	(1,518)
Allocated profit (loss) for the period	<u>5,501</u>	<u>5,034</u>	<u>205</u>	<u>1,220</u>	<u>360</u>	<u>(94)</u>	<u>(43)</u>	<u>132</u>	<u>-</u>	<u>-</u>	<u>6,023</u>	<u>6,292</u>

Unallocated items:

- Share of profit of associates

- Finance costs

Total unallocated items

Other costs related to beer business restructuring

Income tax expense from beer business restructuring

Profit for the period

	749	531
	(67)	(66)
	682	465
	(45)	-
	(1,084)	-
	<u>5,576</u>	<u>6,757</u>

	Spirits		Beer		Non-alcoholic beverages		Food		Total	
	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019	2020	2019
	<i>(in million Baht)</i>									
Allocated profit (loss) attributable to owner of the Company	5,347	4,885	(171)	481	243	(143)	(20)	102	5,399	5,325
<i>Unallocated items:</i>										
- Share of profit of associates									749	531
- Finance costs									(67)	(66)
Total unallocated items									682	465
Other costs related to beer business restructuring									(45)	-
Income tax expense from beer business restructuring									(1,084)	-
Profit attributable to owner of the Company									<u>4,952</u>	<u>5,790</u>

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Capital expenditure, depreciation, amortization and gain (loss) on disposal of assets for the three-month period ended 31 March 2020 and 2019 were as follows:

Business segments	Spirits		Beer		Non-alcoholic beverages		Food		Total	
	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019	2020	2019
<i>Three-month period ended 31 March</i>					<i>(in million Baht)</i>					
Capital expenditure	412	406	439	109	73	433	270	298	1,194	1,246
Depreciation	394	410	533	614	362	340	181	168	1,470	1,532
Amortisation	20	1	96	108	9	3	21	23	146	135
Gain (Loss) on disposal of assets	-	6	2	(42)	4	2	-	-	6	(34)
Capital expenditure were as follows:										
Property plant and equipment	399	400	436	108	73	432	259	297	1,167	1,237
Intangible assets	9	6	3	1	-	1	3	1	15	9
Leasehold right	4	-	-	-	-	-	8	-	12	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Business segment results

	Spirits		Beer		Non-alcoholic beverages		Food		Elimination		Total	
	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019	2020	2019	2020	2019
<i>Six-month period ended 31 March</i>												
<i>(in million Baht)</i>												
Disaggregation of revenue												
Primary geographical markets												
Thailand	58,417	56,461	32,621	30,374	8,017	7,485	7,330	7,574	(86)	(45)	106,299	101,849
Vietnam	2	4	23,521	32,852	-	-	-	-	-	-	23,523	32,856
Other	5,843	6,233	733	858	673	800	21	23	-	-	7,270	7,914
Total revenue	64,262	62,698	56,875	64,084	8,690	8,285	7,351	7,597	(86)	(45)	137,092	142,619
Timing of revenue recognition												
At a point in time	64,262	62,698	56,875	64,084	8,690	8,285	7,351	7,597	(86)	(45)	137,092	142,619
Total revenue	64,262	62,698	56,875	64,084	8,690	8,285	7,351	7,597	(86)	(45)	137,092	142,619
Information about reportable segments												
External revenues	64,249	62,690	56,846	64,074	8,664	8,280	7,333	7,575	-	-	137,092	142,619
Inter-segment revenue	13	8	29	10	26	5	18	22	(86)	(45)	-	-
Interest income	19	25	689	490	7	8	3	2	-	-	718	525
Other income	189	129	224	185	385	134	30	34	(35)	(51)	793	431
Total allocated income	64,470	62,852	57,788	64,759	9,082	8,427	7,384	7,633	(121)	(96)	138,603	143,575
Cost of sale of goods	42,677	41,998	44,597	49,970	5,483	5,655	4,124	4,261	(49)	(31)	96,832	101,853
Distribution costs	3,284	3,397	6,134	7,503	2,321	2,328	1,828	1,736	(36)	(32)	13,531	14,932
Administrative expenses	3,636	3,714	2,751	2,752	884	911	1,165	1,077	(36)	(33)	8,400	8,421
Finance costs	515	636	2,632	2,539	73	145	156	165	-	-	3,376	3,485
Total allocated expenses	50,112	49,745	56,114	62,764	8,761	9,039	7,273	7,239	(121)	(96)	122,139	128,691
Share of profit of investment in associates and joint ventures	-	-	217	228	88	72	24	-	-	-	329	300

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Capital expenditure, depreciation, amortisation and gain (loss) on disposal of assets for the six-month period ended 31 March 2020 and 2019 were as follows:

Business segments	Spirits		Beer		Non-alcoholic beverages		Food		Total	
	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019 (Restated)	2020	2019	2020	2019
<i>Six-month period ended 31 March</i>					<i>(in million Baht)</i>					
Capital expenditure	1,025	788	813	281	221	1,127	599	623	2,658	2,819
Depreciation	836	810	1,081	1,236	714	655	359	338	2,990	3,039
Amortisation	39	1	190	217	16	6	42	39	287	263
Gain (Loss) on disposal of assets	4	10	6	(37)	11	5	(8)	(3)	13	(25)
Capital expenditure were as follows:										
Property plant and equipment	956	771	806	279	219	1,125	556	594	2,537	2,769
Intangible assets	22	17	7	2	2	2	32	29	63	50
Leasehold right	47	-	-	-	-	-	11	-	58	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Business segment financial position

	Spirits		Beer		Non-alcoholic beverages		Food		Total	
	31 March 2020	30 September 2019 (Restated)	31 March 2020	30 September 2019 (Restated)	31 March 2020	30 September 2019 (Restated)	31 March 2020	30 September 2019	31 March 2020	30 September 2019 (Restated)
	<i>(in million Baht)</i>									
Inventories	36,643	34,237	7,970	6,717	1,354	1,360	538	562	46,505	42,876
Property, plant and equipment	22,448	21,173	18,537	17,603	16,017	16,624	4,766	4,593	61,768	59,993
Goodwill	16,827	14,424	123,171	117,512	5,504	5,504	8,498	8,498	154,000	145,938
Other assets	22,432	19,172	59,435	56,874	7,614	6,995	3,521	3,433	93,002	86,474
Total allocated assets	98,350	89,006	209,113	198,706	30,489	30,483	17,323	17,086	355,275	335,281
<i>Unallocated items:</i>										
- Investments in associates									74,292	72,215
Total assets									429,567	407,496
Interest-bearing liabilities	41,585	40,180	153,170	152,111	7,201	7,414	11,334	11,131	213,290	210,836
Other liabilities	13,476	13,939	17,117	15,605	5,327	5,392	1,831	2,403	37,751	37,339
Total allocated liabilities	55,061	54,119	170,287	167,716	12,528	12,806	13,165	13,534	251,041	248,175
<i>Unallocated items:</i>										
- Loans from financial institutions									9,000	9,000
Total liabilities									260,041	257,175

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Geographical information

The geographical information financial information of the Group in the consolidated financial statements as at 31 March 2020 and 30 September 2019, and for the six-month period ended 31 March 2020 and 2019 were as follows:

	Consolidated financial statements			
	Revenue		Property, plant and equipment	
	For six-month period ended		equipment	
	31 March 2020	31 March 2019	31 March 2020	30 September 2019 (Restated)
	<i>(in million Baht)</i>			
Thailand	106,874	102,199	49,569	49,470
Socialist Republic of Vietnam	24,313	33,376	8,924	7,747
Overseas	7,416	8,000	3,275	2,776
Total	138,603	143,575	61,786	59,993

14 Income tax expense

Income tax expense is recognised based on management's best estimate of the annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The Group's and Company's effective tax rate in respect of continuing operations for the six months period ended 31 March 2020 was 19.90% and 1.90% respectively (*2019: 16.94% and 1.31%, respectively*). This change in effective tax rate was caused mainly by the change of the following transactions:

- (a) Income not subject to tax;
- (b) Expenses not deductible for tax purposes; and
- (c) Gain from sales of investments in subsidiaries.

15 Dividends

At the annual general meeting of the shareholders of the Company held on 31 January 2020, the shareholders had the resolution to approve the appropriation of dividend payment of Baht 0.48 per share, totalling Baht 12,054 million. On 7 June 2019, a portion of the said dividend was paid as the interim dividend of Baht 0.15 per share, totalling Baht 3,767 million. The remaining dividend payment is Baht 0.33 per share, totalling Baht 8,288 million, the dividend was paid to share holders in February 2020.

At the annual general meeting of the shareholders of the Company held on 31 January 2019, the shareholders had the resolution to approve the appropriation of remaining dividend payment from the year ended 30 September 2018 of Baht 0.24 per share, totalling Baht 6,027 million. The dividend was paid to the shareholders in February 2019.

16 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. 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.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2 <i>(in million Baht)</i>	Level 3	
31 March 2020					
<i>Financial assets measured at fair value</i>					
Derivative assets	207	-	207	-	207
<i>Financial liabilities measured at fair value</i>					
Derivative liabilities	(3)	-	(3)	-	(3)
<i>Financial liabilities not measured at fair value</i>					
Long-term bill of exchanges and loans from financial institutions	(29,714)	-	-	(29,313)	(29,313)
Debentures	(174,888)	-	(182,152)	-	(182,152)
Separate financial statements					
	Carrying amount	Fair value			
		Fair value			Total
		Level 1	Level 2 <i>(in million Baht)</i>	Level 3	
31 March 2020					
<i>Financial assets measured at fair value</i>					
Derivative assets	207	-	207	-	207
<i>Financial assets and liabilities not measured at fair value</i>					
Long-term loan to related parties	5,446	-	-	5,731	5,731
Long-term loan from related parties	(22,666)	-	-	(23,010)	(23,010)
Long-term bill of exchanges and loans from financial institutions	(28,956)	-	-	(28,528)	(28,528)
Debentures	(174,888)	-	(182,152)	-	(182,152)

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2 <i>(in million Baht)</i>	Level 3	
30 September 2019					
<i>Financial liabilities measured at fair value</i>					
Derivative liabilities	(884)	-	(884)	-	(884)
<i>Financial liabilities not measured at fair value</i>					
Long-term bill of exchanges and loans from financial institutions	(27,809)	-	-	(26,939)	(26,939)
Debentures	(179,862)	-	(186,187)	-	(186,187)
Separate financial statements					
	Carrying amount	Fair value			
		Fair value			Total
		Level 1	Level 2 <i>(in million Baht)</i>	Level 3	
30 September 2019					
<i>Financial liabilities measured at fair value</i>					
Derivative liabilities	(880)	-	(880)	-	(880)
<i>Financial assets and liabilities not measured at fair value</i>					
Long-term loan to related parties	6,637	-	-	7,040	7,040
Long-term loan from related parties	(38,359)	-	-	(38,807)	(38,807)
Long-term bill of exchanges and loans from financial institutions	(27,790)	-	-	(26,921)	(26,921)
Debentures	(179,862)	-	(186,187)	-	(186,187)

Currency and interest rate swap contracts

The Group and the Company entered into cross currency and interest rate swap contracts with financial institutions to manage exposure of fluctuations in interest rates and foreign currency risk on borrowings. The notional amounts of the outstanding and cross currency swap contracts as at 31 March 2020 comprise Japan Yen currency totalling Japan Yen 66,000 million (30 September 2019 : Japan Yen 66,000 million). All counterparties agreed to pay the interest and the principal amount in accordance with the terms and conditions specified in the contracts.

Measurement of fair values

Valuation techniques and significant unobservable inputs

The following tables show the valuation techniques used in measuring Level 2 fair values at 31 March 2020 for financial instruments measured at fair value in the statement of financial position, as well as the significant unobservable inputs used. Related valuation processes are described in note 2 (c).

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Financial instruments measured at fair value

Type	Valuation technique
Cross currency and interest rate swap contracts	<i>Discounted cash flows</i> The fair value is calculated as the present value of the estimated future cash flows. Estimated cash flows are discounted using a yield curve constructed from similar sources and which reflects the relevant benchmark interbank rate used by market participants for this purpose when pricing interest rate swaps.
Foreign currency forward contracts	<i>Forward pricing:</i> The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currencies.

17 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2020	30 September 2019	31 March 2020	30 September 2019
	<i>(in million Baht)</i>			
Capital commitments				
<i>Contracted but not provided for:</i>				
Machinery and equipment	709	255	-	-
Buildings and other constructions	175	281	-	-
Computer software and Others	96	154	-	-
Land	4	4	-	-
Total	984	694	-	-
Non-cancellable operating lease commitments				
Within one year	1,160	1,126	9	16
After one year but within five years	2,125	1,860	11	12
After five years	1,328	1,261	-	-
Total	4,613	4,247	20	28
Other commitments				
Purchases of goods and raw materials agreements	8,207	4,760	-	-
Advertising and sponsorship agreements	1,221	1,128	18	18
Service agreements	1,061	1,071	29	33
Other guarantee	1,023	1,027	-	-
Specialist and consultancy agreements	712	778	230	251
Purchases of molasses agreements	160	19	-	-
Bank guarantees	274	202	-	-
Letters of credit for goods and supplies	101	135	-	-
Other agreements	400	370	300	300
Total	13,159	9,490	577	602

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Other significant commitments

Specialist agreements

In 2004, the Company and four subsidiaries entered into production and blending control agreements with a specialist for a period of forty years from 1 August 2004 to 1 August 2044. Under the agreements, the Company and its subsidiaries are obliged to pay monthly service fees of Baht 4.3 million which are to be annually increased by 5% for the first 20 years from 1 August 2004 to 1 August 2024. Afterwards, the Company and its subsidiaries have to pay monthly service fees of Baht 0.25 million until the expiration of the agreements. Service fee, under the agreements, totalled Baht 1,766.2 million. Subsequently, the addendums were made on 5 January 2006, under which the Company and its subsidiaries have to pay additional amount to this specialist amounting to Baht 2,000 million. Therefore, the total service fees under the agreements both outstanding and already paid by the Company and its subsidiaries amounted to Baht 3,766.2 million.

As at 31 March 2020, the remaining commitments to be paid, relating to these agreements, amounted to Baht 581.2 million (30 September 2019: 634.9 million).

Consultancy agreement

On 6 November 2014, the Company entered into a consulting agreement with a company to provide advices and consultancy related to distillery process in Thailand and other works specified in the agreement for a period of 10 years from 1 November 2014 to 31 October 2024. Under the agreement, the Company is obliged to pay monthly service fees approximately Baht 1.67 million which is to be increased by 5% every 12 months for the period of 10 years. Therefore, the total fees under the agreement amounted to Baht 251.56 million.

As at 31 March 2020, the remaining commitment to be paid relating to this agreement amounted to Baht 130.41 million (30 September 2019: Baht 143.07 million).

Sponsorship agreement

In 2017, a subsidiary of an indirect subsidiary has entered into a sponsorship agreement with Football Association of Thailand Under the royal patronage, for a period of 10 years from 1 January 2017 to 31 December 2026 in order to promote the products by specified privileges in the agreement. Under the conditions as stipulated in the agreements, the subsidiary will subsidize with cash and others at total amount of Baht 100 million per annum.

In 2017, a subsidiary of an indirect subsidiary has entered into an agreement with a company in the United Kingdom for a period of three years from 1 June 2017 to 31 May 2020 to receive rights as specified in the agreement. The subsidiary is obliged to pay a minimum amount of GBP 0.15 million per year at the condition specified in the agreement.

In 2018, a subsidiary of an indirect subsidiary has entered into a sponsorship agreement with a company in the United Kingdom for a period of three years from 1 August 2018 to 31 July 2021 to receive rights as specified in the agreement. The subsidiary is obliged to pay a minimum amount of GBP 2.75 million per year at the condition specified in the agreement.

Transportation agreement

The Company's subsidiary and indirect subsidiary ("Subsidiaries"), entered into a transportation agreement with a local company to transport their products from factory to the defined destination. Transportation cost is calculated for each trip at the rate as specified in the agreement. The agreement shall be in effect for a period of two years from 1 July 2010 to 30 June 2012. Unless there is notification from either party to terminate the agreement at the expiration date, this agreement continues to be in effect for a successive one year term.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

Purchase natural gas agreement

On 9 November 2016, the Company's indirect subsidiary, entered into a purchase natural gas agreement with a local company. The indirect subsidiary agreed to pay the fee and complied with the conditions as stipulated in the agreement. The agreement shall be in effect for a period of two years, effective from 1 December 2016 to 30 November 2018 with renewal if not less than 90 days prior written notice is given by any one party to the other. Subsequently on 2 October 2018, the parties have made the first addendum to renew the agreement for two years from 1 December 2018 to 30 November 2020. The said indirect subsidiary agreed to pay the service fee and comply with conditions as stipulated in the agreement.

Franchise agreement

In 2017, the Company's indirect subsidiary ("subsidiary") entered into a franchise agreement with a local company, whereby the franchise agreement allows the subsidiary to operate quick service restaurants under the trademark "KFC". The franchise agreement is for the period of ten years with the renewable option. The subsidiary is obliged to pay the fee and comply with terms and conditions stipulated in the agreement.

Manufacturing agreement

On 1 May 2015, Oishi Trading Co. Ltd., the Company's indirect subsidiary, entered into a contract manufacturing agreement with a local company at the price conditions as specified in the agreement. The agreement is for five years period from 1 May 2015 to 30 April 2020. At the expiration date, the agreement shall be renewed for additional terms of five years, starting from 1 May 2020 and finish on 30 April 2025 on the same terms and conditions as stipulated in the agreement

Donation agreement

On 1 December 2017, the Company entered into a donation agreement with a local university, which was established by collaboration of a local university and an oversea university. Under the agreement, the Company will donate Baht 300 million within 3 years at the conditions specified in the agreement.

Service agreement

The Company's indirect subsidiary ("subsidiary") agreed to pay the service charge at the rate as stipulated in the said addendum. The new agreement is currently being reviewed and signed by the subsidiary and the party.

18 Events after the reporting period

The Group

Near the end of the second quarter and also in the period subsequent to the financial reporting date, many countries have enacted several protection measures against COVID-19, with a significant impact on the daily life, production and supply chain of goods in these countries and beyond. The evolution of COVID-19 as well as its impact on the global economy, and more specifically, on the operation of the Group and their associated companies, is hard to predict at this stage. The management is monitoring the situation to ensure the safety of its staff as well as to adapt its services and operations in response to the situation.

Subsequent to 31 March 2020, BeerCo Training Co., Ltd., a subsidiary of an indirect subsidiary of the Group, was incorporated in Thailand with a registered capital of THB 10 million. Beer Chang Co., Ltd., which is the Group's subsidiary of an indirect subsidiary, holds 99.99% of its shares.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 31 March 2020 (Unaudited)

The Company

At the Board of Directors' meeting held on 14 May 2020, the Board of Directors unanimously approved the interim dividend payment from the profit for the six-month period ended 31 March 2020 of Baht 0.10 per share, totalling Baht 2,511.57 million. The dividends will be paid to the shareholders during 2020.

Subsidiaries of the Group

On 28 December 2018, SABECO received decisions from tax authorities regarding to the enforcement and implementation of the tax administrative decisions by seizing the cash from the SABECO's bank accounts related to the late payment penalties and interest on special sales tax. Subsequently on 2 January 2019, SABECO also received decisions from tax authorities to suspend the above decisions on the enforcement. SABECO has written to the relevant authorities to resolve the above matters. Subsequently in April 2020, SABECO was notified by the tax authorities that above decisions on the enforcement was no longer valid. There were no financial impacts on the financial statements of the Group.

19 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new and revised TFRS which 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 become effective for annual financial reporting periods beginning on or after 1 January of the following years.

TFRS	Topic	Effective
TFRS 7*	Financial Instruments: Disclosures	2020
TFRS 9*	Financial Instruments	2020
TFRS 16	Leases	2020
TAS 32*	Financial Instruments: Presentation	2020
TFRIC 16*	Hedges of a Net Investment in a Foreign Operation	2020
TFRIC 19*	Extinguishing Financial Liabilities with Equity Instruments	2020

* TFRS - Financial instruments standards

(a) TFRS - Financial instruments standards

These TFRS establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting.

(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.

Management is presently considering the potential impact of adopting and initially applying these standards on the consolidated and separate financial statements.