

**Big Camera Corporation Public Company Limited and its subsidiaries**  
**Notes to interim consolidated financial statements**  
**For the three-month and nine-month periods ended 30 September 2020**

**1. General information**

**1.1 General information of the Company**

Big Camera Corporation Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the distribution of cameras, mobile phones, and photography and mobile phone related products, together with the related services such as the provision of photographic processing and photographic equipment repair services, etc. The registered office of the Company is at 115, 115/1 Sawatdikarn 1 Road, Nongkheam Subdistrict, Nongkheam District, Bangkok 10160. The Company has more than 200 branches countrywide.

**1.2 Coronavirus disease 2019 Pandemic**

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries in terms of supply chains, consumer spending, limited or suspended production, operational delays, and more.

This situation significantly affects the Group’s business activities in terms of its branches in department stores being unavailable as goods distribution channels due to their closure during the first and second quarter of 2020 in compliance with the Emergency Decree including with the slowdown of customers’ purchasing demand, and these are impacting the Group’s financial position, operating results, and cash flows at present, and is expected to do so in the future. However, the impact cannot be reasonably estimated at this stage. The Group’s management has continuously monitored the ongoing developments and assessed the financial impact in respect of the valuation of assets and will record the impact when it is possible to do so.

**1.3 Basis for preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

#### **1.4 Basis of consolidation**

The interim consolidated financial statements included the financial statements of Big Camera Corporation Public Company Limited (“the Company”) and its subsidiaries (“the subsidiaries”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2019, with no change in the composition of the Group during the current period.

#### **1.5 New financial reporting standards**

##### **a) Financial reporting standards that became effective in the current period**

During the period, the Group has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Group’s financial statements. However, the new standard involves changes to key principles, which are summarised below:

##### **Financial reporting standards related to financial instruments**

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations:

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

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

The impact of the adoption of these standards on the Group's financial statements is the initial recognition of lease deposits paid to lessors at fair value at the contract date and subsequent measurement of those lease deposits at their amortised costs at the end of the reporting period. The Group recognized the difference between the fair value as of the contract date and the transaction price as a part of right-of-use assets.

The Group adopted these financial reporting standards which the cumulative effect is recognised as an adjustment as at 1 January 2020, and the comparative information was not restated.

The cumulative effect of the change is described in Note 3 to the financial statements.

### **TFRS 16 Leases**

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases.

The Group adopted these financial reporting standards using the modified retrospective method of initial adoption of which the cumulative effect is recognised an adjustment as at 1 January 2020, and the comparative information was not restated.

The cumulative effect of the change is described in Note 3 to the financial statements.

### **Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic**

The Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

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

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

- Not to account for any reduction in lease payments by lessors resulting from the COVID-19 situation as a lease modification, with the lease liabilities that come due in each period reduced in proportion to the reduction and depreciation of right-of-use assets and interest on lease liabilities recognised in each period reversed in proportion to the reduction, with any differences then recognised in profit or loss.
- Not to use information relating to the COVID-19 situation in determining whether sufficient taxable profits will be available in future periods against which deferred tax assets can be utilised.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

**b) Financial reporting standards that became effective for fiscal years beginning on or after 1 January 2021**

The Federation of Accounting Professions issued a number of revised financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

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

**2. Significant accounting policies**

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2019 except the changes in accounting policies related to financial instruments and leases.

**2.1 Financial instruments**

***Classification and measurement***

Financial assets that are debt instruments are measured at fair value through profit or loss, fair value through other comprehensive income, or amortised cost. Classification is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets that are lease deposits paid to lessors is initially recognised at fair value at the contract date and subsequently measured of those lease deposits at their amortised costs. The difference between the fair value as of the contract date and the transaction price is recognised as a part of right-of-use assets.

Financial liabilities are classified and measured at amortised cost.

### ***Impairment of financial assets***

The Group recognises an allowance for expected credit losses on its financial assets measured at amortised cost, without requiring a credit-impaired event to have occurred prior to the recognition. The Group accounts for changes in expected credit losses in stages, with differing methods of determining allowance for credit losses and the effective interest rate applied at each stage. An exception from this approach is that for trade receivables that do not contain a significant financing component, the Group applies a simplified approach to determine the lifetime expected credit losses.

## **2.2 Leases**

### ***Right-of-use assets***

The Group recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Group is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis from the commencement date of the lease to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

### ***Lease liabilities***

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

### ***Short-term leases and Leases of low-value assets***

Payments under leases that, have a lease term of 12 months or less at the commencement date, or are leases of low-value assets, are recognised as expenses on a straight-line basis over the lease term.

### 3. Cumulative effects of changes in accounting policies due to the adoption of new financial reporting standards

As described in Note 1.5 to the financial statements, during the current period, the Group has adopted financial reporting standards related to financial instruments and TFRS 16. The cumulative effect of initially applying these standards is recognised as an adjustment as at 1 January 2020. Therefore, the comparative information was not restated.

The impacts of changes in accounting policies due to the adoption of these standards are presented as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements			
	The impacts of			
	Financial reporting standards related			
	31 December	to financial		1 January
	2019	instruments	TFRS 16	2020
Statement of financial position				
Assets				
Non-current assets				
Building and equipment	200,302	-	(1,375)	198,927
Right-of-use assets	-	12,983	1,085,643	1,098,626
Leasehold rights	63,604	-	(63,604)	-
Other non-current assets	149,668	(12,983)	-	136,685
Liabilities and shareholders' equity				
Current liabilities				
Current portion of finance lease liabilities	795	-	(795)	-
Current portion of lease liabilities	-	-	238,592	238,592
Non-current liabilities				
Finance lease liabilities, net of current portion	767	-	(767)	-
Lease liabilities, net of current portion	-	-	774,275	774,275
Provision for decommissioning costs	-	-	9,359	9,359

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	The impacts of			
	Financial reporting standards related			
	31 December	to financial		1 January
	2019	instruments	TFRS 16	2020
<b>Statement of financial position</b>				
<b>Assets</b>				
<b>Non-current assets</b>				
Building and equipment	191,526	-	(1,375)	190,151
Right-of-use assets	-	12,983	1,085,643	1,098,626
Leasehold rights	63,604	-	(63,604)	-
Other non-current assets	148,639	(12,983)	-	135,656
<b>Liabilities and shareholders' equity</b>				
<b>Current liabilities</b>				
Current portion of finance lease liabilities	795	-	(795)	-
Current portion of lease liabilities	-	-	238,592	238,592
<b>Non-current liabilities</b>				
Finance lease liabilities, net of current portion	767	-	(767)	-
Lease liabilities, net of current portion	-	-	774,275	774,275
Provision for decommissioning costs	-	-	9,359	9,359

### 3.1 Financial instruments

The classifications, measurement basis and carrying values of financial assets in accordance with TFRS 9 as at 1 January 2020, and with the carrying amounts under the former basis, are as follows:

(Unit: Thousand Baht)		
Consolidated financial statements		
	Carrying amounts under the former basis	Classification and measurement in accordance with TFRS 9
		Amortised cost
<b>Financial assets as at 1 January 2020</b>		
Cash and cash equivalents	49,155	49,155
Trade and other receivable	173,263	173,263
Restricted bank deposits	131,175	131,175
Right-of-use assets	-	12,983
Other non-current assets	149,668	136,685
<b>Total financial assets</b>	<b>503,261</b>	<b>503,261</b>

(Unit: Thousand Baht)		
Separate financial statements		
	Carrying amounts under the former basis	Classification and measurement in accordance with TFRS 9
		Amortised cost
<b>Financial assets as at 1 January 2020</b>		
Cash and cash equivalents	35,255	35,255
Trade and other receivable	164,054	164,054
Restricted bank deposits	131,175	131,175
Right-of-use assets	-	12,983
Other non-current assets	148,639	135,656
<b>Total financial assets</b>	<b>479,123</b>	<b>479,123</b>

As at 1 January 2020, the Group has not designated any financial liabilities at fair value through profit or loss.



### 3.2 Leases

Upon initial application of TFRS 16 the Group recognised lease liabilities previously classified as operating leases at the present value of the remaining lease payments, discounted using the Group's incremental borrowing rate at 1 January 2020. For leases previously classified as finance leases, the Group recognised the carrying amount of the right-of-use assets and lease liabilities based on the carrying amounts of the lease assets and lease liabilities immediately before the date of initial application of TFRS 16.

	(Unit: Thousand Baht)
	Consolidated financial statements/ Separate financial statements
Operating lease commitments as at 31 December 2019	383,530
Less: Short-term leases and leases of low-value assets	(5,023)
Add: Option to extend lease term	626,700
Add: Others	302
Less: Deferred interest expenses	(35,626)
Increase in lease liabilities due to TFRS 16 adoption	969,883
Liabilities under finance lease agreements as at 31 December 2019	1,562
Add: New contracts dated 1 January 2020	41,422
Lease liabilities as at 1 January 2020	<u>1,012,867</u>
Comprise of:	
Current lease liabilities	238,592
Non-current lease liabilities	<u>774,275</u>
	<u>1,012,867</u>

(Unaudited but reviewed)

The adjustments of right-of-use assets due to TFRS 16 adoption as at 1 January 2020 are summarised below:

	(Unit: Thousand Baht)
	Consolidated financial statements/ Separate financial statements
Land	546
Buildings and constructions	1,083,722
Computer	519
Motor vehicles	856
<b>Total right-of-use assets</b>	<b>1,085,643</b>

#### 4. Related party transactions

During the period, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon among the Group and those related parties.

	(Unit: Thousand Baht)				
	For the three-month periods ended 30 September				
	Consolidated financial statements		Separate financial statements		Transfer pricing policy
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	
<b><u>Transactions with subsidiary</u></b>					
Hire of work	-	-	990	2,624	Contract prices
Rental income	-	-	122	188	Contract prices
Management income	-	-	32	81	Contract prices
<b><u>Transactions with related parties</u></b>					
Rental fee	1,148	1,207	1,148	1,207	Contract prices
<b><u>Transactions with shareholders and director</u></b>					
Rental fee	929	973	929	973	Contract prices

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September				
	Consolidated		Separate		
	financial statements		financial statements		Transfer pricing policy
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	
<b><u>Transactions with subsidiary</u></b>					
Hire of work	-	-	3,844	9,906	Contract prices
Rental income	-	-	366	563	Contract prices
Management income	-	-	111	275	Contract prices
<b><u>Transactions with related parties</u></b>					
Rental fee	3,444	3,619	3,444	3,619	Contract prices
<b><u>Transactions with shareholders and director</u></b>					
Rental fee	2,787	2,919	2,787	2,919	Contract prices

The balances of the accounts as at 30 September 2020 and 31 December 2019 between the Company and those related parties were as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		(Audited)		(Audited)
<b><u>Trade and other receivables - related parties (Note 5)</u></b>				
Other receivables - subsidiary	-	-	54	278
Total	-	-	54	278
<b><u>Deposits paid to related parties</u></b>				
Related party (related by common shareholders)	921	921	921	921
Shareholders and director	685	685	685	685
Total	1,606	1,606	1,606	1,606
<b><u>Trade and other payable - related parties (Note 14)</u></b>				
Trade payables - subsidiary	-	-	315	1,107
Total	-	-	315	1,107

(Unaudited but reviewed)

**Directors and management's benefits**

For the three-month and nine-month periods ended 30 September 2020 and 2019, the Group had employee benefit expenses of their directors and management as below.

(Unit: Thousand Baht)

	Consolidated financial statements/Separate financial statements			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Short-term employee benefits	7,720	9,165	25,957	27,242
Post-employment benefits	434	1,123	1,300	6,117
Total	<u>8,154</u>	<u>10,288</u>	<u>27,257</u>	<u>33,359</u>

**5. Trade and other receivables**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2020	2019	2020	2019
		(Audited)		(Audited)
<u>Trade receivables</u>				
Trade receivables - unrelated parties				
Aged on the basis of due dates				
Not yet due	4,909	8,327	4,895	8,327
Past due				
Up to 3 months	1,733	8,542	1,733	8,542
3 - 6 months	-	-	-	-
6 - 12 months	-	-	-	-
Over 12 months	54	54	54	54
Total	6,696	16,923	6,682	16,923
Less: Allowance for doubtful debts	(54)	(54)	(54)	(54)
Total trade receivables - unrelated parties, net	6,642	16,869	6,628	16,869

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	(Audited)		(Audited)	
<u>Other receivables</u>				
Other receivables - related party (Note 4)	-	-	54	278
Other receivables - unrelated parties	866	956	866	956
Other receivables from sales of investment in joint venture	-	9,469	-	-
Prepaid expenses	2,496	3,581	2,488	3,378
Accrued revenue from sales supporting promotion	69,468	151,744	69,468	151,744
Interest receivables	1,096	105	1,089	105
Others	15,915	2,681	15,608	2,470
Total other receivables	89,841	168,536	89,573	158,931
Less: Allowance for doubtful debts	(13,428)	(12,142)	(13,428)	(11,746)
Total other receivables, net	76,413	156,394	76,145	147,185
Trade and other receivables, net	83,055	173,263	82,773	164,054

## 6. Reduction of cost to net realisable value of inventories

Movements of the reduction cost to net realisable value of inventory account during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements/Separate financial statements
<b>Balance as at 1 January 2020</b>	183,786
Add: Reduction cost to net realisable value of inventories during the period	24,957
<b>Balance as at 30 September 2020</b>	208,743

## 7. Restricted bank deposits

These represent fixed deposits pledged with the banks to secure credit facilities.

## 8. Investments in subsidiaries

Detail of investments in subsidiaries as presented in separate financial statement are as follow:

Company's name	Shareholding percentage		Cost		Allowance for diminution in value of investments		Carrying amounts - net	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	(Percent)	(Percent)	(Thousand Baht)	(Thousand Baht)		(Audited)		(Audited)
Image Solution Plus Co., Ltd.	100	100	25,000	25,000	-	-	25,000	25,000
Big Camera Holding Co., Ltd.	-	100	-	20,000	-	(7,601)	-	12,399
Total			25,000	45,000	-	(7,601)	25,000	37,399

On 5 June 2020, an Extraordinary Meeting of the shareholders of Big Camera Holding Co., Ltd., a subsidiary company, passed a special resolution to dissolve the company. The subsidiary company registered its dissolution with the Ministry of Commerce on 8 June 2020. As at 30 June 2020, the subsidiary company completed its liquidation and the Company received capital return amounting to Baht 13 million. The subsidiary company registered its liquidation with the Ministry of Commerce on 1 July 2020. The Company realised gain from liquidation of subsidiary amounting to Baht 0.6 million, was presented under other income in statement of comprehensive income.

No dividend was received from the above subsidiaries during the three-month and nine-month periods ended 30 September 2020 and 2019

## 9. Building and equipment

Movements of the building and equipment account during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Net book value as at 1 January 2020</b>	200,302	191,526
Adjustment from TFRS 16 adoption (Note 3)	(1,375)	(1,375)
<b>Net book value as at 1 January 2020</b>	198,927	190,151
Acquisitions during the period, at cost	14,969	14,287
Disposal during the period, net book value at disposal date	(65)	(65)
Written-off during the period, net book value at written-off date	(11,253)	(11,253)
Depreciation for the period	(47,180)	(44,381)
Reversal of allowances for impairment for the period	182	182
<b>Net book value as at 30 September 2020</b>	155,580	148,921

**10. Right-of-use assets**

Movements of the right-of-use asset account during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements/ Separate financial statements
<b>Balance as at 1 January 2020</b>	-
Adjustment from the adoption of the following financial reporting standards:	
- Financial reporting standards related to Financial Instruments (Note 3)	12,983
- Financial reporting standards related to TFRS 16 (Note 3)	1,085,643
<b>Balance as at 1 January 2020</b>	1,098,626
Add : New lease contracts during the period	84,975
Change in lease fee estimations	8,037
Less : Depreciation for the period	(214,853)
Contracts termination due to branch closures during the period	(119,514)
<b>Balance as at 30 September 2020</b>	857,271

**11. Intangible assets**

Movements of the intangible asset account during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Balance as at 1 January 2020</b>	41,464	40,771
Acquisitions during the period	255	7
Amortisation for the period	(4,421)	(4,421)
<b>Balance as at 30 September 2020</b>	37,298	36,357

(Unaudited but reviewed)

**12. Other non-current assets**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		(Audited)		(Audited)
Deposit for lease and others	130,850	146,060	130,850	146,060
Others	4,397	3,608	3,467	2,579
Total	135,247	149,668	134,317	148,639

**13. Short-term loans from financial institutions**

Movements in the short-term loans from financial institutions account during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements/ Separate financial statements
Balance as at 31 December 2019	-
Add: Additional borrowings	519,063
Less: Repayment	(519,063)
Balance as at 30 September 2020	-

**14. Trade and other payables**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		(Audited)		(Audited)
Trade payables - related party (Note 4)	-	-	315	1,107
Trade payables - unrelated parties	277,151	588,096	276,485	587,553
Other payables - unrelated parties	60,759	25,817	60,548	25,716
Accrued expenses	26,421	50,111	26,006	48,654
Others	2,654	7,899	2,654	7,899
Total	366,985	671,923	316,008	670,929



**15. Lease liabilities**

Lease liabilities as at 30 September 2020 are presented below.

	(Unit: Thousand Baht) Consolidated financial statements/ Separate financial statements
Lease liabilities	811,823
Less: Deferred interest expenses	(27,253)
Total	784,570
Comprise of:	
Current lease liabilities	251,062
Non-current lease liabilities	533,508
	784,570

Movements in lease liabilities during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht) Consolidated financial statements/ Separate financial statements
Balance as at 1 January 2020 (Note 3)	1,012,867
Add: New lease contracts during the period	84,320
Change in lease fee estimations	8,057
Accretion of interest during the period	12,160
Less: Payments during the period	(180,915)
Contracts termination due to branch closures during the period	(119,339)
Reduction in lease payments by lessors	(32,580)
Balance as at 30 September 2020	784,570

**16. Provision for long-term employee benefits**

Movements of provision for long-term employee benefits account during the nine-month period ended 30 September 2020 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Balance as at 1 January 2020</b>	33,618	33,208
Add: Recognition during the period	3,421	3,327
<b>Balance as at 30 September 2020</b>	<b>37,039</b>	<b>36,535</b>

**17. Other income**

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenue from sales supporting promotion	11,902	43,147	11,902	43,147
Others	1,872	4,897	2,017	5,163
<b>Total</b>	<b>13,774</b>	<b>48,044</b>	<b>13,919</b>	<b>48,310</b>

	(Unit: Thousand Baht)			
	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenue from sales supporting promotion	48,179	143,574	48,179	143,574
Others	9,840	21,449	9,515	22,268
<b>Total</b>	<b>58,019</b>	<b>165,023</b>	<b>57,694</b>	<b>165,842</b>

**18. Income tax**

Interim corporate income tax was calculated on profit (loss) before income tax for the period, using the estimated effective tax rate for the year.

Income tax income (expenses) for the three-month and nine-month periods ended 30 September 2020 and 2019 are made up as follows:

	(Unit: Thousand Baht)	
	For the three-month periods ended	
	30 September	
	Consolidated financial statements	
	<u>2020</u>	<u>2019</u>
<b>Current income tax:</b>		
Current income tax charge	-	8,173
<b>Deferred tax:</b>		
Relating to origination and reversal of		
temporary differences	358	(3,185)
<b>Income tax expenses reported in the statement</b>		
<b>of comprehensive income</b>	<u>358</u>	<u>4,988</u>

	(Unit: Thousand Baht)	
	For the nine-month periods ended	
	30 September	
	Consolidated financial statements	
	<u>2020</u>	<u>2019</u>
<b>Current income tax:</b>		
Current income tax charge	-	47,193
<b>Deferred tax:</b>		
Relating to origination and reversal of		
temporary differences	(5,761)	(7,350)
<b>Income tax (income) expenses reported in</b>		
<b>the statement of comprehensive income</b>	<u>(5,761)</u>	<u>39,843</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the three-month periods ended

30 September

	Separate financial statements	
	<u>2020</u>	<u>2019</u>
<b>Current income tax:</b>		
Current income tax charge	-	8,173
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	358	(3,185)
<b>Income tax expenses reported in the statement of comprehensive income</b>	<u>358</u>	<u>4,988</u>

(Unit: Thousand Baht)

For the nine-month periods ended

30 September

	Separate financial statements	
	<u>2020</u>	<u>2019</u>
<b>Current income tax:</b>		
Current income tax charge	-	47,193
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	(4,241)	(7,350)
<b>Income tax (income) expenses reported in the statement of comprehensive income</b>	<u>(4,241)</u>	<u>39,843</u>

## 19. Earnings per share

Basic earnings (loss) per share is calculated by dividing profit or loss for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

**20. Segment information**

The three principal operating segments of the Group are the distribution of cameras and photography-related products segment, the distribution of mobile phones segment and the photographic lab service segment. However, the distribution of mobile phones segment and the photographic lab services segment are not material. Their operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits (loss) and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

**21. Dividends**

Dividends declared during the nine-month period ended 30 September 2020 and 2019 consisted of the follows:

Dividends	Approved by	Total dividends (Thousand Baht)	Dividends per share (Baht)
Interim dividends for 2019	Board of Directors' meeting on 16 April 2020	105,866	0.03
Final dividends for 2018	Annual General Meeting of the shareholders on 25 April 2019	282,310	0.08

**22. Commitments and contingent liabilities****22.1 Capital commitments**

As at 30 September 2020, the Group had capital commitments of approximately Baht 3 million (31 December 2019: Baht 4 million) (Separate financial statements: Baht 3 million (31 December 2019: Baht 3 million)), relating to the purchase of equipment and installation of computer software.

**22.2 Guarantees**

As at 30 September 2020, the Company had outstanding bank guarantees of approximately Baht 117 million (31 December 2019: Baht 97 million) issued by banks on behalf of the Company as required in the normal course of business.

### **22.3 Litigation**

During November 2019, the Company received a subpoena because it was named as a guarantor under the overdraft agreement of a former subsidiary of the business that the Company had acquired under a reverse acquisition in 2014, which had defaulted on payment of its debt to the bank. The Company was sued by the bank for settlement of principal and interest totaling Baht 9.7 million, as guarantor. However, the legal advisor and management of the Company believe that the Company will not incur any losses, and therefore, no provision has been recorded in its accounts. After consideration, they believe that the obligation arising from this guarantee was included in the rehabilitation process of that business, and the creditor under the dispute opted to receive payment of this debt from the subsidiary. Subsequently, the subsidiary completed the business rehabilitation plan and the Central Bankruptcy Court ordered the cancellation of the business reorganization as requested, before the Company proceeded with the business combination under a reverse acquisition. For this reason, it is believed that the Company has no obligations in respect of the guarantee.

### **23. Event after the reporting period**

On 13 November 2020, the meeting of the Company's Board of Directors passed a resolution to approve the Company purchase by 1,000 ordinary shares of Piccacus Company Limited with a par value of Baht 10 per share, from existing shareholder, representing a 100 percent interest in that Company and pass a resolution to approve the increase in share capital that company from Baht 10,000 (1,000 ordinary shares of Baht 10 each) to Baht 20,000,000 (2,000,000 ordinary shares of Baht 10 each) through an issuance of additional 1,999,000 ordinary shares of Baht 10 each. The acquisition shares of that company aims to support future business expansion.

### **24. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's Board of Directors on 13 November 2020.