

Independent Auditor's Report

To the Shareholders of Siam Food Products Public Company Limited

Opinion

I have audited the consolidated and separate financial statements of Siam Food Products Public Company Limited and its subsidiaries (the “Group”) and of Siam Food Products Public Company Limited (the “Company”), respectively, which comprise the consolidated and separate statements of financial position as at 30 September 2018, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 30 September 2018 and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRSs).

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions that is relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated and separate financial statement of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Recognition of deferred tax assets	
Refer to notes 3 (t) and 14 to the financial statements	
The key audit matter	How the matter was addressed in the audit
<p>The Group and the Company have recognised deferred tax assets arising from unutilised tax losses carried forward. The recoverability of the deferred tax asset is dependent on future taxable profits and the ability to utilise those losses in the future prior to the expiry of tax losses. Because the consideration of the forecast of future taxable profits and assessing the ability to utilise those tax losses involved a significant level of judgment in determining the key assumptions of management. This area was focused on my audit accordingly.</p>	<p>My audit procedures included:</p> <ul style="list-style-type: none"> • understanding the basis of forecasting future taxable profit; • assessing the reasonableness of the key assumptions use by management in the forecast of future taxable profit by considering with the internal and external sources of information, and considering the operation plan approved by management by comparing to the actual and the historical operating results and assessed the sensitivity of the outcomes to reasonably possible changes in assumptions, including of calculation testing the future taxable profits; • evaluating the adequacy of the disclosure in accordance with Thai Financial Reporting Standards.

Valuation of investments in subsidiaries and property, plant and equipment of the subsidiaries	
Refer to notes 3 (h), 3 (j), 11 and 13 to the financial statements	
The key audit matter	How the matter was addressed in the audit
<p>The subsidiaries have the operating loss and deficits. This indicate that investments in subsidiaries and property, plant and equipment of those subsidiaries may be impair. The management considers the impairment at the reporting period by the estimated recoverable amount was based on its value in use, determined by discounting future cash flows from its operations.</p> <p>Because the projection of cash flows involved a significant level of judgment in determining the key assumptions of management. This area was focused on my audit accordingly.</p>	<p>My audit procedures included:</p> <ul style="list-style-type: none"> • understanding the process of identifying and considering the assessment of impairment on investments in subsidiaries and property, plant and equipment; • assessing the reasonableness of the key assumptions use by management in the forecast of future profit and cash flows projection by considering with the internal and external sources of information and considering the operation plan approved by management by comparing to the actual and the historical operating results, also consulted with valuation specialist relating to financial methodologies used in the calculating the estimates and discount rate; • evaluating the sensitivity of key assumptions used in future cash flows projection which affect to the recoverable amount of cash-generating unit; • evaluating the adequacy of the disclosure in accordance with Thai Financial Reporting Standards.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



(Ekkasit Chuthamsatid)
 Certified Public Accountant
 Registration No. 4195

KPMG Phoomchai Audit Ltd.
 Bangkok
 27 November 2018

Siam Food Product Company Limited and its Subsidiaries

Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September		30 September	
		2018	2017	2018	2017
		<i>(in Baht)</i>			
Current assets					
Cash and cash equivalents	5	711,748,152	944,081,736	709,265,469	941,230,425
Current investments	6	177,471,582	-	177,471,582	-
Trade accounts receivable	4, 7	143,517,615	182,291,313	143,212,465	182,291,313
Other receivables	4	5,747,511	5,353,872	8,004,714	5,090,043
Short-term loans to related parties	4	-	-	89,000,000	36,000,000
Current portion of long-term loan to subsidiary	4	-	-	85,000,000	15,000,000
Inventories	8	471,577,375	392,190,758	447,013,520	383,734,528
Current biological assets	9	12,584,786	5,536,518	12,584,786	5,530,863
Other current assets		28,837,088	16,275,264	28,747,551	15,734,181
Total current assets		1,551,484,109	1,545,729,461	1,700,300,087	1,584,611,353
Non-current assets					
Equity securities available-for-sale	6	174,506,400	177,738,000	174,506,400	177,738,000
Investment in associate	10	188,675,663	198,725,963	143,200,000	143,200,000
Investments in subsidiaries	11	-	-	197,355,705	287,355,705
Long-term loan to subsidiary	4	-	-	-	85,000,000
Investment properties	12	64,189,011	64,374,196	64,189,011	64,374,196
Property, plant and equipment	13	600,666,305	639,582,236	519,830,878	356,436,114
Intangible assets		2,194,002	3,770,322	2,193,982	3,770,302
Non-current biological assets	9	102,487,949	131,154,137	78,244,775	110,238,646
Deferred tax assets	14	71,388,521	47,724,654	52,976,420	67,865,272
Other non-current assets	4	10,762,531	6,310,835	10,116,360	5,649,021
Total non-current assets		1,214,870,382	1,269,380,343	1,242,613,531	1,301,627,256
Total assets		2,766,354,491	2,815,109,804	2,942,913,618	2,886,238,609

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

Siam Food Product Company Limited and its Subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		30 September		30 September	
		2018	2017	2018	2017
		<i>(in Baht)</i>			
Current liabilities					
Trade accounts payable	4, 16	106,508,389	161,674,808	101,402,788	143,746,104
Other payables	4, 17	76,048,192	99,870,917	253,517,752	92,563,080
Advances received from sale of goods		6,478,058	49,490,667	6,460,159	49,472,003
Short-term loan from associate	4, 15	100,000,000	-	100,000,000	-
Other current liabilities		14,643,149	1,192,663	2,596,955	1,042,123
Total current liabilities		303,677,788	312,229,055	463,977,654	286,823,310
Non-current liabilities					
Non-current provisions for employee benefits	18	80,962,189	78,523,262	76,962,485	75,180,532
Other non-current liabilities		1,840,175	155,876	1,840,175	155,876
Total non-current liabilities		82,802,364	78,679,138	78,802,660	75,336,408
Total liabilities		386,480,152	390,908,193	542,780,314	362,159,718
Equity					
Share capital:	19				
Authorised share capital		300,000,000	300,000,000	300,000,000	300,000,000
Issued and paid-up share capital		210,000,000	210,000,000	210,000,000	210,000,000
Share premium on ordinary shares	19	360,812,498	360,812,498	360,812,498	360,812,498
Retained earnings					
Legal reserve	20	30,000,000	30,000,000	30,000,000	30,000,000
Unappropriated		1,922,868,023	1,963,963,697	1,943,127,006	2,063,840,993
Other component of equity	20	(143,806,200)	(140,574,600)	(143,806,200)	(140,574,600)
Equity attributable to owners of the parent		2,379,874,321	2,424,201,595	2,400,133,304	2,524,078,891
Non-controlling interests		18	16	-	-
Total equity		2,379,874,339	2,424,201,611	2,400,133,304	2,524,078,891
Total liabilities and equity		2,766,354,491	2,815,109,804	2,942,913,618	2,886,238,609

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

Siam Food Product Company Limited and its Subsidiaries

Statement of comprehensive income

	Note	Consolidated financial statements		Separate financial statements	
		Year ended 30 September		Year ended 30 September	
		2018	2017	2018	2017
<i>(in Baht)</i>					
Revenue					
Revenue from sale of goods	4	2,376,064,804	3,510,528,437	2,363,987,534	3,509,682,854
Investment income	4, 22	24,878,571	22,729,308	244,274,385	346,356,381
Net foreign exchange gain		2,447,425	12,618,563	2,447,425	12,618,563
Other income	4	27,371,156	40,306,107	24,526,939	39,313,402
Total revenue		2,430,761,956	3,586,182,415	2,635,236,283	3,907,971,200
Expenses					
Cost of sales of goods	4, 8	2,209,806,567	3,048,393,540	2,187,024,978	3,080,369,983
Distribution costs	4, 23	87,453,547	99,247,646	77,739,387	90,116,046
Administrative expenses	4, 24	119,427,551	121,519,770	118,691,333	119,359,976
Losses on remeasuring biological assets	9	63,281,058	8,162,101	57,287,963	6,532,695
Losses on impairment of investment in subsidiary	11	-	-	90,000,000	-
Idle expenses		10,784,591	34,374,626	-	8,841,166
Finance costs	4	226,709	85,201	226,584	84,162
Total expenses		2,490,980,023	3,311,782,884	2,530,970,245	3,305,304,028
Share of profit of investments in associate, net of income tax	4, 10	205,549,700	175,479,538	-	-
Profit before income tax expense		145,331,633	449,879,069	104,266,038	602,667,172
Tax (expense) income	27	23,645,633	(65,329,225)	(14,907,087)	(53,887,083)
Profit for the year		168,977,266	384,549,844	89,358,951	548,780,089

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

Siam Food Product Company Limited and its Subsidiaries

Statement of comprehensive income

	Note	Consolidated financial statements		Separate financial statements	
		Year ended 30 September		Year ended 30 September	
		2018	2017	2018	2017
<i>(in Baht)</i>					
Other comprehensive income					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Losses on remeasuring available-for-sale investments	6	(3,231,600)	(100,179,600)	(3,231,600)	(100,179,600)
Income tax relating to items that will be reclassified subsequently to profit or loss		-	-	-	-
Total items that will be reclassified subsequently to profit or loss		(3,231,600)	(100,179,600)	(3,231,600)	(100,179,600)
<i>Items that will not be reclassified to subsequently to profit or loss</i>					
Losses on remeasurements of defined benefit plans	18	(91,172)	(280,012)	(91,172)	(280,012)
Share of other comprehensive income of investments in associate, net of income tax	4, 10	-	140,512	-	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	27	18,234	56,002	18,234	56,002
Total items that will not be reclassified subsequently to profit or loss		(72,938)	(83,498)	(72,938)	(224,010)
Other comprehensive income (expense) for the year, net of income tax		(3,304,538)	(100,263,098)	(3,304,538)	(100,403,610)
Total comprehensive income for the year		165,672,728	284,286,746	86,054,413	448,376,479
Profit (loss) attributable to:					
Owners of the parent		168,977,264	384,549,846	89,358,951	548,780,089
Non-controlling interests		2	(2)	-	-
Profit for the year		168,977,266	384,549,844	89,358,951	548,780,089
Total comprehensive income (expense) attributable to:					
Owners of the parent		165,672,726	284,286,748	86,054,413	448,376,479
Non-controlling interests		2	(2)	-	-
Total comprehensive income for the year		165,672,728	284,286,746	86,054,413	448,376,479
Basic earnings per share	28	8.05	18.31	4.26	26.13

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

Siam Food Product Company Limited and its Subsidiaries

Statement of Changes in equity

	Consolidated financial statements							
	Retained earnings			Other component of equity				
	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Losses on remeasuring available-for-sale investments	Equity attributable to owners of the parent	Non-controlling interests	Total equity
	<i>(in Baht)</i>							
Year ended 30 September 2017								
Balance at 1 October 2016	210,000,000	360,812,498	30,000,000	1,904,997,349	(40,395,000)	2,465,414,847	18	2,465,414,865
Transactions with owners, recorded directly in equity								
Dividends to owners of the Company	-	-	-	(325,500,000)	-	(325,500,000)	-	(325,500,000)
Total transactions with owners, recorded directly in equity	-	-	-	(325,500,000)	-	(325,500,000)	-	(325,500,000)
Comprehensive income (expense) for the year								
Profit (loss)	-	-	-	384,549,846	-	384,549,846	(2)	384,549,844
Other comprehensive income (expense)	-	-	-	(83,498)	(100,179,600)	(100,263,098)	-	(100,263,098)
Total comprehensive income (expense) for the year	-	-	-	384,466,348	(100,179,600)	284,286,748	(2)	284,286,746
Balance at 30 September 2017	210,000,000	360,812,498	30,000,000	1,963,963,697	(140,574,600)	2,424,201,595	16	2,424,201,611
Year ended 30 September 2018								
Balance at 1 October 2017	210,000,000	360,812,498	30,000,000	1,963,963,697	(140,574,600)	2,424,201,595	16	2,424,201,611
Transactions with owners, recorded directly in equity								
Dividends to owners of the Company	-	-	-	(210,000,000)	-	(210,000,000)	-	(210,000,000)
Total transactions with owners, recorded directly in equity	-	-	-	(210,000,000)	-	(210,000,000)	-	(210,000,000)
Comprehensive income (expense) for the year								
Profit	-	-	-	168,977,264	-	168,977,264	2	168,977,266
Other comprehensive income (expense)	-	-	-	(72,938)	(3,231,600)	(3,304,538)	-	(3,304,538)
Total comprehensive income (expense) for the year	-	-	-	168,904,326	(3,231,600)	165,672,726	2	165,672,728
Balance at 30 September 2018	210,000,000	360,812,498	30,000,000	1,922,868,023	(143,806,200)	2,379,874,321	18	2,379,874,339

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

Siam Food Product Company Limited and its Subsidiaries

Statement of Changes in equity

	Separate financial statements					Total equity
	Retained earnings	Other component of equity	Losses on re-measuring available-for-sale investments	Legal reserve	Unappropriated (in Baht)	
	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated (in Baht)	Losses on re-measuring available-for-sale investments	Total equity
Year ended 30 September 2017						
Balance at 1 October 2016	210,000,000	360,812,498	30,000,000	1,840,784,914	(40,395,000)	2,401,202,412
Transactions with owners, recorded directly in equity						
Dividends to owners of the Company	-	-	-	(325,500,000)	-	(325,500,000)
Total transactions with owners, recorded directly in equity	-	-	-	(325,500,000)	-	(325,500,000)
Comprehensive income (expense) for the year						
Profit	-	-	-	548,780,089	-	548,780,089
Other comprehensive income (expense)	-	-	-	(224,010)	(100,179,600)	(100,403,610)
Total comprehensive income (expense) for the year	-	-	-	548,556,079	(100,179,600)	448,376,479
Balance at 30 September 2017	210,000,000	360,812,498	30,000,000	2,063,840,993	(140,574,600)	2,524,078,891
Year ended 30 September 2018						
Balance at 1 October 2017	210,000,000	360,812,498	30,000,000	2,063,840,993	(140,574,600)	2,524,078,891
Transactions with owners, recorded directly in equity						
Dividends to owners of the Company	-	-	-	(210,000,000)	-	(210,000,000)
Total transactions with owners, recorded directly in equity	-	-	-	(210,000,000)	-	(210,000,000)
Comprehensive income (expense) for the year						
Profit	-	-	-	89,358,951	-	89,358,951
Other comprehensive income (expense)	-	-	-	(72,938)	(3,231,600)	(3,304,538)
Total comprehensive income (expense) for the year	-	-	-	89,286,013	(3,231,600)	86,054,413
Balance at 30 September 2018	210,000,000	360,812,498	30,000,000	1,943,127,006	(143,806,200)	2,400,133,304

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

Siam Food Product Company Limited and its Subsidiaries

Statement of cash flows

	Note	Consolidated financial statements		Separate financial statements	
		Year ended 30 September		Year ended 30 September	
		2018	2017	2018	2017
		(in Baht)			
Cash flows from operating activities					
Profit for the year		168,977,266	384,549,844	89,358,951	548,780,089
<i>Adjustments to reconcile profit to cash receipts (payments)</i>					
Tax expense (income)	27	(23,645,633)	65,329,225	14,907,087	53,887,083
Finance costs		226,709	85,201	226,584	84,162
Depreciation and amortisation		74,237,334	77,937,825	43,103,158	45,859,115
Impairment losses on equipment	13	-	800,000	-	800,000
Impairment losses on investment in subsidiaries	11	-	-	90,000,000	-
Unrealised loss on exchange rate		1,081,147	2,231,394	557,389	2,231,394
Losses on remeasuring biological assets	9	63,281,058	8,162,101	57,287,963	6,532,695
Share of profit of investments in associate, net of income tax	4, 10	(205,549,700)	(175,479,538)	-	-
(Reversal of) losses on inventories devaluation	8	30,219,756	(15,058,193)	23,318,295	(15,554,673)
Write off of obsolete inventories		12,348,151	14,345,967	12,348,151	14,345,967
Write off of withholding tax		1,487	1,567	-	-
Decrease from harvest/sale of biological assets	9	99,541,695	166,486,496	94,111,279	161,382,120
(Gain) loss on disposal of equipment		334,871	(740,871)	(193,202)	(740,871)
Gain on disposal of spare parts and factory supplies		(531,359)	(222,660)	(532,719)	(225,788)
Employee benefits expense	18	7,592,448	7,563,215	6,935,474	6,966,715
Dividends income	22	(11,795,340)	(11,536,812)	(227,395,340)	(331,536,812)
Interest income	22	(11,435,594)	(9,217,496)	(15,231,408)	(12,844,569)
		204,884,296	515,237,265	188,801,662	479,966,627
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		37,088,060	(24,579,595)	37,393,210	(24,579,595)
Other receivables		(311,661)	(1,878,366)	(1,651,465)	(1,678,568)
Inventories		(121,423,165)	(37,735,203)	(98,412,718)	(45,972,735)
Other current assets		(12,527,105)	(10,513,575)	(12,977,596)	(10,231,850)
Other non-current assets		(4,497,908)	1,190,754	(4,514,908)	1,312,443
Trade accounts payable		(55,166,419)	46,437,442	(42,343,316)	42,992,417
Other payables		(22,483,058)	20,933,703	(19,583,984)	18,218,777
Advances received from sale of goods		(43,012,609)	(4,333,809)	(43,011,844)	(4,352,474)
Other current liabilities		12,272,618	(125,402)	376,963	(29,750)
Other non-current liabilities		(20,000)	-	(20,001)	-
Net cash generated from (used in) operating		(5,196,951)	504,633,214	4,056,003	455,645,292
Employee benefit paid		(5,244,693)	(3,305,110)	(5,244,693)	(3,209,710)
Tax received		10,005	114,671	11,795	115,725
Net cash from (use in) operating activities		(10,431,639)	501,442,775	(1,176,895)	452,551,307

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

Siam Food Product Company Limited and its Subsidiaries

Statement of cash flows

	Note	Consolidated financial statements		Separate financial statements	
		Year ended 30 September		Year ended 30 September	
		2018	2017	2018	2017
<i>(in Baht)</i>					
Cash flows from investing activities					
Proceeds from reduction in par value of ordinary shares					
of available-for-sale investments	6	-	4,847,400	-	4,847,400
Acquisition of other debt securities	6	(177,703,231)	-	(177,703,231)	-
Proceeds from sale of equipment		675,581	920,498	525,733	920,498
Acquisition of plant and equipment		(35,692,950)	(27,648,384)	(22,431,807)	(19,695,939)
Acquisition of intangible assets		-	(3,045,000)	-	(3,045,000)
Proceeds from repayment of short-term loans to related parties	4	-	40,000,000	70,000,000	161,000,000
Increase in short-term loans to related parties	4	-	-	(108,000,000)	(100,000,000)
Increase from crop of biological assets	9	(137,378,079)	(149,456,642)	(123,990,202)	(134,481,189)
Dividends received		227,395,340	371,536,812	227,395,340	371,536,812
Interest received		11,877,374	9,501,404	14,491,960	13,128,477
Net cash from (used in) investing activities		(110,825,965)	246,656,088	(119,712,207)	294,211,059
Cash flows from financing activities					
Proceeds from short-term loan from associate		100,000,000	-	100,000,000	-
Payment by lessee for reduction of the outstanding liability relating to finance lease		(767,833)	-	(767,833)	-
Dividends paid to owners of the Company	29	(210,000,000)	(325,500,000)	(210,000,000)	(325,500,000)
Interest paid		(310,134)	(87,872)	(310,008)	(86,833)
Net cash used in financing activities		(111,077,967)	(325,587,872)	(111,077,841)	(325,586,833)
Net increase (decrease) in cash and cash equivalents before effect of exchange rate		(232,335,571)	422,510,991	(231,966,943)	421,175,533
Effect of exchange rate on cash and cash equivalents		1,987	(2,518)	1,987	(2,518)
Net increase (decrease) in cash and cash equivalents		(232,333,584)	422,508,473	(231,964,956)	421,173,015
Cash and cash equivalents at 1 October 2017/ 2016		944,081,736	521,573,263	941,230,425	520,057,410
Cash and cash equivalents at 30 September		711,748,152	944,081,736	709,265,469	941,230,425
Non - cash transactions					
Decrease in fair value of available-for-sale investments		(3,231,600)	(100,179,600)	(3,131,600)	(100,179,600)
Payables for acquisition of machinery and equipment		90,306	1,267,802	182,389,177	1,164,592
Using finance lease agreements to purchase of equipment		3,650,000	-	3,650,000	-

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

Siam Food Product Company Limited and its Subsidiaries

Note to the financial statements
For the years ended 30 September 2018

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These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 27 November 2018.

1 General information

Siam Food Products Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 1 Empire Tower, 43rd Floor, South Sathorn Road, Yannawa, Sathorn, Bangkok. The cannery office of the Company is located at 218 Moo 8, Super Highway Road (Sattaheep-Chachoengsao), Nong-Irun, Banbung, Chonburi.

The Company was listed on the Stock Exchange of Thailand in July 1985.

The Company’s major shareholder during the financial year was Plantheon Company Limited, (70.85% shareholding), which is incorporated in Thailand.

The principal activities of the Group are the growing, manufacturing and distribution of processed food from agricultural products for export that consists of pineapple and other fruits segment. The main products are pineapples in can, aseptic bag and plastic bag, pineapple juice concentrate, other fruits in can and plastic cups and canned pineapple juice.

Details of the Company’s associate and subsidiaries as at 30 September 2018 and 2017 are given in notes 10 and 11.

2 Basis of preparation of the financial statements

(a) Statement of compliance

The financial statements are prepared in accordance with Thai Financial Reporting Standards (TFRS); guidelines promulgated by the Federation of Accounting Professions (“FAP”); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The FAP has issued new and revised TFRS effective for annual accounting periods beginning on or after 1 January 2017. The initial application of these new and revised TFRS has resulted in changes in certain of the Group’s accounting policies. These changes have no material effect on the financial statements.

In addition to the above new and revised TFRS, the FAP has issued a number of new and revised TFRS which are not yet effective for current periods. The Group has not early adopted these standards in preparing these financial statements. Those new and revised TFRS that are relevant to the Group’s operations are disclosed in note 33.

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items.

<i>Items</i>	<i>Measurement bases</i>
Derivatives	Fair value
Available-for-sale investments	Fair value
Biological assets	Fair value less costs to sell
Defined benefit liability	Present value of the defined benefit obligation as explained in Note 3 (o)

(c) Functional and presentation currency

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

(d) Use of judgements and estimates

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Assumptions and estimation uncertainties

Information about assumption and estimation uncertainties that have a significant risk of resulting in a material adjustments to the amounts recognised in the financial statements is included in the following notes:

Note 9	Determining the fair value of biological assets on the basis of significant unobservable inputs;
Note 14	Recognition of deferred tax assets: availability of future taxable profit against which tax losses carried forward can be used; and
Note 18	Measurement of defined benefit obligations: key actuarial assumptions.

Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the Chief Finance Officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the following notes:

- Note 9 Biological assets
- Note 12 Investment property
- Note 30 Financial instruments

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Basis of consolidation

The consolidated financial statements relate to the Company and its subsidiaries (together referred to as the “Group”) and the Group’s interests in an associate.

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which that control commences until the date on which control ceases.

Non-controlling interests

Changes in the Group’s interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Interests in equity-accounted investees

The Group’s interests in equity-accounted investees comprise interests in associates.

Associates are those entities in which the Group has significant influence, but not control or joint control, over the financial and operating policies.

Interests in associates are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of equity-accounted investees, until the date on which significant influence ceases.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity-accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) Foreign currency transactions

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated to the functional currency at the exchange rate at the dates of the transactions.

Foreign currency differences are generally recognised in profit or loss.

(c) Derivatives

Derivatives are used to manage exposure to foreign exchange arising from operational activities. Derivatives are not used for trading purposes.

Derivatives are recognised initially at fair value; attributable transaction costs are recognised in profit or loss when incurred. Subsequent to initial recognition, they are remeasured at fair value. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss.

The fair value of forward exchange contracts is based on their listed market price, if available. If a listed market price is not available, then fair value is estimated by discounting the difference between the contractual forward price and the current forward price at the reporting date for the residual maturity of the contract using a risk-free interest rate (base on government bonds).

(d) Cash and cash equivalents

Cash and cash equivalents in the statements of cash flows comprise cash balances, call deposits and highly liquid short-term investments. Bank overdrafts that are repayable on demand are a component of cash and cash equivalents for the purpose of the statement of cash flows.

(e) Trade and other accounts receivable

Trade and other accounts receivable are stated at their invoice value less allowance for doubtful accounts.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

(f) Inventories

Inventories are measured at the lower of cost and net realisable value.

Cost is calculated using the weighted average cost principle, and comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

(g) Biological assets

Biological assets comprise of immature pineapple plant and pineapple fruit, are separately presented under the caption “Non-current assets” and matured pineapple fruit, is separately presented under the caption “Current assets” in the statement of financial position.

Biological assets are measured at fair value less costs to sell, unless the fair value cannot be measured reliably, then biological assets shall be measured at cost less accumulated impairment losses. Gains or losses arising from changes in fair value less costs to sell of biological assets are recognised in profit or loss.

Cost of biological assets includes all costs incurred from the acquisition of biological assets and throughout the growth cycle e.g. cost of pineapple sprout, fertilizer costs, labour costs, overhead costs and other cropping costs. Biological assets mainly used as raw materials to produce goods for sale that will be transferred to raw materials costs when they are harvested or cost of sale when they are sold at fair value at the point of harvest.

(h) Investments

Investments in an associate and subsidiaries

Investments in an associate and subsidiaries in the separate financial statements of the Company are accounted for using the cost method. Investment in an associate in the consolidated financial statements is accounted for using the equity method.

Investments in other debt and equity securities

Debt securities and marketable equity securities held for trading are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in profit or loss.

Debt securities that the Group has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are stated at amortised cost, less any impairment losses. The difference between the acquisition cost and redemption value of such debt securities is amortised using the effective interest rate method over the period to maturity.

Debt securities and marketable equity securities, other than those securities held for trading or intended to be held to maturity, are classified as available-for-sale investments. Available-for-sale investments are, subsequent to initial recognition, stated at fair value, and changes therein, other than impairment losses and foreign currency differences on available-for-sale monetary items, are recognised directly in equity. Impairment losses and foreign exchange differences are recognised in profit or loss. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity is recognised in profit or loss. Where these investments are interest-bearing, interest calculated using the effective interest method is recognised in profit or loss.

Equity securities which are not marketable are stated at cost less any impairment losses.

The fair value of financial instruments classified as held-for-trading and available-for-sale is determined as the quoted bid price at the reporting date.

Disposal of investments

On disposal of an investment, the difference between net disposal proceeds and the carrying amount together with the associated cumulative gain or loss that was reported in equity is recognised in profit or loss.

If the Group disposes of part of its holding of a particular investment, the deemed cost of the part sold is determined using the weighted average method applied to the carrying value of the total holding of the investment.

(i) *Investment properties*

Investment properties are properties which are held to earn rental income, for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes.

Investment properties are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the investment property and other costs directly attributable to bringing the investment property to a working condition for its intended use and capitalised borrowing costs.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful life of each property. The estimated useful life is as follows:

Land improvement	5 years
Buildings, other constructions and equipment	5 - 20 years

The Group does not depreciate the investment property - land

(j) *Property, plant and equipment*

Recognition and measurement

Owned assets

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Any gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised in profit or loss.

Leased assets

Leases in terms of which the Group substantially assumes all the risk and rewards of ownership are classified as finance leases. Equipment acquired by way of finance leases is capitalised at the lower of its fair value and the present value of the minimum lease payments at the inception of the lease, less accumulated depreciation and impairment losses. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to the profit or loss.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

Land improvements	5 years
Buildings, other constructions and building improvements	5 - 20 years
Machinery and equipment	5 - 20 years
Machinery and equipment for rent	15 years
Furniture, fixtures and office equipment	5 years
Vehicles	5 years

No depreciation is provided on freehold land or assets under construction and installation.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

As at 30 September 2018, the Company has reviewed the useful lives of machinery and equipment for rent which presented under "Property, plant and equipment". The Company's management believes that the extend useful lives of the assets for another 15 years from 1 October 2018, are more appropriate since they are consistent with their revised expected utility to the Company.

The Company applied the changes in estimates prospectively. This changes have no material effect on the statement of financial position as at 30 September 2018 and statement of comprehensive income for the year ended 30 September 2018.

(k) Intangible assets

Intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and impairment losses.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

Amortisation

Amortisation is based on the cost of the asset, or other amount substituted for cost, less its residual value.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset.

The estimated useful lives for the current and comparative periods are as follows:

Software license	5 years
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Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(l) Impairment

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For intangible assets that has indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year at the same time.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in profit or loss. The impairment loss is recognised in profit or loss unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

When a decline in the fair value of an available-for-sale financial asset has been recognised directly in equity and there is objective evidence that the value of the asset is impaired, the cumulative loss that had been recognised directly in equity is recognised in profit or loss even though the financial asset has not been derecognised. The amount of the cumulative loss that is recognised in profit or loss is the difference between the acquisition cost and current fair value, less any impairment loss on that financial asset previously recognised in profit or loss.

Calculation of recoverable amount

The recoverable amount of held-to-maturity securities carried at amortised cost is calculated as the present value of the estimated future cash flows discounted at the original effective interest rate.

The recoverable amount of available-for-sale financial assets is calculated by reference to the fair value.

The recoverable amount of a non-financial asset is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of impairment

An impairment loss in respect of a financial asset is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised in profit or loss. For financial assets carried at amortised cost and available-for-sale financial assets that are debt securities, the reversal is recognised in profit or loss. For available-for-sale financial assets that are equity securities, the reversal is recognised in other comprehensive income.

Impairment losses recognised in prior periods in respect of other non-financial assets are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(m) Interest-bearing liabilities

Interest-bearing liabilities are recognised as stated in the agreement.

(n) Trade and other accounts payable

Trade and other accounts payable are stated at cost.

(o) Employee benefits

Contribution plans

Obligations for contributions to contribution plans are expensed as the related service is provided.

Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount.

The calculation of defined benefit obligations is performed by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any application minimum funding requirements.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognised immediately in other comprehensive income. The Group determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Other long-term employee benefits

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognised in profit or loss in the period in which they arise.

Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(p) Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

(q) Revenue

Revenue excludes value added taxes and is arrived at after deduction of trade discounts and volume rebates.

Sale of goods and services rendered

Revenue is recognised in profit or loss when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods. Service income is recognised as services are provided.

Investments

Revenue from investments comprises rental income from investment properties and dividends and interest income from investments and bank deposits.

Rental income

Rental income from investment property is recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income. Contingent rentals are recognised as income in the accounting period in which they are earned.

Dividend income

Dividend income is recognised in profit or loss on the date the Group's right to receive payments is established.

Interest income

Interest income is recognised in profit or loss as it accrues.

Other income

Other income is recognised in profit or loss as it accrues.

(r) Finance costs

Interest expenses and similar costs are charged to profit or loss for the period in which they are incurred, except to the extent that they are capitalised as being directly attributable to the acquisition, construction or production of an asset which necessarily takes a substantial period of time to be prepared for its intended use or sale.

(s) Lease payments

Payments made under operating leases are recognised in profit or loss on a straight line basis over the term of the lease. Lease incentives received are recognised in profit or loss as an integral part of the total lease expense, over the term of the lease.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

Determining whether an arrangement contains a lease

At inception of an arrangement, the Group determines whether such an arrangement is or contains a lease. A specific asset is the subject of a lease if fulfilment of the arrangement is dependent on the use of that specified asset. An arrangement conveys the right to use the asset if the arrangement conveys to the Group the right to control the use of the underlying asset.

At inception or upon reassessment of the arrangement, the Group separates payments and other consideration required by such an arrangement into those for the lease and those for other elements on the basis of their relative fair values. If the Group concludes for a finance lease that it is impracticable to separate the payments reliably, an asset and a liability are recognised at an amount equal to the fair value of the underlying asset. Subsequently the liability is reduced as payments are made and an imputed finance charge on the liability is recognised using the Group's incremental borrowing rate.

(t) *Income tax*

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that items recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Group to change its judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(u) **Earnings per share**

The Group presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

(v) **Segment reporting**

Segment results that are reported to the Group's CEO (the chief operating decision maker) include items directly attributable to a segment.

4 **Related parties**

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

Relationships with an associate and subsidiaries are described in notes 10 and 11. Relationships with key management and other related parties, which have transactions with the Group, were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.
Plantheon Co., Ltd.	Thailand	Major shareholder and common directors
Thai Agro Products Co., Ltd.	Thailand	Subsidiary of major shareholder
Variety Asset 3 Co., Ltd.	Thailand	Common group of major shareholder
Indara Insurance Public Company Limited	Thailand	Common group of major shareholder
Horeca Management Co., Ltd.	Thailand	Major shareholder have common directors
United Products Co., Ltd.	Thailand	Major shareholder have common directors
Havi Logistics (Thailand) Co., Ltd.	Thailand	Major shareholder have common directors
Concept Land 2 Co., Ltd.	Thailand	Director's relative is indirectly principal shareholder
T.C.C. Commercial Property Management Co., Ltd.	Thailand	Director's relative is indirectly principal unit holder
Top Asset Security and Service Co., Ltd.	Thailand	Director of major shareholder is relatives of controlling person
Thai Beverage Public Company Limited	Thailand	Common directors
Asset World Synergy Co., Ltd.	Thailand	Common directors
Lake View Golf and Yacht Club Co., Ltd.	Thailand	Common directors
T.C.C. Technology Co., Ltd.	Thailand	Common directors
Deesermkit Co., Ltd.	Thailand	Common directors
Terragro Fertilizer Co., Ltd.	Thailand	Common directors
Thip Sugar Kamphaengphet Co., Ltd.	Thailand	Common directors
Thip Sugar Sukhothai Co., Ltd.	Thailand	Common directors
Pornpattanasin Co., Ltd.	Thailand	Common directors
United Winery and Distillery Co., Ltd.	Thailand	Common directors
Southeast Capital Co., Ltd.	Thailand	Common directors

Name of entities	Country of incorporation/ nationality	Nature of relationships
Southeast Insurance Public Company Limited	Thailand	Common directors
Bang Pa-In Paper Mill Industry Co., Ltd.	Thailand	Common directors
Cristalla Co., Ltd.	Thailand	Common directors
Lan Chang Development Co., Ltd.	Thailand	Common directors
Plantheon Trading Co., Ltd.	Thailand	Common directors
North Park Golf And Sport Club Co., Ltd.	Thailand	Common directors
Kaset Thip (2017) Co., Ltd.	Thailand	Common directors
Oishi Trading Co., Ltd.	Thailand	Common directors
Oishi Food Service Co., Ltd.	Thailand	Common directors
The Residence 9 Co., Ltd.	Thailand	Common directors

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

Transactions	Pricing policies
Revenue from sale of goods	Market price
Sale of packaging	Mutually agreed prices
Land rental income	Contractually agreed price
Sale of assets	Mutually agreed prices
Dividends income	In accordance with the resolution of shareholders' meeting
Interest income	Interest rate 2.00-2.50% per annum
Other income	Mutually agreed prices
Purchase of raw materials	Market price
Purchase of goods	Mutually agreed prices
Purchase of fixed assets and other assets	Mutually agreed prices
Operating lease expense	Contractually agreed price
Director remuneration	In accordance with the resolution of shareholders' meeting
Interest expense	Interest rate 1.45% per annum
Other expenses	Mutually agreed prices

Significant transactions for the years ended 30 September with related parties were as follows:

Year ended 30 September	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Subsidiaries				
Revenue from sale of goods	-	-	951	-
Sale of packaging	-	-	2,712	3,362
Interest income	-	-	3,814	3,643
Other income	-	-	517	120
Purchase of goods	-	-	360,438	521,744
Purchase of fixed assets and other assets	-	-	170,388	-
Associate				
Dividends income	-	-	215,600	320,000
Interest income	-	195	-	195
Interest expense	-	-	83	-
Share of profit of investments in associate, net of income tax	205,550	175,480	-	-
Share of other comprehensive income of investment in associate, net of income tax	-	140	-	-

<i>Year ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	42,806	36,424	42,806	36,424
Post-employment benefits	2,966	2,611	2,966	2,611
Total key management personnel compensation	45,772	39,035	45,772	39,035
Other related parties				
Revenue from sale of goods	352	309	352	309
Land rental income	1,648	1,975	1,648	1,975
Purchase of raw materials	68,303	87,161	58,156	75,855
Purchase of fixed assets and other assets	-	271	-	-
Operating lease expense	22,925	21,625	19,915	18,617
Other expenses	2,350	2,187	1,898	1,790

Directors' remuneration

At the annual general meeting of the shareholders of the Company held on 24 January 2018, the shareholders approved the directors' remuneration for the year 2018 in the amount not exceeding Baht 15 million.

At the annual general meeting of the shareholders of the Company held on 20 January 2017, the shareholders approved the directors' remuneration for the year 2017 in the amount not exceeding Baht 15 million.

Balances as at 30 September with related parties were as follows:

<i>Trade accounts receivables - related party</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other related party	29	-	29	-

<i>Other receivables - related parties</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Subsidiary	-	-	2,588	409
Other related parties	584	1,044	383	837
Total	584	1,044	2,971	1,246

<i>Loans to related parties</i>	Interest Rate		Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
<i>Short-term loans</i>						
Subsidiary						
Quality Pineapple Products Co., Ltd.	2.00	2.00	-	-	89,000	36,000

<i>Loans to related parties</i>	Interest Rate		Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017	2018	2017
Current portion of long-term loan						
Subsidiary						
Quality Pineapple Products Co., Ltd.	2.50	2.50	-	-	85,000	15,000
Long-term loan						
Subsidiary						
Quality Pineapple Products Co., Ltd.	2.50	2.50	-	-	-	85,000
Summary of loans to related parties						
Short-term loans			-	-	89,000	36,000
Current portion of long-term loan			-	-	85,000	15,000
Long-term loan			-	-	-	85,000
Total loans to related parties			-	-	174,000	136,000

Movements during the years ended 30 September of loans to related parties were as follows:

<i>Loan to related parties</i>	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Short-term loans				
Subsidiary				
At 1 October 2017/ 2016	-	-	36,000	57,000
Increase	-	-	108,000	100,000
Decrease	-	-	(55,000)	(121,000)
At 30 September	-	-	89,000	36,000
Associate				
At 1 October 2017/ 2016	-	40,000	-	40,000
Decrease	-	(40,000)	-	(40,000)
At 30 September	-	-	-	-
Total short-term loans to related parties				
At 1 October 2017/ 2016	-	40,000	36,000	97,000
Increase	-	-	108,000	100,000
Decrease	-	(40,000)	(55,000)	(161,000)
At 30 September	-	-	89,000	36,000
Current portion of long-term loan				
Subsidiary				
At 1 October 2017/ 2016	-	-	-	-
Reclassified from long-term loan	-	-	85,000	15,000
At 30 September	-	-	85,000	15,000
Long-term loan				
Subsidiary				
At 1 October 2017/ 2016	-	-	85,000	100,000
Reclassified to current portion of long-term loan	-	-	(85,000)	(15,000)
At 30 September	-	-	-	85,000

<i>Deposit paid - related parties</i> (a part of other non-current assets in statement of financial position)	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other related parties	<u>3,892</u>	<u>3,623</u>	<u>3,349</u>	<u>3,080</u>

<i>Trade accounts payable - related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other related parties	<u>5,352</u>	<u>9,854</u>	<u>5,176</u>	<u>7,768</u>

<i>Other payables - related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Subsidiary	-	-	182,315	-
Associate	83	-	83	-
Other related parties	2,495	3,416	2,232	3,303
Total	<u>2,578</u>	<u>3,416</u>	<u>184,630</u>	<u>3,303</u>

<i>Short-term loan from associate</i>	Interest		Consolidated		Separate	
	rate		financial statements		financial statements	
	2018	2017	2018	2017	2018	2017
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Associate						
Eastern Seaboard Industrial Estate (Rayong) Co., Ltd.	1.45	-	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>

Movements during the year ended 30 September 2018 of loan from associate were as follows:

<i>Short-term loan from associate</i>	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Associate				
At 1 October 2017/ 2016	-	-	-	-
Increase	100,000	-	100,000	-
At 30 September	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>-</u>

<i>Commitments with related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
<i>Future minimum lease payment under non-cancellable operating lease</i>				
Within one year	13,479	15,278	11,733	12,510
After one year but within five years	15,338	9,704	14,088	8,365
Total	<u>28,817</u>	<u>24,982</u>	<u>25,821</u>	<u>20,875</u>

Significant agreements under non-cancellable operating leases

Land lease agreements

On 30 November 2017, the Company entered into a land lease agreement with Variety Asset 3 Co., Ltd., its related company. The agreement was for a period of 3 years commencing from 1 January 2018 to 31 December 2020. The Company is committed to pay a rental fee at the rate as stipulated in the agreement.

On 22 April 2016, the Company entered into a land lease agreement with Concept Land 2 Co., Ltd., its related company. The agreement was for a period of 2 years and 10 months commencing from 1 March 2016 to 31 December 2018. The Company is committed to pay a rental fee at the rate as stipulated in the agreement.

On 1 November 2016, Quality Pineapple Products Company Limited, its subsidiary, entered into a land lease agreement with Deesermkit Co., Ltd., its related company. The agreement was for a period of 3 years commencing from 1 October 2016 to 30 September 2019. The said subsidiary is committed to pay a rental fee at the rate as stipulated in the agreement.

On 10 November 2015, Quality Pineapple Products Company Limited, its subsidiary, entered into a land lease agreement with Deesermkit Co., Ltd., its related company. The agreement was for a period of 3 years commencing from 10 November 2015 to 9 November 2018. The said subsidiary is committed to pay a rental fee at the rate as stipulated in the agreement.

Building lease and service agreements

On 6 October 2017, the Company entered into a building lease and service agreements with T.C.C. Commercial Property Management Co., Ltd., its related company. The said agreements was for a period of 3 years commencing from 26 December 2017 to 25 December 2020. The Company is committed to pay a rental and service fees at the rate as stipulated in the agreements.

Telephone manage hosting service agreements and computer equipment agreements

The Company and its subsidiary entered into telephone manage hosting service agreements and computer equipment agreements with T.C.C. Technology Co., Ltd., their related company. The agreements were for a period of 3 years to 5 years and the agreements will expire during 2018 to 2022. The Company and its subsidiary are committed to pay service fees at the rate as stipulated in the agreements.

Car rental agreements

The Company and its subsidiary entered into car rental agreements with Southeast Capital Co., Ltd., their related company. The agreements were for a period of 3 years to 5 years and the agreements will expire during 2019 to 2023. The Company and its subsidiary are committed to pay rental fees at the rate as stipulated in the agreements.

Area lease for server computer agreement

On 1 September 2018, the Company entered into area lease for server computer agreement with T.C.C. Technology Co., Ltd., its related company. The agreement was for a period of 1 year commencing from 1 September 2018 to 31 August 2019. The Company is committed to pay a service fee at the rate as stipulated in the agreement.

5 Cash and cash equivalents

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Cash on hand	85	90	60	60
Cash at banks - current accounts	9,458	8,720	7,800	6,776
Cash at banks - savings accounts	352,205	535,272	351,405	534,394
Government bond	350,000	400,000	350,000	400,000
Cash and cash equivalents in the statement of cash flows	711,748	944,082	709,265	941,230

6 Other investments

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Current investment				
Other debt securities held to maturity	177,472	-	177,472	-
Other long-term investment				
Equity securities available-for-sale	174,506	177,738	174,506	177,738
Total	351,978	177,738	351,978	177,738

Other debt securities held to maturity have interest rates of 4.41% to 4.92% and mature within one year.

Movements during the years ended 30 September of marketable equity securities were as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Other long-term investment				
Available-for-sale security				
At 1 October 2017/ 2016	177,738	282,765	177,738	282,765
Reduction in par value of ordinary shares	-	(4,847)	-	(4,847)
Valuation adjustment	(3,232)	(100,180)	(3,232)	(100,180)
At 30 September	174,506	177,738	174,506	177,738

7 Trade accounts receivable

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
		<i>(in thousand Baht)</i>			
Related party	4	29	-	29	-
Other parties		143,489	182,291	143,183	182,291
Total		143,518	182,291	143,212	182,291

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Related party				
Within credit terms	<u>29</u>	<u>-</u>	<u>29</u>	<u>-</u>
Other parties				
Within credit terms	121,311	136,577	121,311	136,577
Overdue:				
Less than 3 months	21,631	45,602	21,631	45,602
3-6 months	496	86	190	86
6-12 months	51	26	51	26
	<u>143,489</u>	<u>182,291</u>	<u>143,183</u>	<u>182,291</u>
Total	<u>143,518</u>	<u>182,291</u>	<u>143,212</u>	<u>182,291</u>

The normal credit term granted by the Group to local and foreign trade customers ranges from 7 days to 30 days and from 15 days to 70 days, respectively. Except for credit term of fertilizer receivables was 365 days.

8 Inventories

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Finished goods	40,466	62,325	40,446	62,325
Semi-finished goods	403,573	274,975	377,519	272,924
Raw materials	16,558	14,310	14,463	11,484
Packaging materials	29,077	26,962	28,613	26,458
Factory supplies	9,305	10,879	7,971	9,388
Spare parts	8,205	8,127	6,186	6,042
	<u>507,184</u>	<u>397,578</u>	<u>475,218</u>	<u>388,621</u>
Less allowance for decline in value	<u>(35,607)</u>	<u>(5,387)</u>	<u>(28,204)</u>	<u>(4,886)</u>
Net	<u>471,577</u>	<u>392,191</u>	<u>447,014</u>	<u>383,735</u>
Inventories recognised as an expense in 'cost of sales of goods'				
- Cost of sales of goods	2,179,587	3,063,452	2,163,707	3,095,925
- Write-down to net realisable value	30,220	497	23,218	-
- Reversal of write-down	-	(15,555)	-	(15,555)
Net	<u>2,209,807</u>	<u>3,048,394</u>	<u>2,187,025</u>	<u>3,080,370</u>

9 Biological assets

Biological assets as at 30 September were as follow:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Current biological assets				
Biological assets-matured pineapple fruit	<u>12,585</u>	<u>5,537</u>	<u>12,585</u>	<u>5,531</u>
Non-current biological assets				
Biological assets-immature pineapple plant and pineapple fruit	<u>102,488</u>	<u>131,154</u>	<u>78,245</u>	<u>110,239</u>
Total	<u>115,073</u>	<u>136,691</u>	<u>90,830</u>	<u>115,770</u>

Movements in biological assets during the years ended 30 September were as follow:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
At 1 October 2017/ 2016	136,691	157,648	115,770	146,314
Increase from cropping	137,378	149,457	123,990	134,481
Depreciation of plant and equipment	3,827	4,234	2,469	2,890
Decrease from harvest/sale at fair value	(99,542)	(166,486)	(94,111)	(161,382)
Losses on remeasuring biological assets	(63,281)	(8,162)	(57,288)	(6,533)
At 30 September	<u>115,073</u>	<u>136,691</u>	<u>90,830</u>	<u>115,770</u>

Biological assets-matured pineapple fruit are measured at fair value less costs to sell. Biological assets-immature pineapple plant and pineapple fruit, are measured at cost less accumulated impairment losses because these biological assets do not have quoted market prices. In particular, the market prices or fair values at present condition of the biological assets are unavailable; and valuation based on a discounted cash flow method is considered unreliable given the uncertainty with respect to external factors such as climate, which has changed dramatically, affects the output, future selling price, etc.

An analysis of the estimates of physical quantities of the group's biological assets as at 30 September are as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(unit)</i>			
Immature pineapple plant (in thousand plants)	20,529	20,580	19,500	18,235
Immature pineapple fruit (tons)	5,793	9,619	5,543	8,728
Matured pineapple fruit (tons)	3,907	1,273	3,907	1,272

The estimates of physical quantities of the group's biological assets were based on experience and historical data. The Group estimates the physical quantities of biological assets-matured pineapple fruit using actual weight that can be harvested during the one-month from reporting date, and quantities of biological assets-immature pineapple fruit using expected weight that can be harvested during the five-month from reporting date.

Measurement of fair value

Fair value hierarchy

The fair value of biological assets-matured pineapple fruit was estimated by the Group's relevant finance department and operations team, based on purchase prices of pineapple fruit at the front of the Group's factory less estimated transportation cost from each region.

The fair value measurement for biological assets has been categorised as a Level 3 fair value based on the inputs to the valuation technique used.

The following table shows the valuation technique used in measuring the fair value of biological assets, as well as the significant unobservable inputs used.

Valuation technique	Significant unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
Market comparison approach	Reference purchase prices of pineapple fruit at the front of the Group's factory. <ul style="list-style-type: none"> • Matured pineapple fruit Baht 3.22 per kilogram 	The estimated fair value increase (decrease) Baht 1.29 million if the price at harvest on the reporting date are higher (lower) 10%

10 Investment in associate

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
At 1 October 2017/ 2016		198,726	343,106	143,200	143,200
Share of profit of investments in associate, net of income tax	4	205,550	175,480	-	-
Share of other comprehensive income of investments in associate, net of income tax	4	-	140	-	-
Dividends	4	(215,600)	(320,000)	-	-
At 30 September		<u>188,676</u>	<u>198,726</u>	<u>143,200</u>	<u>143,200</u>

During the year ended 30 September 2018, there was no acquisitions or disposals of investment in associate.

Investment in associate as at 30 September 2018 and 2017, and dividends from the investment for the years ended 30 September were as follows:

Consolidated financial statements											
Associate	Type of business	Country of incorporation	Ownership interests (%)		Paid-up capital		Cost (in thousand Baht)		Dividends		
			2018	2017	2018	2017	2018	2017	2018	2017	
Eastern Seaboard Industrial Estate (Rayong) Co., Ltd.	Real estate development	Thailand	40	40	358,000	358,000	143,200	188,676	198,726	215,600	320,000
Total						143,200	143,200	188,676	198,726	215,600	320,000

The Group's associate is not publicly listed and consequently does not have published price quotation.

Separate financial statements											
Associate	Type of business	Country of incorporation	Ownership interests (%)		Paid-up capital		Cost (in thousand Baht)		Dividend income		
			2018	2017	2018	2017	2018	2017	2018	2017	
Eastern Seaboard Industrial Estate (Rayong) Co., Ltd.	Real estate development	Thailand	40	40	358,000	358,000	143,200	143,200	215,600	320,000	
Total						143,200	143,200	143,200	143,200	215,600	320,000

The Company's associate is not publicly listed and consequently does not have published price quotation.

The following table summarises the financial information of the associate as included in their own financial statements, adjusted for differences in accounting policies. The table also reconciles the summarised financial information to the carrying amount of the Group's interest in this company.

	Eastern Seaboard Industrial Estate (Rayong) Co., Ltd.	
	2018	2017
	<i>(in thousand Baht)</i>	
Revenue	1,101,386	1,243,851
Profit from continuing operations	513,874	438,699
Other comprehensive income	-	351
Total comprehensive income (100%)	<u>513,874</u>	<u>439,050</u>
Total comprehensive income of the Group's interest	<u>205,550</u>	<u>175,620</u>
Group's share of total comprehensive income	<u>205,550</u>	<u>175,620</u>
Current assets	982,593	1,087,219
Non-current assets	385,585	395,367
Current liabilities	(238,145)	(400,963)
Non-current liabilities	(648,209)	(574,674)
Net assets (100%)	<u>481,824</u>	<u>506,949</u>
Group's share of net assets	192,730	202,780
Eliminate of unrealised profit on sales assets to associate	<u>(4,054)</u>	<u>(4,054)</u>
Carrying amount of interest in associate at 30 September	<u>188,676</u>	<u>198,726</u>

11 Investments in subsidiaries

	Separate financial statements	
	2018	2017
	<i>(in thousand Baht)</i>	
At 1 October 2017/ 2016	287,356	287,356
Allowance for impairment	(90,000)	-
At 30 September	<u>197,356</u>	<u>287,356</u>

During the year ended 30 September 2018, there was no acquisitions or disposals of investments in subsidiaries.

Investments in subsidiaries as at 30 September 2018 and 2017, and dividends income from the investment for the years ended 30 September were as follows:

Type of business	Ownership interest (%)		Paid-up capital		Cost		Impairment		At cost - net		Dividends income	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Subsidiaries												
Quality Pineapple Products Co.,Ltd. and distribution	99.99	99.99	400,000	400,000	400,000	400,000	202,894	112,894	197,106	287,106	-	-
Siam Food (2513) Co., Ltd.	99.99	99.99	250	250	250	250	-	-	250	250	-	-
Total			400,250	400,250	400,250	400,250	202,894	112,894	197,356	287,356	-	-

All subsidiaries were incorporated in Thailand.

The Company's subsidiaries were not publicly listed and consequently do not have published price quotation.

12 Investment properties

	Consolidated financial statements/ Separate financial statements			Total
	Land	Land improvements <i>(in thousand Baht)</i>	Building, other constructions and building improvements	
Cost				
At 1 October 2016	62,854	15,943	3,883	82,680
At 30 September 2017 and 1 October 2017	62,854	15,943	3,883	82,680
At 30 September 2018	62,854	15,943	3,883	82,680
Depreciation				
At 1 October 2016	-	15,942	2,179	18,121
Depreciation charge for the year	-	-	185	185
At 30 September 2017 and 1 October 2017	-	15,942	2,364	18,306
Depreciation charge for the year	-	-	185	185
At 30 September 2018	-	15,942	2,549	18,491
Net book value				
At 1 October 2016	62,854	1	1,704	64,559
At 30 September 2017 and 1 October 2017	62,854	1	1,519	64,374
At 30 September 2018	62,854	1	1,334	64,189

Investment properties comprised of a plot of land and land improvement, buildings, other constructions and building improvements for rent which is in considering the new lessee. As at 30 September 2018, the appraised value was Baht 132.76 million (2016: Baht 132.76 million).

Measurement of fair value

Fair value hierarchy

The fair value of investment property was determined by external, independent property valuers, having appropriate recognised professional qualifications and recent experience in the location and category of the property being valued.

The fair value measurement for the investment properties has been categorised as a Level 3 fair value based on the inputs to the valuation technique used.

Valuation technique and significant unobservable inputs

The following table shows the valuation technique used in measuring the fair value of investment property, as well as the significant unobservable inputs used.

<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between key unobservable inputs and fair value measurement</u>
Cost approach	Current replacement cost	The estimated fair value increase (decrease) if the replacement cost is higher (lower)

13 Property, plant and equipment

Consolidated financial statements

	Land	Land improvements	Buildings, other constructions and building improvements	Machinery and equipment (in thousand Baht)	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
Cost								
At 1 October 2016	179,320	134,643	607,814	1,747,455	42,455	53,810	11,310	2,776,807
Additions	-	-	-	5,709	265	130	16,708	22,812
Transfers	-	9,618	739	13,975	-	-	(24,332)	-
Disposals	(51)	-	-	(7,472)	(4,913)	(2,711)	-	(15,147)
At 30 September 2017	179,269	144,261	608,553	1,759,667	37,807	51,229	3,686	2,784,472
Additions	-	-	-	8,211	4,124	1,896	23,934	38,116
Transfers	-	429	2,023	11,748	98	-	(14,298)	-
Disposals	-	-	-	(14,457)	(1,278)	(2,377)	-	(18,112)
At 30 September 2018	179,269	144,690	610,576	1,765,169	40,751	50,748	13,322	2,804,525
Depreciation and impairment losses								
At 1 October 2016	-	127,835	455,652	1,401,777	41,407	52,174	-	2,078,845
Depreciation charge for the year	-	4,565	21,004	53,257	434	953	-	80,213
Impairment losses	-	-	-	800	-	-	-	800
Disposals	-	-	-	(7,347)	(4,911)	(2,710)	-	(14,968)
At 30 September 2017	-	132,400	476,656	1,448,487	36,930	50,417	-	2,144,890
Depreciation charge for the year	-	-	18,984	53,315	3,288	484	-	76,071
Disposals	-	-	-	(12,216)	(2,509)	(2,377)	-	(17,102)
At 30 September 2018	-	132,400	495,640	1,489,586	37,709	48,524	-	2,203,859

Consolidated financial statements

	Land	Land improvements	Buildings, other constructions and building improvements	Machinery and equipment	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
<i>Net book value</i>								
At 1 October 2016	179,320	6,808	152,162	345,678	1,048	1,636	11,310	697,962
At 30 September 2017 and 1 October 2017	179,269	11,861	131,897	311,180	877	812	3,686	639,582
At 30 September 2018	179,269	12,290	114,936	275,583	3,042	2,224	13,322	600,666

The gross amount of the Group's fully depreciated plant and equipment that was still in use as at 30 September 2018 amounted to Baht 1,698.83 million (2017: Baht 1,663.77 million).

Separate financial statements

	Land	Land improvements	Buildings, other constructions and building improvements	Machinery and equipment	Machinery and equipment for rent	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
				<i>(in thousand Baht)</i>					
Cost									
At 1 October 2016	114,320	124,650	486,189	1,475,900	-	40,095	51,835	9,806	2,302,795
Additions	-	-	-	5,083	-	239	-	9,938	15,260
Transfers	-	1,674	739	13,740	-	-	-	(16,153)	-
Disposals	(51)	-	-	(7,472)	-	(4,913)	(2,711)	-	(15,147)
At 30 September 2017	114,269	126,324	486,928	1,487,251	-	35,421	49,124	3,591	2,302,908
Additions	-	-	-	7,795	170,388	4,019	1,896	23,208	207,306
Transfers	-	429	2,023	11,651	-	98	-	(14,201)	-
Disposals	-	-	-	(11,210)	-	(1,279)	(2,376)	-	(14,865)
At 30 September 2018	114,269	126,753	488,951	1,495,487	170,388	38,259	48,644	12,598	2,495,349
Depreciation and impairment losses									
At 1 October 2016	-	122,177	418,555	1,283,427	-	39,248	50,443	-	1,913,850
Depreciation charge for the year	-	2,527	11,780	31,273	-	335	875	-	46,790
Impairment losses	-	-	-	800	-	-	-	-	800
Disposals	-	-	-	(7,347)	-	(4,911)	(2,710)	-	(14,968)
At 30 September 2017	-	124,704	430,335	1,308,153	-	34,672	48,608	-	1,946,472
Depreciation charge for the year	-	525	11,581	30,337	-	737	399	-	43,579
Disposals	-	-	-	(10,889)	-	(1,268)	(2,376)	-	(14,533)
At 30 September 2018	-	125,229	441,916	1,327,601	-	34,141	46,631	-	1,975,518

Separate financial statements

	Land	Land improvements	Buildings, other constructions and building improvements	Machinery and equipment	Machinery and equipment for rent	Furniture, fixtures and office equipment	Vehicles	Assets under construction and installation	Total
<i>Net book value</i>									
At 1 October 2016	114,320	2,473	67,634	192,473	-	847	1,392	9,806	388,945
At 30 September 2017 and 1 October 2017	114,269	1,620	56,593	179,098	-	749	516	3,591	356,436
At 30 September 2018	114,269	1,524	47,035	167,886	170,388	4,118	2,013	12,598	519,831

As at 30 September 2018, the Company acquired machinery and equipment amounted to Baht 170.39 million from Quality Pineapple Products Co.,Ltd., a subsidiary. Then, the subsidiary has lease for its production of goods under operating lease for a period of 3 years (see Note 32).

The gross amount of the Company's fully depreciated plant and equipment that was still in use as at 30 September 2018 amounted to Baht 1,675.74 million (2017: Baht 1,651.26 million).

14 Deferred tax

Deferred tax assets and liabilities as at 30 September were as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Deferred tax assets	71,561	47,725	53,148	67,865
Deferred tax liabilities	(172)	-	(172)	-
Net	71,389	47,725	52,976	67,865

Movements in total deferred tax assets and liabilities during the years ended 30 September 2018 and 2017 were as follows:

	At 1 October 2017	Consolidated financial statements (Charged) / Credited to:		At 30 September 2018
		Profit or loss (Note 27) <i>(in thousand Baht)</i>	Other comprehensive income	
Deferred tax assets				
Inventories	1,432	6,455	-	7,887
Biological assets	2,065	117	-	2,182
Employee benefit liability	15,705	469	18	16,192
Property, plant and equipment (elimination of gains on inter -sale of machinery)	-	14,052	-	14,052
Others	641	(481)	-	160
Loss carry forward	27,882	3,206	-	31,088
Total	47,725	23,818	18	71,561
Deferred tax liabilities				
Others	-	(172)	-	(172)
Total	-	(172)	-	(172)
Net	47,725	23,646	18	71,389
Consolidated financial statements (Charged) / Credited to:				
	At 1 October 2016	Consolidated financial statements (Charged) / Credited to:		At 30 September 2017
		Profit or loss (Note 27) <i>(in thousand Baht)</i>	Other comprehensive income	
Deferred tax assets				
Inventories	3,773	(2,341)	-	1,432
Biological assets	-	2,065	-	2,065
Employee benefit liability	14,797	852	56	15,705
Others	-	641	-	641
Loss carry forward	98,122	(70,240)	-	27,882
Total	116,692	(69,023)	56	47,725
Deferred tax liabilities				
Biological assets	(3,661)	3,661	-	-
Others	(33)	33	-	-
Total	(3,694)	3,694	-	-
Net	112,998	(65,329)	56	47,725

	At 1 October 2017	Separate financial statements (Charged) / Credited to:		At 30 September 2018
		Profit or loss (Note 27) (in thousand Baht)	Other comprehensive income	
Deferred tax assets				
Inventories	977	4,664	-	5,614
Biological assets	2,065	117	-	2,182
Investment in a subsidiary	22,579	(22,579)	-	-
Employee benefit liability	15,036	338	18	15,392
Others	641	(481)	-	160
Loss carry forward	26,567	3,206	-	29,773
Total	67,865	(14,735)	18	53,148
Deferred tax liabilities				
Others	-	(172)	-	(172)
Total	-	(172)	-	(172)
Net	67,865	(14,907)	18	52,976

	At 1 October 2016	Separate financial statements (Charged) / Credited to:		At 30 September 2017
		Profit or loss (Note 27) (in thousand Baht)	Other comprehensive income	
Deferred tax assets				
Inventories	4,088	(3,111)	-	977
Biological assets	-	2,065	-	2,065
Investment in a subsidiary	22,579	-	-	22,579
Employee benefit liability	14,229	751	56	15,036
Others	-	641	-	641
Loss carry forward	84,494	(57,927)	-	26,567
Total	125,390	(57,581)	56	67,865
Deferred tax liabilities				
Biological assets	(3,661)	3,661	-	-
Others	(33)	33	-	-
Total	(3,694)	3,694	-	-
Net	121,696	(53,887)	56	67,865

The tax losses will expire during 2019, 2020 and 2023. The Group has recognised tax losses as deferred tax assets because the management considers that is probable that future taxable profit will be available against which such losses can be used. The management has business plan to decrease tax losses and increase the operating efficiency. These were following the Group's business plan to increase the Group's profit from operating activities in the future.

Deferred tax assets have not been recognised in respect of the following item:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Investment in a subsidiary	-	-	40,579	-
Tax loss carry forward	36,368	53,030	-	-
Total	36,368	53,030	40,479	-

The above tax losses of a subsidiary will expire during 2019 to 2022. The Group have not been recognised deferred tax assets in respect of these items because it is not possible future taxable profit will be utilised against this deferred tax assets.

15 Interest-bearing liabilities

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
		<i>(in thousand Baht)</i>			
Current					
Short-term loan from associate	4	100,000	-	100,000	-
Current portion of finance lease liabilities		1,178	-	1,178	-
Total current interest-bearing liabilities		101,178	-	101,178	-
Non-current					
Finance lease liabilities		1,704	-	1,704	-
Total		102,882	-	102,882	-

As at 30 September 2018, interest-bearing liabilities, excluding finance lease liabilities, there was a maturity period within one year.

As at 30 September 2018, the Group had unutilised credit facilities totaling Baht 1,081 million and USD 108 million (2017: Baht 1,339 million and USD 126 million) and the Company had unutilised credit facilities totaling Baht 1,016 million and USD 108 million (2017: Baht 1,244 million and USD 126 million).

16 Trade accounts payable

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
		<i>(in thousand Baht)</i>			
Related parties	4	5,352	9,854	5,176	7,768
Other parties		101,156	151,821	96,227	135,978
Total		106,508	161,675	101,403	143,746

17 Other payables

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Accrued bonus	23,816	47,311	21,685	42,756
Accrued wage expenses	11,435	12,833	10,845	12,209
Accrued commission	4,205	7,145	4,205	7,145
Accrued electricity expenses	5,652	7,042	5,380	6,661
Accrued transportation expense	4,845	4,444	4,845	4,444
Sales forward contracts payable	-	2,407	-	2,407
Fixed asset payables	90	1,268	182,389	1,164
Others	26,005	17,421	24,169	15,777
Total	76,048	99,871	253,518	92,563

18 Non-current provisions for employee benefits

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Statement of financial position				
Non-current provisions for:				
Post-employment benefits				
Defined benefit plan	77,259	74,794	73,259	71,452
Other-long term employee benefits	3,703	3,729	3,703	3,729
Total	80,962	78,523	76,962	75,181
<i>Year ended 30 September</i>				
Statement of comprehensive income				
Recognised in profit or loss:				
Post-employment benefits				
Defined benefit plan	7,305	7,305	6,647	6,709
Other-long term employee benefits	287	258	287	258
	7,592	7,563	6,934	6,967
Recognised in other comprehensive income:				
Actuarial losses recognised in the year	91	280	91	280
Cumulative actuarial losses recognised	29,182	29,091	28,557	28,466

Defined benefit plan

The Group and the Company operate a defined benefit plans based on the requirement of Thai Labour Protection Act B.E 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

The defined benefit plans expose to actuarial risks, such as longevity risk and interest rate risk.

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	Consolidated financial statements		Separate financial statements	
	Increase	Decrease	Increase	Decrease
	<i>(in thousand Baht)</i>			
At 30 September 2018				
Discount rate (1% movement)	(7,274)	4,612	(6,946)	4,219
Future salary growth (1% movement)	6,005	(8,553)	5,501	(8,218)
Employee turnover rate (1% movement)	(6,142)	3,263	(6,085)	3,200
At 30 September 2017				
Discount rate (1% movement)	(7,247)	4,664	(6,956)	4,316
Future salary growth (1% movement)	5,260	(7,862)	4,856	(7,519)
Employee turnover rate (1% movement)	(5,687)	2,819	(5,641)	2,769

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

19 Share capital

	Par value per share <i>(in Baht)</i>	Consolidated financial statements/ Separate financial statements			
		2018		2017	
		Number	Baht	Number	Baht
		<i>(thousand shares / thousand Baht)</i>			
Authorised					
At 1 October 2017/ 2016					
- ordinary shares	10	<u>30,000</u>	<u>300,000</u>	<u>30,000</u>	<u>300,000</u>
At 30 September					
- ordinary shares	10	<u>30,000</u>	<u>300,000</u>	<u>30,000</u>	<u>300,000</u>
Issued and paid-up					
At 1 October 2017/ 2016					
- ordinary shares	10	<u>21,000</u>	<u>210,000</u>	<u>21,000</u>	<u>210,000</u>
At 30 September					
- ordinary shares	10	<u>21,000</u>	<u>210,000</u>	<u>21,000</u>	<u>210,000</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Share premium

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividends distribution.

20 Reserves

Reserves comprise:

Appropriations of profit and/or retained earnings

Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires that a company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward, to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividends distribution.

Other components of equity

Fair value changes in available-for-sale investments

The fair value changes in available-for-sale investments account within equity comprises the cumulative net change in the fair value of available-for-sale investments until the investments are derecognised or impaired.

Movements in reserves

Movements in reserves are shown in the statements of changes in equity.

21 Segment information

Management considers that the Group operates in a single line of business, namely pineapple business, and has, therefore, only one reportable segment.

Geographical segments

Operating units of the Group are located in Thailand. Most of the product produced from these units are exported to external customers.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers.

Geographical information

	Consolidated financial statements	
	Revenue	
	2018	2017
	<i>(in thousand Baht)</i>	
Overseas	2,279,900	3,436,959
Thailand	150,862	149,223
Total	2,430,762	3,586,182

Major customer

Revenues from major customers represents approximately Baht 566.56 million (2017: Baht 953.29 million) of the Group’s total revenues.

22 Investment income

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
Rental income					
Operating lease rental income:					
Investment properties	4	1,648	1,975	1,648	1,975
Dividends income					
Associate	4, 10	-	-	215,600	320,000
Other parties		11,795	11,537	11,795	11,537
		<u>11,795</u>	<u>11,537</u>	<u>227,395</u>	<u>331,537</u>
Interest income					
Related parties	4	-	195	3,814	3,838
Other parties		11,436	9,022	11,417	9,006
		<u>11,436</u>	<u>9,217</u>	<u>15,231</u>	<u>12,844</u>
Total		<u>24,879</u>	<u>22,729</u>	<u>244,274</u>	<u>346,356</u>

23 Distribution costs

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<i>(in thousand Baht)</i>				
Export expenses	55,343	57,187	45,630	48,055
Employee benefit expenses	17,418	17,820	17,418	17,820
Commission	7,829	12,672	7,829	12,672
Travelling expenses	1,988	2,907	1,988	2,907
Others	4,876	8,662	4,874	8,662
Total	<u>87,454</u>	<u>99,248</u>	<u>77,739</u>	<u>90,116</u>

24 Administrative expenses

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<i>(in thousand Baht)</i>				
Employee benefit expenses	67,866	64,550	67,866	64,550
Loss from write-off of obsolete inventories	12,348	14,346	12,348	14,346
Rental expenses	10,838	8,996	10,838	8,996
Committee fee	6,890	6,180	6,890	6,180
Depreciation and amortisation	2,012	2,126	2,112	2,299
Others	19,474	25,322	18,637	22,989
Total	<u>119,428</u>	<u>121,520</u>	<u>118,691</u>	<u>119,360</u>

25 Employee benefit expenses

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
Salaries and wages		416,216	389,126	342,077	324,652
Bonus		20,961	48,870	19,657	42,544
Contribution to social security fund		12,449	10,909	10,591	9,732
Contribution plans		8,912	8,279	8,912	8,279
Defined benefit plans	18	7,592	7,563	6,934	6,967
Committee fee		6,890	6,180	6,890	6,180
Others		13,217	12,214	12,813	11,897
Total		486,237	483,141	407,874	410,251

Defined benefit plans

Details of the defined benefit plans are given in note 18.

Contribution plans

The defined contribution plans comprise provident fund established by the Group for its employees. Membership to the fund is on a voluntary basis. Contributions are made monthly by the employees at rates ranging from 3% to 5% of their basic salaries and by the Group at rates ranging from 3% to 5% of the employees' basic salaries. The provident fund is registered with the Ministry of Finance as juristic entity and is managed by a licensed Fund Manager.

26 Expenses by nature

The financial statement include an analysis of expenses by function. Expenses by nature disclosed in accordance with the requirements of various TFRS were as follows:

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
Changes in inventories of finished goods and semi-finished goods		(106,739)	(48,691)	(82,736)	(48,227)
Raw materials and consumables used		1,466,176	2,246,656	1,218,513	1,897,512
Employee benefit expenses	25	486,237	483,141	407,874	410,251
Depreciation and amortisation		77,832	82,172	45,341	48,748
Others		493,182	505,884	794,464	980,562
Total cost of sales of goods, distribution costs and administrative expenses		2,416,688	3,269,162	2,383,456	3,289,846

27 Income tax expense

Income tax recognised in profit or loss

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
<i>(in thousand Baht)</i>					
Current tax expense					
Current year		-	-	-	-
Deferred tax expense	14				
Movements in temporary differences		(15,072)	65,482	15,242	53,040
Recognition of previously unrecognised tax losses		(8,574)	(153)	(336)	(153)
		<u>(23,646)</u>	<u>65,329</u>	<u>14,907</u>	<u>53,887</u>
Total tax expense (income)		<u>(23,646)</u>	<u>65,329</u>	<u>14,907</u>	<u>53,887</u>

Income tax recognised in other comprehensive income

	Consolidated financial statements					
	2018			2017		
	Before tax	Tax benefit	Net of tax	Before tax	Tax benefit	Net of tax
<i>(in thousand Baht)</i>						
Actuarial losses	91	(18)	73	280	(56)	224
Share of other comprehensive income of investments in associate, net of income tax	-	-	-	(140)	-	(140)
	<u>91</u>	<u>(18)</u>	<u>73</u>	<u>140</u>	<u>(56)</u>	<u>84</u>
	Separate financial statements					
	2018			2017		
	Before tax	Tax benefit	Net of tax	Before tax	Tax benefit	Net of tax
<i>(in thousand Baht)</i>						
Actuarial losses	<u>91</u>	<u>(18)</u>	<u>73</u>	<u>280</u>	<u>(56)</u>	<u>224</u>

Reconciliation of effective tax rate

	Consolidated financial statements			
	2018		2017	
	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)
Profit before income tax expense		145,332		449,879
Income tax using the Thai corporation tax rate	20.00	29,066	20.00	89,976
Share of profit of investments in associate, net of income tax		(41,110)		(35,096)
Dividends income not subject to tax		(2,359)		(2,307)
Expenses for tax incentive		(747)		(405)
Expenses not deductible for tax purposes		78		114
Recognition of previously unrecognised tax losses		(8,574)		(153)
Current year losses for which no deferred tax asset was recognised		-		13,200
Total	(16.27)	(23,646)	14.52	65,329

	Separate financial statements			
	2018		2017	
	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)
Profit before income tax expense		104,266		602,667
Income tax using the Thai corporation tax rate	20.00	20,853	20.00	120,533
Dividends income not subject to tax		(45,479)		(66,307)
Expenses for tax incentive		(747)		(289)
Expenses not deductible for tax purposes		18,037		103
Recognition of previously unrecognised tax losses		(336)		(153)
Derecognition for which no deferred tax asset was recognised		22,579		-
Total	14.30	14,907	8.94	53,887

Income tax reduction

Revenue Code Amendment Act No. 42 B.E. 2559 dated 3 March 2016 grants a reduction of the corporate income tax rate to 20% of net taxable profit for accounting periods which begin on or after 1 January 2016.

28 Basic earnings per share

The calculations of basic earnings per share for the years ended 30 September 2018 and 2017 were based on the profit for the years attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the years as follows:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Profit attributable to ordinary shareholders of the Company (basic)	<u>168,977</u>	<u>384,550</u>	<u>89,359</u>	<u>548,780</u>
Number of ordinary shares outstanding	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>
Earnings per share (basic) (in Baht)	<u>8.05</u>	<u>18.31</u>	<u>4.26</u>	<u>26.13</u>

29 Dividends

At the Annual General Meeting of Shareholders' Meeting held on 24 January 2018, the shareholders' meeting approved the appropriation of dividend of Baht 16.50 per share, amounting to Baht 346.50 million. In June 2017, the Company paid an interim dividend of Baht 6.50 per share, amounting to Baht 136.50 million. The remaining dividend payment shall be Baht 10.00 per share, amounting to Baht 210.00 million. The Dividend was paid to shareholders in February 2018.

At the Board of Directors of the Company's meeting held on 8 May 2017, the Board of Directors approved the appropriation of interim dividend of Baht 6.50 per share, amounting to Baht 136.50 million. The dividend was paid to shareholders in June 2017.

At the Annual General Meeting of Shareholders of the Company held on 20 January 2017, the shareholders approved the appropriation of dividend of Baht 9.00 per share, amounting to Baht 189.00 million. The dividend was paid to shareholders in February 2017.

30 Financial instruments

Financial risk management policies

The Group is exposed to normal business risks from changes in market interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The Group does not hold or issue derivatives financial instruments for speculative or trading purposes.

Risk management is integral to the whole business of the Group. The Group has a system of controls in place to create an acceptable balance between the cost of risks occurring and the cost of managing the risks. The management continually monitors the Group's risk management process to ensure that an appropriate balance between risk and control is achieved.

Capital management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board monitors the return on capital, which the Group defines as result from operating activities divided by total shareholders' equity, excluding non-controlling interests and also monitors the level of dividends to ordinary shareholders.

Interest rate risk

Interest rate risk is the risk that future movements in market interest rates will affect the results of the Group's operations and their cash flows because debt securities and loan interest rate are mainly fixed. The Group is primarily exposed to the interest rate risk is included in note 15. The Group mitigates this risk by ensuring that the majority of its debt securities and borrowings are at fixed interest rates.

The interest rates of debt securities and loans receivable as at 30 September and the periods in which the loans receivable and debt securities mature or re-price were as follows:

	Interest rate (% per annum)	Consolidated financial statements			
		Within 1 year	After 1 year but within 5 years (in thousand Baht)	After 5 years	Total
2018					
Current					
Debt securities	4.41 - 4.92	<u>177,472</u>	<u>-</u>	<u>-</u>	<u>177,472</u>
Separate financial statements					
	Interest rate (% per annum)	Within 1 year	After 1 year but within 5 years (in thousand Baht)	After 5 years	Total
2018					
Current					
Debt securities	4.41 - 4.92	177,472	-	-	177,472
Short-term loans to subsidiary	2.00	89,000	-	-	89,000
Current portion of long-term loan to a subsidiary	2.50	<u>85,000</u>	<u>-</u>	<u>-</u>	<u>85,000</u>
		<u>351,472</u>	<u>-</u>	<u>-</u>	<u>351,472</u>
2017					
Current					
Short-term loans to subsidiary	2.00	36,000	-	-	36,000
Current portion of long-term loan to a subsidiary	2.50	15,000	-	-	15,000
Non-current					
Long-term loan to subsidiary	2.50	<u>-</u>	<u>80,000</u>	<u>5,000</u>	<u>85,000</u>
		<u>51,000</u>	<u>80,000</u>	<u>5,000</u>	<u>136,000</u>

The interest rates of interest-bearing financial liabilities as at 30 September and the periods in which those liabilities mature or re-price were as follows:

	Interest rate (% per annum)	Consolidated financial statements/ Separate financial statements			
		Within 1 year	After 1 year but within 5 years (in thousand Baht)	After 5 years	Total
2018					
Current					
Short-term loan from associate	1.45	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>100,000</u>

Foreign currency risk

The Group is exposed to foreign currency risk relating to sales which are denominated in foreign currencies. The Group primarily utilises sale forward exchange contracts with maturities of less than one year to hedge such financial assets denominated in foreign currencies. The sale forward exchange contracts entered into at the reporting date also relate to anticipated sales, denominated in foreign currencies, for the subsequent period. The Group is also exposed to foreign currency risk relating to purchases which are denominated in foreign currencies and at the reporting date there were no significant concentrations of foreign currencies risk.

At 30 September, the Group and the Company were exposed to foreign currency risk in respect of financial assets and liabilities denominated in the following currencies:

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
United States Dollars				
Cash and cash equivalents	133	137	133	137
Trade accounts receivable	127,300	160,696	127,300	160,696
Trade accounts payable	-	(1,249)	-	(1,249)
Other payables	(4,205)	(9,552)	(4,205)	(9,552)
Gross balance sheet exposure	123,228	150,032	123,228	150,032
Estimated forecast sales	740,098	963,882	740,098	963,882
Gross exposure	863,326	1,113,914	863,326	1,113,914
Currency forwards sales	(179,786)	(474,107)	(179,786)	(474,107)
Net exposure	683,540	639,807	683,540	639,807
Euro				
Trade accounts receivable	3,110	-	3,110	-
Gross balance sheet exposure	3,110	-	3,110	-

Credit risk

Credit risk is the potential financial loss resulting from the failure of a customer or a counterparty to settle its financial and contractual obligations to the Group as and when they fall due.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position. However, due to the large number of parties comprising the Group's customer base and long term business with most customers. Management does not anticipate material losses from its debt collection.

Liquidity risk

The Group's monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

Carrying amount and fair values

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

	Consolidated financial statements/ Separate financial statements						
	Carrying value			Fair value			
	Current	Non-current	Total	Level 1	Level 2	Level 3	Total
	<i>(in thousand Baht)</i>						
30 September 2018							
Financial assets measured at fair value							
Equity securities available-for-sale	-	174,506	174,506	174,506	-	-	174,506
Sale forward contracts	524	-	524	-	524	-	524
Financial assets and financial liabilities not measured at fair value							
Other debt securities held to maturity	177,472	-	177,472	-	177,415	-	177,415
Finance lease liabilities	(1,178)	(1,704)	(2,882)	-	-	(2,799)	(2,799)
	Consolidated financial statements						
	Carrying value			Fair value			
	Current	Non-current	Total	Level 1	Level 2	Level 3	Total
	<i>(in thousand Baht)</i>						
30 September 2017							
Financial assets and financial liabilities measured at fair value							
Equity securities available-for-sale	-	177,738	177,738	177,738	-	-	177,738
Sale forward contracts	(2,407)	-	(2,407)	-	(2,407)	-	(2,407)
	Separate financial statements						
	Carrying value			Fair value			
	Current	Non-current	Total	Level 1	Level 2	Level 3	Total
	<i>(in thousand Baht)</i>						
30 September 2017							
Financial assets and financial liabilities measured at fair value							
Equity securities available-for-sale	-	177,738	177,738	177,738	-	-	177,738
Sale forward contracts	(2,407)	-	(2,407)	-	(2,407)	-	(2,407)

	Separate financial statements						
	Carrying value			Fair value			
	Current	Non-current	Total	Level 1	Level 2	Level 3	Total
	<i>(in thousand Baht)</i>						
Financial assets not measured at fair value							
Long-term loan to subsidiary	15,000	85,000	100,000	-	-	95,650	95,650

Fair values of current portion of financial assets and liabilities are taken to approximate the carrying value due to the relatively short-term maturity.

Measurement of fair values

Financial instruments carried at fair value

Level 2 fair values for simple over-the-counter derivative financial instruments are based on broker quotes. Those quotes are tested for reasonableness by discounting expected future cash flows using market interest rate for a similar instrument at the measurement date. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Group and counterparty when appropriate.

Financial instruments not measured at fair value

Type	Valuation technique	Significant unobservable inputs
Other debt securities held to maturity	Bid prices from the Thai Bond Market Association as of the reporting date	None
Loans	Discounted cash flow	Discount rate
Finance lease liabilities	Discounted cash flow	Discount rate

31 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
	<i>(in thousand Baht)</i>			
Capital commitments				
<i>Contracted but not provided for:</i>				
Commitments under purchase order				
Machinery and equipment	<u>6,700</u>	<u>572</u>	<u>6,700</u>	<u>572</u>
Future minimum lease payment under non-cancellable operating lease				
Within one year	3,136	2,857	2,979	2,707
After one year but within five years	3,178	2,489	3,068	2,407
Total	<u>6,314</u>	<u>5,346</u>	<u>6,047</u>	<u>5,114</u>
Other commitments				
Commitments under purchase order	81,488	130,125	73,283	115,182
Sale forward contracts*	179,786	474,107	179,786	474,107
Bank guarantees	10,802	18,041	8,918	16,157
Total	<u>272,076</u>	<u>622,273</u>	<u>261,987</u>	<u>605,446</u>

* Sale forward contracts have maturities of less than one year and counterparties to the transactions are commercial banks. These contracts classified by currencies were as follows:

Currency	Amount in contract (Foreign currency)		Fair value (Baht currency)	
	2018 <i>(in million)</i>	2017 <i>(in million)</i>	2018 <i>(in thousand Baht)</i>	2017 <i>(in thousand Baht)</i>
United States Dollars	<u>5.54</u>	<u>14.28</u>	<u>179,262</u>	<u>476,514</u>

Other agreement

Purchase and sale of package agreement

On 1 September 2018, the Company entered into a purchase and sale of package agreement with a local company for a period of 1 year from 1 September 2018 to 31 August 2019. The Company is committed to purchase packages at the price as stipulated in the agreement.

Sale of finished goods forward contracts

As at 30 September 2018, the Company had entered into several sale of finished goods forward contracts with overseas companies totaling Baht 740.10 million (2017: Baht 964.23 million).

32 Events after the reporting period

- (a) On 8 October 2018, the Company entered into machinery and equipment rental agreement with Qaulity Pineapple Products Co., Ltd., its subsidiary. The agreement was for a period of 3 years commencing from 8 October 2018 to 7 October 2021. The subsidiary agreed to pay a rental fee at the rate as stipulated in the agreement.
- (b) At the Board of Directors' meeting of the Company held on 27 November 2018, the Board of Directors agreed to propose a dividend payment from net profit for the year ended 30 September 2018 and retain earning of Baht 8.00 per share, totaling Baht 168.00 million. The Board of Directors will propose this matter to the shareholders' meeting for further approval.

33 Thai Financial Reporting Standards (TFRS) not yet adopted

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

TFRS	Topic	Effective
TFRS 7*	Financial Instruments: Disclosures	2020
TFRS 9*	Financial Instruments	2020
TFRS 15	Revenue from Contracts with Customers	2019
TAS 32*	Financial Instruments: Presentation	2020
TFRIC 16*	Hedges of a Net Investment in a Foreign Operation	2020
TFRIC 19*	Extinguishing Financial Liabilities with Equity Instruments	2020

* TFRS - Financial instruments standards

(a) TFRS 15 Revenue from Contracts with Customers

TFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. Revenue should be recognised when (or as) an entity transfers control over goods or services to a customer, measured at the amount to which the entity expects to be entitled.

(b) TFRS - Financial instruments standards

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

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