

Hana Microelectronics Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2020

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Hana Microelectronics Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Hana Microelectronics Public Company Limited and its subsidiaries as at 31 March 2020, the related consolidated statements of income, comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Hana Microelectronics Public Company Limited for the same period (collectively "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.

Emphasis of Matters

I draw attention to Note 1.2 to the interim consolidated financial statements regarding the Covid-19 pandemic which is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation affects the Group's business activities in terms of decrease in customer orders and limited production of overseas subsidiaries. This may significantly impact the Group's financial position, financial performance and cash flows at present, and is possible 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, provisions and contingent liabilities, and will record the impact when it is possible to do so.

Moreover, I draw attention to Note 1.5 to the interim consolidated financial statements. Due to the impact of the COVID-19 outbreak, in preparing the interim financial information for the three-month period ended 31 March 2020, the Group has adopted the Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the Covid-19 Pandemic issued by the Federation of Accounting Professions.

My conclusion is not modified in respect of the above matters.

Kamontip Lertwitworatep
Certified Public Accountant (Thailand) No. 4377

EY Office Limited
Bangkok: 13 May 2020

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2020

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	3	5,148,378	5,434,979	647,244	577,211
Short-term investments	2	-	3,132,586	-	-
Trade and other receivables	4, 6	3,229,931	3,340,723	1,456,412	1,508,441
Inventories	7	4,863,422	4,518,387	2,610,185	2,332,079
Current portion of long-term fixed deposits					
with financial institution	9	-	450,180	-	-
Other current financial assets	5	4,292,226	-	-	-
Other current assets		82,801	137,874	51,403	58,723
Total current assets		17,616,758	17,014,729	4,765,244	4,476,454
Non-current assets					
Other non-current financial assets	10	147,117	-	97	-
Investments in subsidiary companies	8	-	-	3,583,449	3,583,449
Other long-term investments	2	-	135,790	-	97
Investment property	11	72,304	72,304	72,304	72,304
Property, plant and equipment	12	7,050,392	6,901,862	2,637,166	2,727,807
Land leasehold rights	2	-	115,504	-	-
Intangible assets		244,486	160,934	64,172	30,155
Deferred tax assets		-	1,174	2,058	2,276
Other non-current assets		22,845	23,885	10	10
Total non-current assets		7,537,144	7,411,453	6,359,256	6,416,098
Total assets		25,153,902	24,426,182	11,124,500	10,892,552

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

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2020

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	13	-	500,000	-	500,000
Short-term loan from related party	4	-	-	210,000	210,000
Trade and other payables	4, 14	2,478,157	2,252,054	1,685,118	1,381,317
Short-term provisions		326,712	301,540	-	-
Income tax payable		13,913	22,447	10,416	6,595
Financial derivative liabilities		117,738	-	-	-
Other current liabilities		44,883	105,661	21,860	21,728
Total current liabilities		2,981,403	3,181,702	1,927,394	2,119,640
Non-current liabilities					
Deferred tax liabilities		1,217	-	-	-
Provision for long-term employee benefits		713,614	698,864	335,615	327,677
Total non-current liabilities		714,831	698,864	335,615	327,677
Total liabilities		3,696,234	3,880,566	2,263,009	2,447,317
Shareholders' equity					
Share capital					
Registered					
974,403,900 ordinary shares of Baht 1 each		974,404	974,404	974,404	974,404
Issued and fully paid-up					
804,878,860 ordinary shares of Baht 1 each		804,879	804,879	804,879	804,879
Share premium		1,723,219	1,723,219	1,723,219	1,723,219
Retained earnings					
Appropriated - statutory reserve		456,463	456,463	100,000	100,000
Unappropriated		18,645,519	18,441,803	6,233,393	5,817,137
Other components of shareholders' equity		(172,412)	(880,748)	-	-
Total shareholders' equity		21,457,668	20,545,616	8,861,491	8,445,235
Total liabilities and shareholders' equity		25,153,902	24,426,182	11,124,500	10,892,552

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

Directors

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Income statement

For the three-month period ended 31 March 2020

(Unit: Thousand Baht except earnings per share expressed in Baht)

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenues					
Sales		4,609,660	5,132,752	2,242,004	2,282,376
Interest income		43,538	43,441	140	-
Dividend income		400	-	-	-
Gain on exchange		-	112,123	23,141	8,357
Other income		73,527	81,168	13,190	8,036
Total revenues		4,727,125	5,369,484	2,278,475	2,298,769
Expenses					
Cost of sales		3,901,412	4,761,386	1,769,117	2,125,180
Selling and distribution expenses		46,068	38,461	18,158	11,066
Administrative expenses		252,180	248,011	68,470	63,748
Loss on exchange		281,541	-	-	-
Total expenses		4,481,201	5,047,858	1,855,745	2,199,994
Profit from operating activities		245,924	321,626	422,730	98,775
Finance cost		(5,581)	(1,629)	(2,432)	(473)
Impairment loss on financial assets		(23,122)	-	-	-
Profit before income tax expenses		217,221	319,997	420,298	98,302
Income tax expenses	15	(13,505)	(16,743)	(4,042)	(1,817)
Profit for the period		203,716	303,254	416,256	96,485
Profit attributable to:					
Equity holders of the Company		203,716	303,254	416,256	96,485
Earnings per share					
16					
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)					
		0.25	0.38	0.52	0.12
Number of weighted average ordinary shares (Thousand shares)					
		804,879	804,879	804,879	804,879

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Profit for the period	<u>203,716</u>	<u>303,254</u>	<u>416,256</u>	<u>96,485</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>				
Gain (loss) on changes in fair value of available-for-sale investments/financial assets at fair value through other comprehensive income	5.2	(153,907)	67,389	-
Exchange differences on translation of financial statements in foreign currency - net of income tax	15	<u>862,243</u>	<u>(173,983)</u>	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		<u>708,336</u>	-	-
Other comprehensive income for the period		<u>708,336</u>	-	-
Total comprehensive income for the period		<u>912,052</u>	<u>416,256</u>	<u>96,485</u>
Total comprehensive income attributable to:				
Equity holders of the Company		<u>912,052</u>	<u>416,256</u>	<u>96,485</u>

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of cash flows

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Cash flows from operating activities				
Profit before tax	217,221	319,997	420,298	98,302
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	280,791	285,497	102,919	96,159
Amortisation expenses	2,054	3,354	1,497	1,211
Allowance for doubtful accounts (reversal)	4,595	(6,672)	2,492	-
Reduction of inventories to net realisable value (reversal)	(2,117)	21,996	(19,895)	9,475
Dividend income from other company	(400)	-	-	-
Loss on disposals/write-off of equipment	900	21,241	84	156
Reversal of allowance for impairment loss on assets	(1)	(999)	(1)	(999)
Provision for long-term employee benefits	21,232	16,998	8,299	5,769
Gain on sales/redemption of short-term investments	-	(5,151)	-	-
Revaluation gain on investments in securities held for trading	-	(9,511)	-	-
Revaluation gain on financial assets at fair value through profit or loss	(7,664)	-	-	-
Allowance for impairment loss on other current financial assets	23,122	-	-	-
Unrealised loss (gain) on exchange	38,484	(37,680)	22,618	(23,835)
Unrealised loss on forward contracts	165,061	35,010	-	-
Interest income from short-term investments	-	(25,361)	-	-
Interest income from other current financial assets	(24,616)	-	-	-
Interest paid	4,044	-	1,905	-
Profit from operating activities before changes in operating assets and liabilities	722,706	618,719	540,216	186,238

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Cash flows from operating activities (continued)				
Operating assets (increase) decrease				
Trade and other receivables	122,932	95,078	107,476	(83,786)
Inventories	(342,918)	174,938	(258,211)	(15,954)
Other current assets	16,690	40,202	13,036	3,290
Operating liabilities increase (decrease)				
Trade and other payables	74,854	(419,868)	224,282	28,872
Other current liabilities	(60,214)	663	132	(1,874)
Cash from operating activities	534,050	509,732	626,931	116,786
Cash paid for long-term employee benefits	(6,482)	(13,673)	(361)	(7,984)
Cash paid for income tax	(20,361)	(27,933)	(3)	(2)
Net cash from operating activities	507,207	468,126	626,567	108,800
Cash flows from investing activities				
Increase in fixed deposits with financial institutions	-	(298,730)	-	-
Increase in short-term investments	-	(267,678)	-	-
Increase in other current financial assets	(879,941)	-	-	-
Interest income from short-term investments	-	28,599	-	-
Interest income from other current financial assets	96,765	-	-	-
Proceeds from sales/redemption of short-term investments				
investments	-	66,918	-	-
Proceeds from sales/redemption of other current financial assets				
financial assets	1,116	-	-	-
Dividend income from other company	400	-	-	-
Acquisitions of property, plant and equipment	(267,950)	(357,724)	(18,982)	(113,710)
Proceeds from disposals of equipment	266	-	-	-
Increase in intangible assets	(94,531)	(70,976)	(35,514)	(318)
Decrease (increase) in other non-current assets	1,040	11,525	-	(944)
Net cash used in investing activities	(1,142,835)	(888,066)	(54,496)	(114,972)

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Cash flows from financing activities				
Decrease in short-term loans from financial institutions	(500,000)	-	(500,000)	-
Interest paid	<u>(2,038)</u>	<u>-</u>	<u>(2,038)</u>	<u>-</u>
Net cash used in financing activities	<u>(502,038)</u>	<u>-</u>	<u>(502,038)</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	(1,137,666)	(419,940)	70,033	(6,172)
Translation adjustment	<u>851,065</u>	<u>(171,103)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(286,601)</u>	<u>(591,043)</u>	<u>70,033</u>	<u>(6,172)</u>
Cash and cash equivalents at beginning of the period	<u>5,434,979</u>	<u>4,081,336</u>	<u>577,211</u>	<u>237,904</u>
Cash and cash equivalents at end of the period				
(Note 3)	<u><u>5,148,378</u></u>	<u><u>3,490,293</u></u>	<u><u>647,244</u></u>	<u><u>231,732</u></u>

Supplemental cash flow information

Non-cash related transactions from investing activities

Net increase (decrease) in accounts payable for

purchases of plant and equipment (38,107) (171,096) (6,621) 29,635

Revaluation gain on changes in fair value of

available-for-sale investments - 67,389 - -

Revaluation loss on changes in fair value of financial assets

at fair value through other comprehensive income (153,907) - - -

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

	Consolidated financial statements							
	Issued and paid up share capital	Share premium	Retained earnings		Other components of shareholders' equity			Total
			Appropriated - Statutory reserve	Unappropriated	Other comprehensive income at fair value through other	Exchange differences on translation of financial statements in foreign currency	Total other components of shareholders' equity	shareholders' equity
Balance as at 31 December 2018	804,879	1,723,219	456,463	18,237,930	68,641	(208,002)	(139,361)	21,083,130
Profit for the period	-	-	-	303,254	-	-	-	303,254
Other comprehensive income for the period	-	-	-	-	67,389	(173,983)	(106,594)	(106,594)
Total comprehensive income for the period	-	-	-	303,254	67,389	(173,983)	(106,594)	196,660
Balance as at 31 March 2019	<u>804,879</u>	<u>1,723,219</u>	<u>456,463</u>	<u>18,541,184</u>	<u>136,030</u>	<u>(381,985)</u>	<u>(245,955)</u>	<u>21,279,790</u>
Balance as at 31 December 2019	804,879	1,723,219	456,463	18,441,803	208,868	(1,089,616)	(880,748)	20,545,616
Profit for the period	-	-	-	203,716	-	-	-	203,716
Other comprehensive income for the period	-	-	-	-	(153,907)	862,243	708,336	708,336
Total comprehensive income for the period	-	-	-	203,716	(153,907)	862,243	708,336	912,052
Balance as at 31 March 2020	<u>804,879</u>	<u>1,723,219</u>	<u>456,463</u>	<u>18,645,519</u>	<u>54,961</u>	<u>(227,373)</u>	<u>(172,412)</u>	<u>21,457,668</u>

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

	Separate financial statements				Total Shareholders' equity
	Issued and paid up share capital	Share premium	Retained earnings Appropriated - Statutory reserve	Unappropriated	
Balance as at 31 December 2018	804,879	1,723,219	100,000	6,470,616	9,098,714
Profit for the period	-	-	-	96,485	96,485
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	96,485	96,485
Balance as at 31 March 2019	<u>804,879</u>	<u>1,723,219</u>	<u>100,000</u>	<u>6,567,101</u>	<u>9,195,199</u>
Balance as at 31 December 2019	804,879	1,723,219	100,000	5,817,137	8,445,235
Profit for the period	-	-	-	416,256	416,256
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	416,256	416,256
Balance as at 31 March 2020	<u>804,879</u>	<u>1,723,219</u>	<u>100,000</u>	<u>6,233,393</u>	<u>8,861,491</u>

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

Hana Microelectronics Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2020

1. General information

1.1 Corporate information

Hana Microelectronics Public Company Limited (“the Company”) was incorporated as a limited company under Thai law and transformed to be a public limited company under the Public Limited Companies Act on 27 January 1993. The Company operates its business in Thailand and is principally engaged in the manufacture and trading of electronic components. The registered office of the Company is at 65/98, Soi Vibhavadi-Rangsit 64, Junction 2, Kwang Talad Bangkhen, Khet Laksi, Bangkok.

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 affects the Group’s business activities in terms of decrease in customer orders and limited production of overseas subsidiaries. This may significantly impact the Group’s financial position, financial performance, and cash flows at present, and is possible to do so in the future. However, the impact cannot be reasonably estimated at this stage. The Group’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and will record the impact when it is possible to do so.

1.3 Basis for the 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, income, 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 interim financial statements.

1.4 Basis of consolidation

These consolidated interim financial statements include the financial statements of Hana Microelectronics Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2019. There are no changes in the group structure during the current period.

1.5 New 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 standards involve 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 as follows.

- Classification and measurement of investments in equity instruments of non-listed companies - The Group measures investments in equity instruments of non-listed companies at fair value and classifies the investments as financial assets at fair value, through other comprehensive income.
- Recognition of credit losses - The Group recognises an allowance for expected credit losses on its financial assets, and it is no longer necessary for a credit-impaired event to have occurred. The Group applies the simplified approach to consider impairment of trade receivables.

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

The cumulative effect of the change is described in Note 2.

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.

This standard does not have any significant impact on the Group's 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 Treatment Guidance on Temporary Relief Measures on 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 take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.
- To measure the fair value of investments in unquoted equity instruments using the fair value as at 1 January 2020.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

1.6 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.

1.6.1 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 equity instruments are measured at fair value through profit or loss. In certain cases, the Group makes an election to measure them at fair value through other comprehensive income, with no subsequent recycling to profit or loss.

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.

1.6.2 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.

2. 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 to retained earnings as at 1 January 2020. Therefore, the comparative information was not restated.

(Unaudited but reviewed)

The impacts on the beginning balance of retained earnings of 2020 from changes in accounting policies due to the adoption of these standards are presented as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	The impacts of			1 January 2020
	31 December 2019	Financial reporting standards related to financial instruments	TFRS 16	
Statement of financial position				
Assets				
Current assets				
Short-term investments	3,132,586	(3,132,586)	-	-
Current portion of long-term fixed deposits with financial institution	450,180	(450,180)	-	-
Other current financial assets	-	3,628,605	-	3,628,605
Other current assets	137,874	(45,839)	-	92,035
Non-current assets				
Other non-current financial assets	-	135,790	-	135,790
Other long-term investments	135,790	(135,790)	-	-
Property, plant and equipment	6,901,862	-	115,504	7,017,366
Land leasehold rights	115,504	-	(115,504)	-

(Unit: Thousand Baht)

	Separate financial statements		
	The impacts of		1 January 2020
	31 December 2019	financial reporting standards related to financial instruments	
Statement of financial position			
Assets			
Non-current assets			
Other non-current financial assets	-	97	97
Other long-term investments	97	(97)	-

(Unaudited but reviewed)

2.1 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			
		Fair value through other comprehensive		Amortised cost	Total
		Fair value through profit or loss	income		
Financial assets as at 1 January 2020					
Cash and cash equivalents	5,434,979	-	-	5,434,979	5,434,979
Other current financial assets	3,628,605	1,216,608	1,760,565	651,432	3,628,605
Trade and other receivables	3,340,723	-	-	3,340,723	3,340,723
Other non-current financial assets	135,790	-	75,482	60,308	135,790
Total financial assets	12,540,097	1,216,608	1,836,047	9,487,442	12,540,097

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements

Carrying amounts under the former basis	Classification and measurement in accordance with TFRS 9			
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total
Financial assets as at 1 January 2020				
Cash and cash equivalents	577,211	-	577,211	577,211
Trade and other receivables	1,508,441	-	1,508,441	1,508,441
Other non-current financial assets	97	97	-	97
Total financial assets	2,085,749	97	2,085,652	2,085,749

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

2.2 Leases

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
Land	115,504
Buildings	45,578
Total right-of-use assets	161,082

3. Cash and cash equivalents

Cash and cash equivalents as at 31 March 2020 and 31 December 2019, as reflected in the statements of financial position, consisted of the followings:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Cash	1,378	1,260	188	258
Bank deposits	4,101,522	4,111,374	647,056	576,953
Fixed deposits with maturity not over 3 months	1,045,478	1,322,345	-	-
Total cash and cash equivalents	5,148,378	5,434,979	647,244	577,211

As at 31 March 2020, bank deposits in savings accounts and fixed deposits carried interests between 0.001 and 3.200 percent per annum (31 December 2019: 0.001 and 2.250 percent per annum).

4. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with the 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 between the Company and those related parties.

(Unaudited but reviewed)

(Unit: Million Baht)

	<u>Separate financial statements</u>		Pricing policies
	For the three-month periods		
	ended 31 March		
	<u>2020</u>	<u>2019</u>	
Transactions with subsidiary companies			
(eliminated from the consolidated financial statements)			
Sales of goods	21	31	Prices agreed between the parties due to the uniqueness of products sold to each customer
Purchase of materials	83	101	Cost plus mark up
Service fee expenses	3	3	Rates stipulated in the agreement

As at 31 March 2020 and 31 December 2019, the balances of the accounts between the Company and those related parties are as follows:

	(Unit: Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Trade receivables (Note 6)				
<u>Trade receivables - related parties</u>				
Subsidiary companies	-	-	18,552	21,259
Total trade receivables - related parties	-	-	18,552	21,259
Trade and other payables (Note 14)				
<u>Trade payables - related parties</u>				
Subsidiary companies	-	-	844,203	709,103
Total trade payables - related parties	-	-	844,203	709,103
<u>Other payables - related parties</u>				
Subsidiary companies	-	-	1,269	483
Total other payables - related parties	-	-	1,269	483
Total trade and other payables	-	-	845,472	709,586

Short-term loan from related party

As at 31 March 2020, the Company had short-term loan from the subsidiary of Baht 210 million (31 December 2019: Baht 210 million), bearing interest at a rate of 1.50 percent per annum and due in May 2020.

(Unaudited but reviewed)

Directors' and management's benefits

During the three-month periods ended 31 March 2020 and 2019, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Short-term employee benefits	25.5	27.7	4.3	4.8
Post-employment benefits	0.4	0.5	0.2	0.2
Total	<u>25.9</u>	<u>28.2</u>	<u>4.5</u>	<u>5.0</u>

5. Other current financial assets

(Unit: Thousand Baht)

	Consolidated	
	financial statements	
	31 March 2020	
	Cost/ Carrying value	Fair value
Financial assets at fair value through profit or loss (Note 5.1)		
Overseas marketable equity securities	<u>1,208,834</u>	<u>1,271,569</u>
Total	<u>1,208,834</u>	<u>1,271,569</u>
Add: Gain on changes in fair value	<u>62,735</u>	
Financial assets at fair value through profit or loss	<u>1,271,569</u>	
Financial assets at fair value through other comprehensive income (Note 5.2)		
Overseas marketable corporate bonds	<u>929,955</u>	<u>1,004,899</u>
Overseas quoted bonds	<u>746,076</u>	<u>702,970</u>
Total	<u>1,676,031</u>	<u>1,707,869</u>
Add: Gain on changes in fair value	<u>54,960</u>	
Less: Allowance for impairment loss	<u>(23,122)</u>	
Financial assets at fair value through other comprehensive income	<u>1,707,869</u>	
Financial assets at amortised cost		
Fixed deposits within 1 year	<u>1,312,788</u>	<u>1,312,788</u>
Financial assets at amortised cost	<u>1,312,788</u>	<u>1,312,788</u>
Total other current financial assets	<u>4,292,226</u>	<u>4,292,226</u>

As at 31 March 2020, fixed deposits with financial institutions carried interests between 1.95 and 2.25 percent per annum (31 December 2019: between 1.65 and 2.10 percent per annum).

5.1 Financial assets at fair value through profit or loss

Movements of financial assets at fair value through profit or loss for the three-month period ended 31 March 2020 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements				
	Cost as at 31 December 2019	Translation adjustment	Cost as at 31 March 2020	Revaluation gain	Fair value as at 31 March 2020
Overseas marketable equity securities					
Investment trusts	60,308	5,034	65,342	8,346	73,688
Supply chain finance funds	1,055,390	88,102	1,143,492	54,389	1,197,881
Total financial assets at fair value through profit or loss	1,115,698	93,136	1,208,834	62,735	1,271,569

As at 31 March 2020, the subsidiary assessed the fair value of the above financial assets by referring to the value quoted by the banks which are comparable to quoted prices, the result of which was a revaluation surplus on the fair value of USD 1.92 million or equivalent to approximately Baht 62.74 million (31 December 2019: surplus of USD 1.83 million or equivalent to approximately Baht 55.07 million). The gain on change in the fair value of approximately Baht 7.66 million (2019: Baht 9.51 million) was recognised in the income statements.

(Unaudited but reviewed)

5.2 Financial assets at fair value through other comprehensive income

Movements of financial assets at fair value through other comprehensive income for the three-month period ended 31 March 2020 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements						Fair value as at 31 March 2020
	Cost as at 31 December 2019	Proceeds from sales/ redemption	Translation adjustment	Cost as at 31 March 2020	Revaluation gain	Allowance for impairment loss	
Overseas marketable corporate bonds	861,671	(500)	68,784	929,955	74,944	-	1,004,899
Overseas quoted bonds	690,026	(616)	56,666	746,076	(19,984)	(23,122)	702,970
Total financial assets at fair value through other comprehensive income	<u>1,551,697</u>	<u>(1,116)</u>	<u>125,450</u>	<u>1,676,031</u>	<u>54,960</u>	<u>(23,122)</u>	<u>1,707,869</u>

As at 31 March 2020, the subsidiary assessed the fair value of the above financial assets by referring to the values quoted by the two overseas banks which are comparable to quoted prices, the result of which was a revaluation surplus on the fair value of USD 1.68 million or equivalent to approximately Baht 54.96 million (31 December 2019: surplus of USD 6.93 million or equivalent to approximately Baht 208.87 million). The loss on change in the fair value of approximately Baht 153.91 million (2019: gain of approximately Baht 67.39 million) was recognised as other comprehensive income in the statements of comprehensive income.

During the period, the subsidiary assessed the expected credit losses for significant increase in credit risk of overseas quote bonds since initial recognition. The impairment loss of USD 0.71 million or equivalent to approximately Baht 23.12 million was recognised in the income statement.

(Unaudited but reviewed)

6. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2020	2019	2020	2019
Age of receivables				
Trade receivables - subsidiary companies				
Not yet due	-	-	6,554	535
Past due				
Up to 3 months	-	-	2,851	14,301
3 - 6 months	-	-	2,283	885
6 - 12 months	-	-	1,105	3,412
Over 12 months	-	-	5,759	2,126
Total trade receivables - subsidiary companies (Note 4)	-	-	18,552	21,259
Trade receivables - unrelated parties				
Not yet due	2,528,608	2,560,541	1,116,811	1,132,621
Past due				
Up to 3 months	560,224	651,968	284,264	337,359
3 - 6 months	23,876	9,054	19,203	4,685
6 - 12 months	3,598	3,579	3,643	2,195
Over 12 months	5,191	3,626	3,253	1,490
Total trade receivables - unrelated parties	3,121,497	3,228,768	1,427,174	1,478,350
Less: Allowance for doubtful accounts	(9,080)	(4,485)	(2,492)	-
Total trade receivables - unrelated parties - net	3,112,417	3,224,283	1,424,682	1,478,350
Total trade receivables - net	3,112,417	3,224,283	1,443,234	1,499,609
Input tax receivables	45,109	43,740	3,432	3,826
Other receivables - unrelated parties	72,405	72,700	9,746	5,006
Total other receivables	117,514	116,440	13,178	8,832
Trade and other receivables - net	3,229,931	3,340,723	1,456,412	1,508,441

(Unaudited but reviewed)

7. Reduction of inventories to net realisable value (Inventory provision)

Movements in the inventory provision to reduce inventories to net realisable value during the three-month period ended 31 March 2020 are summarised below.

(Unit: Thousand Baht)

Inventory provision	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2019	154,966	66,524
Reduction of inventory value during the period	33,073	8,249
Reversal of reduction of inventory value during the period	(35,917)	(28,144)
Translation adjustment	727	-
Balance as at 31 March 2020	152,849	46,629

8. Investments in subsidiary companies

(Unit: Thousand Baht)

Company's name	Paid up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2020	2019	2020	2019	2020	2019
			Percent	Percent		
Hana Semiconductor (Ayutthaya) Company Limited	1,200,000	1,200,000	58	58	2,142,910	2,142,910
Hana Semiconductor (BKK) Company Limited	1,000,000	1,000,000	100	100	1,011,100	1,011,100
Omac Sales Limited	325	325	100	100	273,492	273,492
Hana Microelectronics (Cambodia) Company Limited	155,947	155,947	100	100	155,947	155,947
Hana Microelectronics International Company Limited	-	-	100	100	-	-
Hana Microelectronics Investment Company Limited	-	-	100	100	-	-
Total investments in subsidiary companies					3,583,449	3,583,449

In June 2019, Hana Microelectronics Enterprise Company Limited, an overseas subsidiary company, additionally invested in 5,910,000 ordinary shares of Power Master Semiconductor Company Limited, amounting to USD 2.5 million or equivalent to Baht 76.86 million. In September 2019, it additionally invested in 5,922,600 ordinary shares, amounting to USD 2.5 million or equivalent to Baht 76.48 million. In December 2019, It additionally invested in 5,781,500 ordinary shares, amounting to USD 2.5 million or equivalent to Baht 75.39 million.

As at 31 March 2020, the overseas subsidiary company has invested in 24,158,257 ordinary shares of Power Master Semiconductor Company Limited, amounting to USD 10.49 million or equivalent to Baht 326.30 million, representing 100% of the issued and paid-up share capital of that company.

9. Long-term fixed deposits with financial institution

As at 31 December 2019, an overseas subsidiary had long-term fixed deposits with financial institution of China Yuan 104.3 million or equivalent to Baht 450.2 million, which are portion due within one year between January to April 2020, carrying interest between 2.25 and 2.33 percent per annum.

10. Other non-current financial assets

(Unit: Thousand Baht)

	31 March 2020	
	Consolidated financial statements	Separate financial statements
Financial assets at fair value through other comprehensive income		
Local marketable equity securities	97	97
Preferred shares issued by an overseas company	78,080	-
Total	78,177	97
Translation adjustment	3,598	-
Total	81,775	97
Financial assets at amortised cost		
Overseas debt securities	65,342	-
Total	65,342	-
Total other non-current financial assets	147,117	97

During the third quarter of 2017, Hana Microelectronics International Company Limited, an overseas subsidiary company, has invested in a 3-year fund linked capital return note issued by an overseas bank amounting to USD 2 million, with maturity date on 14 July 2020. The parties mutually agreed that the subsidiary will receive the principal amount of USD 2 million at the maturity date and gain from rising of fund price, between the reference price at initial valuation date and the final closing index of the fund upon maturity date at the agreed rate in a case that the closing index of the fund upon maturity date is higher than the initial reference price. This investment is classified as investment in held-to-maturity debt securities.

11. Investment property

The fair value of the investment property based on market price as at 31 March 2020 amounted to approximately Baht 96 million (31 December 2019: Baht 96 million).

(Unaudited but reviewed)

12. Property, plant and equipment

Movements in the property, plant and equipment account during the three-month period ended 31 March 2020 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2019	6,901,862	2,727,807
Effect from TFRS 16 adoption	115,504	-
Acquisitions during the period - at cost	230,135	47,487
Write-off during the period - net book value at write-off date	(1,166)	(84)
Transfer out	(35,501)	(35,126)
Depreciation for the period	(280,791)	(102,919)
Reversal of allowance for impairment during the period	1	1
Translation adjustment	120,348	-
Net book value as at 31 March 2020	7,050,392	2,637,166

As at 31 March 2020, the Group had right-of-use assets with net book value of Baht 172 million included as part of property, plant and equipment.

13. Short-term loans from financial institutions

As at 31 December 2019, the Company had short-term loans in form of unsecured promissory notes of Baht 500 million, carrying interests between 1.90 and 2.00 percent per annum.

Movements in short-term loans from financial institutions during the period ended 31 March 2020 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2019	500,000	500,000
Less: Repayment during the period	(500,000)	(500,000)
Balance as at 31 March 2020	-	-

(Unaudited but reviewed)

14. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Trade payables - subsidiary companies (Note 4)	-	-	844,203	709,103
Trade payables - unrelated parties	1,832,294	1,703,256	730,131	597,884
Other payables - subsidiary companies (Note 4)	-	-	1,269	483
Advance received from customers	229,336	177,899	32,330	17,236
Other payables for purchase of machinery	114,072	75,965	22,298	28,919
Accrued expenses	302,455	294,934	54,887	27,692
Total trade and other payables	2,478,157	2,252,054	1,685,118	1,381,317

15. Income tax

Interim corporate income tax is calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2020 and 2019 are made up as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Current income tax:				
Interim corporate income tax charge	11,262	20,260	3,824	1,812
Deferred tax:				
Relating to origination and reversal of temporary differences	2,243	(3,517)	218	5
Income tax expense reported in the income statement	13,505	16,743	4,042	1,817

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2020 and 2019 are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Deferred tax relating to exchange differences on translation of financial statements in foreign currency	148	8	-	-

16. Earnings per share

Basic earnings per share is calculated by dividing profit 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.

(Unaudited but reviewed)

17. Segment information

The Company and its subsidiaries are organised into business units based on their products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following table presents revenue and profit information regarding the Company's and its subsidiaries' operating segments for the three-month periods ended 31 March 2020 and 2019.

(Unit: Million Baht)

	Consolidated financial statements for the three-month periods ended 31 March											
	Printed Circuit Board Assembly (PCBA)		Integrated Circuit (IC)		Others		Total reportable segments		Eliminations		Total	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenue from external customers	2,717	3,005	1,751	1,918	142	210	4,610	5,133	-	-	4,610	5,133
Intersegment revenues	468	761	113	174	126	331	707	1,266	(707)	(1,266)	-	-
Total revenues	<u>3,185</u>	<u>3,766</u>	<u>1,864</u>	<u>2,092</u>	<u>268</u>	<u>541</u>	<u>5,317</u>	<u>6,399</u>	<u>(707)</u>	<u>(1,266)</u>	<u>4,610</u>	<u>5,133</u>
Segment profit	529	243	132	61	45	63	706	367	3	5	709	372
Interest income											44	43
Gain (loss) on exchange											(282)	112
Other income											74	81
Selling and distribution expenses											(46)	(38)
Administrative expenses											(252)	(248)
Finance cost											(6)	(2)
Impairment loss on financial assets											(23)	-
Income tax expenses											(14)	(17)
Profit for the period											<u>204</u>	<u>303</u>

18. Commitments and contingent liabilities

18.1 Capital commitments

As at 31 March 2020, the Company and its subsidiaries had capital commitments relating to acquisitions of machinery totaling USD 2.3 million and CNY 1.6 million or equivalent to Baht 82.4 million (31 December 2019: USD 4.3 million or equivalent to Baht 138 million) and the Company only of approximately Baht 2.4 million (31 December 2019: Baht 48 million).

18.2 Commitments under lease and service agreements

The Company and its subsidiaries have entered into the lease agreements in respect of the lease of equipment, lease of land and the lease of building and factory and related services. The terms of the agreements are generally between 1 and 5 years.

Future minimum payments required under these short-term lease and lease of low-value assets contracts and related services were as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Payable:				
In up to 1 year	92.3	97.7	27.5	29.6
In over 1 year and up to 5 years	67.3	74.4	0.1	0.3

18.3 Marketing supportive service agreements

Since the year 2001, the Company and three subsidiary companies entered into marketing supportive service agreement with an overseas subsidiary company. Under that agreement, the Company and the three subsidiary companies have to pay service fees to that subsidiary company at the rates stipulated in the agreement.

18.4 Sale representative agreements

Since the year 2015, an overseas subsidiary entered into sale representative agreement with an unrelated company with the annual service fees of approximately USD 0.6 million.

18.5 Guarantees

As at 31 March 2020, there were outstanding bank guarantees of approximately Baht 28 million (31 December 2019: Baht 28 million) issued by the banks on behalf of the Company in respect of certain performance bonds as required in the normal course of business of the Company to guarantee electricity uses, among others.

19. Foreign currency risk

The Company's and its subsidiaries' exposure to foreign currency risk arise mainly from trading transactions that are denominated in foreign currencies. The Company and its subsidiaries seek to reduce this risk by entering into forward exchange contracts when they consider appropriate. Generally, the forward exchange contracts will mature within one year.

The balances of financial assets and liabilities denominated in foreign currencies as at 31 March 2020 and 31 December 2019 are summarised below.

Foreign currency	Financial assets as at		Financial liabilities as at		Average exchange rate as at	
	31 March	31 December	31 March	31 December	31 March	31 December
	2020	2019	2020	2019	2020	2019
	(Million)	(Million)	(Million)	(Million)	(Baht per foreign currency unit)	
South Korean Won	3,582	6,859	669	167	0.0267	0.0260
Cambodia Rial	2,872	3,170	-	-	0.0080	0.0074
US Dollar	295	272	91	47	32.6712	30.1540
China Yuan	186	226	45	92	4.6026	4.3147
Indian Rupee	40	40	-	-	0.4337	0.4367
Japan Yen	2	2	8	10	0.3011	0.2759
Singapore Dollar	2	2	-	-	22.9416	22.3245
Hong Kong Dollar	1	2	-	-	4.2164	3.8732
Macau Pataca	1	1	-	-	4.0826	3.7037
Euro	-	1	-	-	35.9585	33.7311

As at 31 March 2020 and 31 December 2019, the two overseas subsidiary companies had outstanding forward exchange contracts, of which details are presented below.

As at 31 March 2020		
Sold amount	Contractual maturity date	Contractual exchange rate for amount sold
(Million USD)		(Baht per USD)
120	21 April 2020 - 30 June 2020	30.300 - 32.850
As at 31 December 2019		
Sold amount	Contractual maturity date	Contractual exchange rate for amount sold
(Million USD)		(Baht per USD)
120	21 January 2020 - 31 March 2020	30.120 - 30.560

20. Fair value of financial instruments

As of 31 March 2020, the Company and its subsidiaries had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		
	Level 1	Level 2	Total
Financial assets measured at fair value			
Financial assets at fair value through profit or loss			
Overseas marketable equity securities	1,271,569	-	1,271,569
Financial assets at fair value through other comprehensive income			
Marketable corporate bonds	1,004,899	-	1,004,899
Quoted bonds	702,970	-	702,970
Local marketable equity securities	97	-	97
Preferred share issued by an overseas company	-	81,678	81,678
Financial liabilities measured at fair value			
Derivatives			
Foreign currency forward contracts - loss	-	117,738	117,738

During the current period, there were no transfers within the fair value hierarchy.

21. Events after the reporting period

On 30 April 2020, the Annual General Meeting of the Company's shareholders No. 27/2020 acknowledged the interim dividend payment on 8 November 2019 at Baht 0.65 per share and passed a resolution approving the payment of final dividend for 2019 to the Company's shareholders at Baht 0.65 per share, making a total dividend for 2019 of approximately Baht 1,046 million. The final dividend of Baht 523 million will be paid to the shareholders on 15 May 2020 and will be recorded in the second quarter of 2020.

22. Reclassification

The Company has reclassified the following items in the Income statement for the three-month period ended 31 March 2019 to conform to the current period's classification.

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As previously		As previously	
	As reclassified	reported	As reclassified	reported
Cost of sales	4,761,386	4,733,619	2,125,180	2,097,413
Administrative expenses	248,011	275,778	63,748	91,515

The reclassifications had no effect to previously reported profit and or shareholders' equity.

23. Approval of interim financial statements

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