

ASIA CAPITAL PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND SEPARATE
FINANCIAL INFORMATION (UNAUDITED)**

30 JUNE 2018

AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of ASIA Capital Group Public Company Limited

I have reviewed the interim consolidated financial information of ASIA Capital Group Public Company Limited and its subsidiaries, and the interim separate financial information of ASIA Capital Group Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 June 2018, and the related consolidated and separate statements comprehensive income for the three-month and six-month periods then ended, and the related consolidated and separate statements of changes in equity, and cash flows for the six-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

Except for the matter which is explained in the next paragraph, I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Basis of qualification

As disclosed in Note 10 to the interim financial information, during the three-month period ended 30 June 2018, a customer of a loan receivable account discovered a fraud incident in its purchasing and inventory processes. The customer then asked to defer its payment to suppliers and started an investigation. Since the loan receivable account assigned its right to claim over the payments from this customer to the Company; therefore, the Company was also deferred for the payment. On 30 May 2018, the Company issued the legal notice demanding for payment to the customer and the loan receivable account. Until the date of this auditor's report, the management of the Company confirm that the Company has not yet received any responses. As the Company has not received any responses either to deny or accept the payment from both parties, the Company is in the process of preparation for taking legal proceedings. I am not able to use other review procedures to obtain appropriate sufficient evidences to conclude on an effect to the Company's collectability which may be necessary in considering an allowance for doubtful account for the outstanding balance of Baht 289 million as at 30 June 2018 included the interim consolidated and separate financial information. If I am able to review appropriate sufficient evidences of this loan receivable account, I might determine a cause of consideration of a necessary adjustment to the interim financial information.

Conclusion

Except for the result of adjustment to the interim financial information which I may find from the above situation, nothing has come to my attention that causes me to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

Boonlert Kamolchanokkul

Certified Public Accountant (Thailand) No. 5339

Bangkok

14 August 2018

ASIA Capital Group Public Company Limited

Statement of Financial Position

As at 30 June 2018

	Notes	Consolidated □ financial information		Separate financial information	
		Unaudited 30 June 2018 Baht'000	Audited 31 December 2017 Baht'000	Unaudited 30 June 2018 Baht'000	Audited 31 December 2017 Baht'000
Assets					
Current assets					
Cash and cash equivalents		92,309	107,438	8,999	81,594
Short-term investments	6	215,821	254,535	1,010	49
Trade account receivables, net	7	48,010	39,614	-	-
Amounts due from related companies	24 iii)	-	-	441	1,070
Factoring receivables, net	8	44,941	45,562	-	-
Current portion of loans to employees	9	549	682	-	-
Short-term loans to related companies, net	24 iv)	-	-	-	77,000
Short-term loans to other companies, net	10	3,825,502	3,831,001	3,651,941	3,582,563
Other current assets	11	35,901	36,738	15,417	25,745
Total current assets		4,263,033	4,315,570	3,677,808	3,768,021
Non-current assets					
Loans to employees, net	9	84	148	-	-
Long-term investments	12	245,000	220,000	245,000	220,000
Investment property	13	326,681	230,793	326,681	230,793
Deferred tax assets	14	9,985	18,097	2,935	12,038
Investments in subsidiaries, net	15	-	-	653,528	667,842
Leasehold improvements and equipment, net	16	19,595	19,812	9,570	10,246
Intangible assets, net	16	1,723	2,033	570	724
Other non-current assets		1,859	1,681	1,127	1,127
Total non-current assets		604,927	492,564	1,239,411	1,142,770
Total assets		4,867,960	4,808,134	4,917,219	4,910,791

Director _____ Director _____

Date _____

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited

Statement of Financial Position (Cont'd)

As at 30 June 2018

	Notes	Consolidated <input type="checkbox"/>		Separate	
		financial information		financial information	
		Unaudited 30 June 2018 Baht'000	Audited 31 December 2017 Baht'000	Unaudited 30 June 2018 Baht'000	Audited 31 December 2017 Baht'000
Liabilities and equity					
Current liabilities					
Account payables		30,780	27,750	30,780	27,750
Other payables		13,357	13,596	3,285	2,819
Amounts due to related companies	24 iii)	817	-	852	187
Short-term borrowing from related companies	24 v)	90,000	-	195,000	297,000
Short-term borrowing from other companies, net	17	300,000	44,901	300,000	44,901
Current portion of debentures	18	1,928,713	1,936,371	1,928,713	1,936,371
Current portion of financial lease liabilities	19	1,841	1,801	1,225	1,203
Other current liabilities	20	81,956	71,097	30,932	14,063
Total current liabilities		2,447,464	2,095,516	2,490,787	2,324,294
Non-current liabilities					
Financial lease liabilities, net	19	2,348	3,279	2,189	2,807
Debentures	18	1,158,056	1,455,141	1,158,056	1,455,141
Employee benefit obligations		6,269	5,650	3,499	3,292
Other non-current liabilities		1,052	1,052	1,052	1,052
Total non-current liabilities		1,167,725	1,465,122	1,164,796	1,462,292
Total liabilities		3,615,189	3,560,638	3,655,583	3,786,586
Equity					
Share capital					
Authorised					
390,672,338 ordinary shares of Baht 0.5 each		195,336	195,336	195,336	195,336
Issued and paid-up share capital					
315,935,096 ordinary shares, fully paid-up of Baht 0.5 each (2017 : 315,806,679 ordinary shares, fully paid-up of Baht 0.5 each)		157,968	157,904	157,968	157,904
Premium on share capital		444,523	444,369	444,523	444,369
Retained earnings					
Appropriated-Legal reserve		19,534	19,534	19,534	19,534
Unappropriated		630,746	625,689	639,611	502,398
Other components of equity		-	-	-	-
Equity attributable to owners of the parent		1,252,771	1,247,496	1,261,636	1,124,205
Non-controlling interests		-	-	-	-
Total equity		1,252,771	1,247,496	1,261,636	1,124,205
Total liabilities and equity		4,867,960	4,808,134	4,917,219	4,910,791

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 30 June 2018

	Notes	Consolidated□ financial information		Separate financial information	
		30 June 2018	30 June 2017	30 June 2018	30 June 2017
		Baht'000	Baht'000	Baht'000	Baht'000
Revenues					
Interest income		125,434	148,490	111,355	106,362
Interest expense		(63,686)	(49,856)	(63,357)	(50,734)
Net interest income		61,748	98,634	47,998	55,628
Service income		37,256	39,822	-	-
Cost of services		(19,479)	(20,064)	-	-
Net service income		17,777	19,758	-	-
Dividend income	24 i)	-	-	142,099	104,125
Other income		2,719	1,855	7,125	3,069
Total operating income		82,244	120,247	197,222	162,822
Other operating expenses					
Administrative expenses		26,290	22,103	14,045	9,949
Management remunerations		2,556	1,383	1,288	1,383
(Reversal) loss on impairment of long-term loans to related parties and investment in subsidiaries		-	-	(2,445)	15,846
Total other operating expenses		28,846	23,486	12,888	27,178
Profit before financial costs and income tax		53,398	96,761	184,334	135,644
Finance costs		46	65	34	44
Profit before income tax		53,352	96,696	184,300	135,600
Income tax		13,709	5,686	10,108	(3,414)
Net profit for the period		39,643	91,010	174,192	139,014
Total comprehensive income for the period		39,643	91,010	174,192	139,014
Profit attributable to:					
Owners of the parent		39,643	91,010	174,192	139,014
Non-controlling interests		-	-	-	-
		39,643	91,010	174,192	139,014
Total comprehensive income attributable to:					
Owners of the parent		39,643	91,010	174,192	139,014
Non-controlling interests		-	-	-	-
		39,643	91,010	174,192	139,014
Earnings per share (Baht per share)					
Basic earnings per share	21	0.13	0.30	0.55	0.45
Diluted earnings per share	21	0.11	0.27	0.50	0.41

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2018

	Notes	Consolidated <input type="checkbox"/>		Separate	
		financial information		financial information	
		30 June 2018 Baht'000	30 June 2017 Baht'000	30 June 2018 Baht'000	30 June 2017 Baht'000
Revenues					
Interest income		264,730	303,393	229,351	209,688
Interest expense		(134,269)	(100,213)	(134,269)	(101,646)
Net interest income		130,461	203,180	95,082	108,042
Service income		77,919	78,036	-	-
Cost of services		(39,220)	(40,764)	-	-
Net service income		38,699	37,272	-	-
Dividend income	24 i)	-	-	142,099	104,125
Other income		5,106	2,555	9,354	6,936
Total operating income		174,266	243,007	246,535	219,103
Other operating expenses					
Administrative expenses		54,333	48,971	26,080	23,254
Management remunerations		8,307	4,376	5,225	4,376
(Reversal) loss on impairment of long-term loans to related parties and investment in subsidiaries		-	-	(20,449)	15,832
Total other operating expenses		62,640	53,347	10,856	43,462
Profit before financial costs and income tax		111,626	189,660	235,679	175,641
Finance costs		97	127	71	84
Profit before income tax		111,529	189,533	235,608	175,557
Income tax		27,521	25,011	19,444	5,324
Net profit for the period		84,008	164,522	216,164	170,233
Total comprehensive income for the period		84,008	164,522	216,164	170,233
Profit attributable to:					
Owners of the parent		84,008	164,522	216,164	170,233
Non-controlling interests		-	-	-	-
		84,008	164,522	216,164	170,233
Total comprehensive income attributable to:					
Owners of the parent		84,008	164,522	216,164	170,233
Non-controlling interests		-	-	-	-
		84,008	164,522	216,164	170,233
Earnings per share (Baht per share)					
Basic earnings per share	21	0.27	0.54	0.68	0.56
Diluted earnings per share	21	0.24	0.50	0.62	0.52

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited
Statement of Changes in Equity (Unaudited)
For the six-month period ended 30 June 2018

Consolidated financial information								
Attributable to owners of the parent								
	Notes	Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Retained earnings		Total owners of the parent Baht'000	Non-controlling interests Baht'000	Total equity Baht'000
				Appropriated Baht'000	Unappropriated Baht'000			
Opening balance as at 1 January 2017		152,345	419,776	12,500	377,433	962,054	-	962,054
Warrants	22	3,838	9,185	-	-	13,023	-	13,023
Total comprehensive income for the period		-	-	-	164,522	164,522	-	164,522
Ending balance as at 30 June 2017		<u>156,183</u>	<u>428,961</u>	<u>12,500</u>	<u>541,955</u>	<u>1,139,599</u>	<u>-</u>	<u>1,139,599</u>

Consolidated financial information								
Attributable to owners of the parent								
	Notes	Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Retained earnings		Total owners of the parent Baht'000	Non-controlling interests Baht'000	Total equity Baht'000
				Appropriated Baht'000	Unappropriated Baht'000			
Opening balance as at 1 January 2018		157,904	444,369	19,534	625,689	1,247,496	-	1,247,496
Issuance of ordinary shares	22	64	154	-	-	218	-	218
Dividends	23	-	-	-	(78,951)	(78,951)	-	(78,951)
Total comprehensive income for the period		-	-	-	84,008	84,008	-	84,008
Ending balance as at 30 June 2018		<u>157,968</u>	<u>444,523</u>	<u>19,534</u>	<u>630,746</u>	<u>1,252,771</u>	<u>-</u>	<u>1,252,771</u>

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited
Statement of Changes in Equity (Unaudited) (Cont'd)
For the six-month period ended 30 June 2018

	Notes	Separate financial information				Total equity Baht'000
		Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Retained earnings		
				Appropriated Baht'000	Unappropriated Baht'000	
Opening balance as at 1 January 2017		152,345	419,776	12,500	297,611	882,232
Warrants	22	3,838	9,185	-	-	13,023
Total comprehensive income for the period		-	-	-	170,233	170,233
Closing balance as at 30 June 2017		<u>156,183</u>	<u>428,961</u>	<u>12,500</u>	<u>467,844</u>	<u>1,065,488</u>

	Notes	Separate financial information				Total equity Baht'000
		Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Retained earnings		
				Appropriated Baht'000	Unappropriated Baht'000	
Opening balance as at 1 January 2018		157,904	444,369	19,534	502,398	1,124,205
Issuance of ordinary shares	22	64	154	-	-	218
Dividends	23	-	-	-	(78,951)	(78,951)
Total comprehensive income for the period		-	-	-	216,164	216,164
Closing balance as at 30 June 2018		<u>157,968</u>	<u>444,523</u>	<u>19,534</u>	<u>639,611</u>	<u>1,261,636</u>

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited
Statement of Cash Flows (Unaudited)
For the six-month period ended 30 June 2018

	Notes	Consolidated <input type="checkbox"/> financial information		Separate financial information	
		2018 Baht'000	2017 Baht'000	2018 Baht'000	2017 Baht'000
Cash flows from operating activities					
Profit before income tax		111,529	189,533	235,608	175,557
Adjustments for:					
Depreciation and amortisation	16	2,745	3,663	951	1,011
Interest income		(264,730)	(303,393)	(229,351)	(209,688)
Dividend income	24 i)	-	-	(142,099)	(104,125)
Interest expenses		134,269	100,213	134,269	101,646
Interest expenses from finance leases		97	127	71	84
Doubtful expense	7	398	-	-	-
(Reversal) loss on impairment of investment in subsidiaries	15	-	-	(12,549)	16,132
Reversal of impairment of long-term loan to related companies	24 iv)	-	-	(7,900)	-
Gain on sales/impairment/write-off of equipment		(23)	-	(6)	-
Loss on impairment of deposit		-	50	-	-
Gain on sales of short-term investment		(3,018)	(798)	(959)	(429)
Gain on fair value adjustment of short-term investment	6	(667)	(63)	(2)	(63)
Employee benefits obligations		619	525	207	336
Loss from operating activities before changes in operating assets and liabilities		(18,781)	(10,143)	(21,760)	(19,539)
(Increase) decrease in operating assets					
Trade account receivables	7	(8,794)	(9,234)	-	(360)
Amounts due from related companies		-	-	556	871
Factoring receivables		1,971	(9,149)	-	-
Short-term loan to other companies		(171,104)	(73,565)	(120,939)	(133,090)
Other current assets		413	667	(260)	(379)
Loans to employee		224	320	-	-
Investment property		(5,888)	-	(5,888)	-
Other non-current assets		(178)	3	-	3
(Decrease) Increase in operating liabilities					
Account payables		-	(6,919)	-	(16,380)
Other payables		(2,549)	7,288	466	5,423
Other current liabilities		8,901	(2,520)	8,823	(1,381)
Cash used in from operation					
before interest and income tax received (paid)		(195,785)	(103,252)	(139,002)	(164,832)
Interest received		354,254	202,244	190,986	138,408
Interest paid excluding finance lease contracts		(123,492)	(78,380)	(113,485)	(79,648)
Income tax paid		(19,063)	(5,061)	(1,903)	(1,565)
Net cash generated from (used in) operating activities		15,914	15,551	(63,404)	(107,637)

The accompanying notes on pages 10 to 29 form part of this interim financial information.

ASIA Capital Group Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the six-month period ended 30 June 2018

	Notes	Consolidated <input type="checkbox"/>		Separate	
		financial information		financial information	
		2018	2017	2018	2017
		Baht'000	Baht'000	Baht'000	Baht'000
Cash flows from investing activities					
Cash (paid) received from short-term investment	6	42,399	(189,047)	-	(326,104)
Short-term loan payments received from related companies	24 iv)	-	-	77,000	24,000
Long-term loan payments received from related companies	24 iv)	-	-	7,900	-
Purchases of building improvement, equipment and intangible assets	16	(2,207)	(794)	(121)	(45)
Proceeds from disposals of building improvement, equipment and intangible assets		24	3	6	3
Cash paid for long-term investment	12	(25,000)	-	(25,000)	-
Dividend received	24 i)	-	-	142,099	104,125
Net cash provided by (used in) investing activities		15,216	(189,838)	201,884	(198,021)
Cash flows from financing activities					
Cash received from short-term borrowings from other companies	17	300,000	705,000	300,000	705,000
Cash paid for short-term borrowings from other companies	17	(45,000)	(1,190,000)	(45,000)	(1,190,000)
Cash received from the issuance of debentures	18	392,562	691,521	392,562	691,521
Cash paid for debentures	18	(704,100)	-	(704,100)	-
Cash received from short-term borrowings from related companies	24 v)	90,000	60,000	195,000	296,000
Cash paid for short-term borrowings from related companies	24 v)	-	(150,000)	(297,000)	(254,000)
Cash received from exercise of warrants		218	13,024	218	13,024
Cash paid for liability under finance leases	19	(988)	(922)	(667)	(600)
Cash received from investment in subsidiaries	15	-	-	26,863	-
Cash paid for dividends		(78,951)	-	(78,951)	-
Net cash (used in) provided by financing activities		(46,259)	128,623	(211,075)	260,945
Net decrease in cash and cash equivalents		(15,129)	(45,664)	(72,595)	(44,713)
Cash and cash equivalents at beginning of the period		107,438	72,214	81,594	65,953
Cash and cash equivalents at end of the period		92,309	26,550	8,999	21,240
Non-cash transactions					
Offset from loans to other companies and to related companies		-	-	-	68,000
Reclassification of short-term loan to other companies to long-term loan to other companies		-	182,312	-	182,312
Transfer of collateral for debt settlement	13	90,000	-	90,000	-
Acquisition of equipment which not been paid		12	-	-	-

The accompanying notes on pages 10 to 29 form part of this interim financial information.

1 General information

ASIA Capital Group Public Company Limited (the "Company") is a public company and resident in Thailand. The address of the Company's registered office is as follows:

349 SJ Infinite I Business Complex, 24th floor, Room no. 2401 - 2405, Vibhavadi-Rangsit Road, Chompol, Chatuchak, Bangkok.

The Company is registered as a listed company in the Market for Alternative Investment (MAI) in Thailand. For reporting purposes, the Company and its subsidiaries are referred to as the Group.

The principal business operations of the Group are corporate and consumer lending, non-performing assets management, call center service and factoring business.

The interim consolidated and separate financial information was approved by the Board of Directors on 14 August 2018.

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

2 Accounting policies

2.1 Basis of preparation

The interim consolidated financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of comprehensive income, statement of changes in equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 - Presentation of Financial Statements. The notes to the financial information are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim consolidated and separate financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2017.

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

The accounting policies used in the preparation of interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2017.

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

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

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations

2.2.1 Revised financial reporting standards are effective for annual periods beginning on or after 1 January 2018 which have significant change and are relevant to the Group:

TAS 7 (revised 2017)	Statement of cash flows
TAS 12 (revised 2017)	Income taxes
TFRS 12 (revised 2017)	Disclosure of interests in other entities

TAS 7 (revised 2017), the amendments require additional disclosure of changes in liabilities arising from financing activities. This includes changes arising from cash and non-cash.

TAS 12 (revised 2017), the amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. Specifically, the amendments confirm that:

- A temporary difference exists whenever the carrying amount of an asset is less than its tax base at the end of the reporting period.
- An entity can assume that it will recover an amount higher than the carrying amount of an asset to estimate its future taxable profit.
- Where the tax law restricts the source of taxable profits against which particular types of deferred tax assets can be recovered, the recoverability of the deferred tax assets can only be assessed in combination with other deferred tax assets of the same type.
- Tax deductions resulting from the reversal of deferred tax assets are excluded from the estimated future taxable.

TFRS 12 (revised 2017), the amendments clarify that the disclosure requirements of IFRS 12 apply to interests in entities that are classified as held for sale according to TFRS 5 (revised 2017), except for the summarised financial information.

Management has implemented the above revised standards and they do not have significant impact on the Group, except for disclosure.

2.2.2 New financial reporting standard is effective for annual periods beginning on or after 1 January 2019 which is relevant to the Group. The Group has not yet adopted this standard.

TFRS 15	Revenue from contracts with customers
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TFRS 15 provide the requirements for the recognition of revenue. This standard will supersede the following standards:

TAS 11 (revised 2017)	Construction contracts
TAS 18 (revised 2017)	Revenue
TFRIC 13 (revised 2017)	Customer loyalty programmes
TFRIC 15 (revised 2017)	Agreements for the construction of real estate
TFRIC 18 (revised 2017)	Transfers of assets from customers
TSIC 31 (revised 2017)	Revenue - barter transactions involving advertising services

The new standard is based on the principle that

- revenue is recognised when control of a good or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards
- an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations (Cont'd)

2.2.2 New financial reporting standard is effective for annual periods beginning on or after 1 January 2019 which is relevant to the Group. The Group has not yet adopted this standard. (Cont'd)

An entity recognises revenue in accordance with that core principle by applying the following steps:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Entities will have a choice to apply this standard retrospectively in accordance with TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, subject to the expedients or retrospectively with the cumulative effect recognised as an adjustment to the opening balance of retained earnings of the annual reporting period that includes the date of initial application with additional disclosures. The Group will first apply this standard for annual reporting periods beginning on or after 1 January 2019. Management is currently assessing the impact from initial application of this standard in detail and has identified the following areas that are likely to be affected:

- accounting for cost incurred in fulfilling a contract - certain costs which are currently expensed may need to be recognised as an asset under TFRS 15

3 Estimates

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

In preparing this interim financial information, significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2017.

4 Segment information

	Consolidated financial information				
	Lending Baht'000	Call center services and financial businesses Baht'000	Others Baht'000	Elimination Baht'000	Total Baht'000
For the three-month period ended 30 June 2018					
Net interest income					
Third party revenue	61,637	4	107	-	61,748
Inter-segment revenue	1	(1)	-	-	-
Net service income	890	16,887	-	-	17,777
Other operating income	145,897	281	6	(143,465)	2,719
Other operating expenses	(17,350)	(11,875)	(109)	488	(28,846)
Operating profit (loss)	191,075	5,296	4	(142,977)	53,398
Financial costs	(34)	(12)	-	-	(46)
Profit (loss) before tax	191,041	5,284	4	(142,977)	53,352
Income tax expense	(10,774)	(2,912)	(23)	-	(13,709)
Net profit (loss) for the period	<u>180,267</u>	<u>2,372</u>	<u>(19)</u>	<u>(142,977)</u>	<u>39,643</u>
As at 30 June 2018					
Segment assets	5,627,961	114,729	26	(874,756)	4,867,960
Segment liabilities	3,792,996	12,862	26	(190,695)	3,615,189

	Consolidated financial information				
	Lending Baht'000	Call center services and financial businesses Baht'000	Others Baht'000	Elimination Baht'000	Total Baht'000
For the three-month period ended 30 June 2017					
Net interest income					
Third party revenue	98,631	3	-	-	98,634
Inter-segment revenue	(44)	(18)	62	-	-
Net service income	893	18,865	-	-	19,758
Other operating income	108,442	69	4	(106,660)	1,855
Other operating expenses	(32,572)	(9,251)	(43)	18,380	(23,486)
Operating profit (loss)	175,350	9,668	23	(88,280)	96,761
Financial costs	(45)	(20)	-	-	(65)
Profit (loss) before tax	175,305	9,648	23	(88,280)	96,696
Income tax expense	(4,522)	(1,160)	(4)	-	(5,686)
Net profit (loss) for the period	<u>170,783</u>	<u>8,488</u>	<u>19</u>	<u>(88,280)</u>	<u>91,010</u>
As at the year ended 31 December 2017					
Segment assets	5,719,373	108,858	25,433	(1,045,530)	4,808,134
Segment liabilities	3,899,037	20,831	117	(359,347)	3,560,638

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4 Segment information (Cont'd)

	Consolidated financial information				
	Lending Baht'000	Call center services and financial businesses Baht'000	Others Baht'000	Elimination Baht'000	Total Baht'000
For the six-month period ended 30 June 2018					
Net interest income					
Third party revenue	130,350	4	107	-	130,461
Inter-segment revenue	18	(18)	-	-	-
Net service income	724	37,975	-	-	38,699
Other operating income	149,756	465	10	(145,125)	5,106
Other operating expenses	(18,006)	(28,655)	(109)	(15,870)	(62,640)
Operating profit (loss)	262,842	9,711	8	(160,995)	111,626
Financial costs	(71)	(26)	-	-	(97)
Profit (loss) before tax	262,771	9,745	8	(160,995)	111,529
Income tax expense	(23,924)	(3,574)	(23)	-	(27,521)
Net profit (loss) for the period	238,847	6,171	(15)	(160,995)	84,008
As at 30 June 2018					
Segment assets	5,627,961	114,729	26	(874,756)	4,867,960
Segment liabilities	3,792,996	12,862	26	(190,695)	3,615,189

	Consolidated financial information				
	Lending Baht'000	Call center services and financial businesses Baht'000	Others Baht'000	Elimination Baht'000	Total Baht'000
For the six-month period ended 30 June 2017					
Net interest income					
Third party revenue	203,177	3	-	-	203,180
Inter-segment revenue	(87)	(37)	124	-	-
Net service income	355	36,917	-	-	37,272
Other operating income	112,702	131	27	(110,305)	2,555
Other operating expenses	(51,953)	(23,300)	(106)	22,012	(53,347)
Operating profit (loss)	264,194	13,714	45	(88,293)	189,660
Financial costs	(85)	(42)	-	-	(127)
Profit (loss) before tax	264,109	13,672	45	(88,293)	189,533
Income tax expense	(23,030)	(1,971)	(10)	-	(25,011)
Net profit (loss) for the period	241,079	11,701	35	(88,293)	164,522
As at the year ended 31 December 2017					
Segment assets	5,719,373	108,858	25,433	(1,045,530)	4,808,134
Segment liabilities	3,899,037	20,831	117	(359,347)	3,560,638

5 Fair Value

5.1 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

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

The following table presents the Group's financial assets and liabilities that are measured and recognise at fair value at 30 June 2018 and 31 December 2017.

	30 June 2018			
	Consolidated financial information			
	Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
Assets				
Trading investments - opened-end fund	-	215,821	-	215,821
Total assets	-	215,821	-	215,821
	31 December 2017			
	Consolidated financial information			
	Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
Assets				
Trading investments - opened-end fund	-	254,535	-	254,535
Total assets	-	254,535	-	254,535

There were no transfers between Levels 1 and 2 during the period.

The following table presents the Company's financial assets and liabilities that are measured and recognise at fair value at 30 June 2018 and 31 December 2017.

	30 June 2018			
	Separate financial information			
	Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
Assets				
Trading investments - opened-end fund	-	1,010	-	1,010
Total assets	-	1,010	-	1,010
	31 December 2017			
	Separate financial information			
	Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
Assets				
Trading investments - opened-end fund	-	49	-	49
Total assets	-	49	-	49

There were no transfers between Levels 1 and 2 during the period.

5.2 Valuation techniques used to derive Level 2 fair values

Level 2 trading investments in open fund are fair valued using a published price, which derived from net asset value (NAV) calculation for investment units of the open fund.

6 Short-term investments

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Fair value Baht'000	Fair value Baht'000	Fair value Baht'000	Fair value Baht'000
Trading investment - opened-end fund	215,821	254,535	1,010	49

The movement in short-term investments can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Opening balance per period/year	254,535	181,887	49	59
Additions	2,058,500	4,414,549	1,479,000	3,058,909
Disposal	(2,097,881)	(4,341,915)	(1,478,041)	(3,058,919)
Change in fair value	667	14	2	-
Ending balance per period/year	215,821	254,535	1,010	49

As at 30 June 2018, short-term investments in the consolidated and separate financial information represented trading investments in an open fund in with a financial institution.

7 Trade account receivables, net

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Undue and overdue up to 30 days	43,816	34,482	-	-
Overdue 30 days but not over 180 days	2,712	599	-	-
Overdue 180 days but not over 1 year	-	1,712	-	-
Overdue more than 1 year	1,880	2,871	-	-
Total	48,408	39,664	-	-
<u>Less</u> Allowance for doubtful accounts	(398)	(50)	-	-
Trade account receivables, net	48,010	39,614	-	-

8 Factoring receivables, net

As at 30 June 2018 and 31 December 2017, Factoring receivables have average period of less than 1 year to due date. The detail is as below:

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Factoring receivables	45,461	46,482	-	-
<u>Less</u> Deferred interest	(520)	(920)	-	-
	44,941	45,562	-	-

9 Loans to employees, net

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Minimum repayment under loans to employees	662	883	-	-
<u>Less</u> Deferred interest	(29)	(53)	-	-
	633	830	-	-
Current portion due within one year	549	682	-	-
Non-current portion due after one year	84	148	-	-
	633	830	-	-

10 Short-term loans to other companies, net

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Bill of exchange	608,196	516,886	608,196	516,886
Short-term loans to other companies	3,217,306	3,314,115	3,043,745	3,065,677
	3,825,502	3,831,001	3,651,941	3,582,563

The interest rates on bills of exchange and short-term loans to other companies are 6% - 7.5% per annum and 12% - 15% per annum, respectively (31 December 2017: 6% - 7% per annum and 12% - 15% per annum, respectively).

The movement of short-term loans to other companies can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Balance at the beginning of the period/year	3,831,001	4,116,795	3,582,563	3,488,123
Addition during the period/year	1,657,741	2,905,849	1,488,897	2,946,565
Repayment during the period/year	(1,822,460)	(3,619,722)	(1,572,460)	(3,224,721)
Interest income recognised during the period/year	82,186	330,657	75,907	275,174
Interest receivable	77,034	97,422	77,034	97,422
Balance at the end of the period/year	3,825,502	3,831,001	3,651,941	3,582,563

As at 30 June 2018, the Group had outstanding short-term loans in form of bill of exchange and loan agreements net deferred interest totaling of Baht 608 million and Baht 3,217 million, respectively. The Group has received some interest at the first drawn down date and will receive some parts at the repayment date. The short-term loans are secured by certain plots of land, shares of those borrowing companies and also guaranteed by some directors and shareholders of the borrowers.

For the six-month period ended 30 June 2018, some of loans were agreed for repayment extensions for another 1 - 12 months.

10 Short-term loans to other companies, net (Cont'd)

A loan receivable account has a short-term loan from Asia Capital Group PLC. (the Company) with a credit limit of Baht 800 million to be used for purchase of raw materials for delivery and distribution to a loan receivable's customer. The loan receivable account assigned its right to claim over the payment from this customer to the Company under the tri-party memorandum to solely transfer the right to the Company for repayment under the loan agreement. The customer gave its consent and complied with the contract. However, when the payment was matured in the second quarter of 2018, the customer did not transfer the payment to the Company under the transferred right agreement. On 30 May 2018, the Company issued a legal notice to the loan receivable account as the borrower and the customer as the assignee to make the payments to the Company. Nevertheless, both parties has not responded and made no payment. The outstanding balance of short-term loan as at 30 June 2018 was Baht 289,557,377.

In this case, the customer has appointed its agent who is their employee to purchase raw materials from the loan receivable account and they also have their employee to accept the delivery of goods as well as to issue a goods receipt note to the loan receivable account. Although the customer claimed that they did not receive the goods due to their internal fraud, they could not refuse their obligation to pay to the Company, who is an external innocent party, or even in the case where the customer has paid for the goods to other creditors, because the agreement states that the customer has to pay to the Company only. Therefore, they have no right under the consent to refuse the payment to the Company in anyway.

When the Company had not receive the payment from the loan receivable account and the customer, the Company has followed up but both of them have ignored and have not made any payments in any way. The management of the Company contacted both the customer and the short-term lending client. But the Company have not yet received any response either to deny or accept the payment from both parties, the Company is in the process of taking legal proceedings.

11 Other current assets

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 Baht'000	31 December 2017 Baht'000
Revenue department receivables	14,587	13,689	6,752	6,566
Prepaid expenses	20,465	21,828	8,653	19,158
Others	849	1,221	12	21
	<u>35,901</u>	<u>36,738</u>	<u>15,417</u>	<u>25,745</u>

12 Long-term investments

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 Baht'000	31 December 2017 Baht'000
General investment - equity securities	<u>245,000</u>	<u>220,000</u>	<u>245,000</u>	<u>220,000</u>

The movement of long-term investments can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 Baht'000	31 December 2017 Baht'000
Opening net book amount	220,000	-	220,000	-
Addition	25,000	220,000	25,000	220,000
Ending net book amount	<u>245,000</u>	<u>220,000</u>	<u>245,000</u>	<u>220,000</u>

13 Investment property

	Consolidated and Separate financial information	
	Land and building Baht'000	Total Baht'000
For the six-month period ended 30 June 2018		
Opening net book amount	230,793	230,793
Increase from collateral for debt settlement	95,888	95,888
Closing net book amount	<u>326,681</u>	<u>326,681</u>
As at 30 June 2018		
Cost	<u>326,681</u>	<u>326,681</u>
Net book amount	<u>326,681</u>	<u>326,681</u>
Fair value	<u>478,476</u>	<u>478,476</u>

The fair value of investment properties are based on Market approach using selling price obtained from an appraiser of the asset with similar physical characteristic. The fair values are within level 2 of the fair value hierarchy.

The Group received the investment property from transfer of collateral for debt settlement by a short-term loan borrower during six-month period ended 30 June 2018 to settle the loan amounting to Baht 90 million.

14 Deferred income taxes

The analysis of deferred tax assets and deferred tax liability is as follows:

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 tBah'000	31 December 2017 Baht'000
Deferred tax assets:				
Deferred tax assets to be recovered within 12 months	6,228	16,594	57	11,333
Deferred tax assets to be recovered after more than 12 months	<u>3,757</u>	<u>1,503</u>	<u>2,878</u>	<u>705</u>
	<u>9,985</u>	<u>18,097</u>	<u>2,935</u>	<u>12,038</u>
Deferred tax assets, net	<u>9,985</u>	<u>18,097</u>	<u>2,935</u>	<u>12,038</u>

14 Deferred income taxes (Cont'd)

The movement in deferred tax assets and liabilities is as follows:

	Consolidated financial information					
	Tax losses Baht'000	Allowance for impairment of asset Baht'000	Provision for employee benefit Baht'000	Front and fee Baht'000	Other Baht'000	Total Baht'000
Deferred tax assets						
At 1 January 2018	6,185	4,698	1,130	5,232	852	18,097
Charged to profit or loss	(6,185)	(2,440)	124	860	(471)	(8,112)
At 30 June 2018	-	2,258	1,254	6,092	381	9,985

	Separate financial information				
	Tax losses Baht'000	Allowance for impairment of asset Baht'000	Provision for employee benefit Baht'000	Other Baht'000	Total Baht'000
Deferred tax assets					
At 1 January 2018	6,185	4,688	658	507	12,038
Charged to profit or loss	(6,185)	(2,510)	42	(450)	(9,103)
At 30 June 2018	-	2,178	700	57	2,935

15 Investments in subsidiaries, net

List of subsidiaries as at 30 June 2018 is as follows:

Company's name	Country of establishment	Type of business	Nature of relationship	Percentage of investment
Subsidiaries				
Global Service Center Public Company Limited (Formerly named as Global Service Center Company Limited)	Thailand	Call center service	Direct shareholding	99.99
ACAP Consulting Co., Ltd.	Thailand	Legal advisory	Direct shareholding	99.99
Capital OK Co., Ltd.	Thailand	Lending	Direct shareholding	99.99
OK Cash Co., Ltd.	Thailand	Lending	Direct shareholding	99.99
ACAP (ASIA) Asset Management Co., Ltd.	Thailand	Under liquidation process	Direct shareholding	99.99
Aurum Capital Advisory Pte. Ltd.	Singapore	Investment banking	Direct shareholding	63.97

15 Investments in subsidiaries, net (Cont'd)

The movements in investments in subsidiaries are as follows:

	Separate financial information Baht'000
For the six-month period ended 30 June 2018	
Beginning net book balance	667,842
Dissolution of ACAP (ASIA) Asset Management Co., Ltd.	(26,863)
Reversal of allowance for impairment on investment in Global Service Center Public Company Limited	10,000
Reversal of allowance for impairment on investment in ACAP Consulting Co., Ltd.	1,000
Reversal of allowance for impairment on investment in ACAP (ASIA) Asset Management Co., Ltd.	1,549
Closing net book balance	<u>653,528</u>

During the six-month period ended 30 June 2018, the Company's management had reversed an allowance for impairment on investment in Global Service Center Public Company Limited and ACAP Consulting Co., Ltd. due to improvement in the above companies' performance, and ACAP (ASIA) Asset Management Co., Ltd. due to dissolution, amounting to Baht 10 million, Baht 1 million and Baht 1.55 million, respectively.

On 24 May 2018, the Company received the capital return and retained earnings (deficits) from ACAP (ASIA) Asset Management Co., Ltd., amounting to Baht 26.86 million, as they distributed the net asset back to shareholder in liquidation process.

16 Leasehold improvements and equipment and intangible assets, net

	Consolidated financial information		Separate financial information	
	Leasehold improvements and equipment Baht'000	Intangible assets Baht'000	Leasehold improvements and equipment Baht'000	Intangible assets Baht'000
For the six-month period ended 30 June 2018				
Opening net book amount	19,812	2,033	10,246	724
Additions	2,077	142	90	31
Disposals	(1)	-	-	-
Depreciation charge and amortisation	<u>(2,293)</u>	<u>(452)</u>	<u>(766)</u>	<u>(185)</u>
Ending net book amount	<u>19,595</u>	<u>1,723</u>	<u>9,570</u>	<u>570</u>

17 Short-term borrowing from other companies, net

	Consolidated and Separate financial information			Total Baht
	30 June 2018			
	Interest rate per annum (percent)	Remaining period to maturity		
	At call Baht	Within 1 year Baht		
Debt issued - bills of exchange	5.5	-	300,000	<u>300,000</u>

17 Short-term borrowing from other companies, net (Cont'd)

	Consolidated and Separate financial information	
	30 June 2018	31 December 2017
	Baht'000	Baht'000
Opening balance	44,901	1,093,042
Additions during the period/year	300,000	755,000
Prepaid interest	-	(15,700)
Repayments during the period/year	(45,000)	(1,810,000)
Financial cost recognised during the period/year	99	22,559
Ending balance	<u>300,000</u>	<u>44,901</u>

As at 30 June 2018, the Group have unsecured short-term borrowings in form of bills of exchange borrowed from a company totalling face value of Baht 300 million. The short-term loans has the interest rate charge at 5.5% per annum.

18 Debentures

	Consolidated and Separate financial information	
	30 June 2018	31 December 2017
	Baht'000	Baht'000
Debentures		
- Current portion due within one year	1,928,713	1,936,371
- Non-current portion due after one year	1,158,056	1,455,141
Total	<u>3,086,769</u>	<u>3,391,512</u>

The movements of senior unsecured debentures which included current portion for the six-month period ended 30 June 2018 and for the year ended 31 December 2017 are as follows:

	Consolidated and Separate financial information	
	30 June 2018	31 December 2017
	Baht'000	Baht'000
Opening balance	3,391,512	1,928,579
Additions of debentures during the period/year	392,562	1,452,776
Repayments during the period/year	(704,100)	-
Issuing costs recognised during the period/year	6,795	10,157
Debentures, net	<u>3,086,769</u>	<u>3,391,512</u>

Debentures were charged interest rate of 5.50% - 6.00% per annum in accordance with condition of each debenture (2017: 5.50% - 6.00% per annum) and have been paid interest on a quarterly basis and paid principal at maturity date.

The Company is required to comply with the specific covenants which are to maintain debt to equity ratio not over 6:1 and EBITDA to interest ratio not less than 2:1 on the date on each quarterly consolidated financial information. On 30 June 2018, the Company maintains debt to equity ratio at 2.89 (31 December 2017: 2.85) and earnings before interest and tax at 2.04 (30 June 2017: 3.04).

Distribution of Company's debenture is offered to institution and/or major investor.

19 Liabilities under financial lease contracts, net

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 Baht'000	31 December 2017 Baht'000
	Minimum lease payments obligation under lease liabilities (lease of vehicles)	4,404	5,392	3,602
<u>Less</u> Deferred interest	(215)	(312)	(188)	(257)
	4,189	5,080	3,414	4,010
Current portion due within one year	1,841	1,801	1,225	1,203
Non-current portion due after one year	2,348	3,279	2,189	2,807
	4,189	5,080	3,414	4,010

20 Other current liabilities

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 Baht'000	31 December 2017 Baht'000
	Interest payable	222	633	222
Unearned placement fee income	30,457	26,158	-	-
Others	51,277	44,306	30,710	13,430
	81,956	71,097	30,932	14,063

21 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders by the weighted average number of ordinary shares issued during the period.

The diluted earnings per share is calculated adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company has dilutive potential ordinary shares from warrants. The convertible debt is assumed to have been converted from warrants. For the warrants a calculation is made to determine the number of shares that could have been acquired at fair value (determined as the average annual market price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding warrants.

	Consolidated financial information		Separate financial information	
	2018	2017	2018	2017
For the three-month period ended 30 June				
Net profit attributable to ordinary shareholders (Baht'000)	39,643	91,010	174,192	139,014
Weighted average number of ordinary shares issued during the period (Shares)	315,829,276	306,039,121	315,829,276	306,039,121
Basic earnings per share (Baht per shares)	0.13	0.30	0.55	0.45
Weighted average number of ordinary shares issued during the period (Shares)	315,829,276	306,039,121	315,829,276	306,039,121
Adjust: warrants	32,137,653	35,481,140	32,137,653	35,481,140
Weighted average number of ordinary shares diluted earnings per share	347,016,929	341,520,261	347,016,929	341,520,261
Diluted earnings per share (Baht per shares)	0.11	0.27	0.50	0.41

21 Earnings per share (Cont'd)

	Consolidated financial information		Separate financial information	
	2018	2017	2018	2017
For the six-month period ended 30 June				
Net profit attributable to ordinary shareholders (Baht'000)	84,008	164,522	216,164	170,233
Weighted average number of ordinary shares issued during the period (Shares)	315,818,049	305,367,964	315,818,049	305,367,964
Basic earnings per share (Baht per shares)	0.27	0.54	0.68	0.56
Weighted average number of ordinary shares issued during the period (Shares)	315,818,049	305,367,964	315,818,049	305,367,964
Adjust: warrants	32,219,469	22,417,136	32,219,469	22,417,136
Weighted average number of ordinary shares diluted earnings per share	348,037,518	327,785,100	348,037,518	327,785,100
Diluted earnings per share (Baht per shares)	0.24	0.50	0.62	0.52

22 Share capital

	Authorised shares		Issued and paid-up shares	Premium	
	Number of shares Shares	Par value Baht	Baht	Baht	
At 1 January 2018	390,672,338	0.5	195,336,169	157,903,339	444,369,430
Warrants	-	-	-	64,208	153,651
At 30 June 2018	390,672,338		195,336,169	157,967,547	444,523,081
At 1 January 2017	312,500,000	0.5	156,250,000	152,344,675	419,776,346
Increase in capital	78,172,338	0.5	39,086,169	-	-
Warrants	-	-	-	3,838,402	9,185,296
At 30 June 2017	<u>390,672,338</u>		<u>195,336,169</u>	<u>156,183,077</u>	<u>428,961,642</u>

On 15 June 2018, a person who has rights, on warrant of the Company (ACAP-W1), exercised the rights to purchase ordinary shares amount 128,417 shares at the price Baht 1.6965 per share. The total amount of exercised rights were Baht 217,859 which consisted of Baht 64,208 par value and Baht 153,651 premium on share capital.

On 15 June 2017, a person who has rights, on warrant of the Company (ACAP-W1), exercised the rights to purchase ordinary shares amount 7,676,804 shares at the price Baht 1.6965 per share. The total amount of exercised rights were Baht 13,023,698 which consisted of Baht 3,838,402 par value and Baht 9,185,296 premium on share capital.

On 10 April 2017, the Company issued new ordinary shares of Baht 39,086,169 (78,172,338 shares, of Baht 0.5 par value) from the existing registered capital of Baht 156,250,000 (312,500,000 shares, of Baht 0.5 par value) to Baht 195,336,169 (390,672,338 shares, of Baht 0.5 par value). The Company registered the increased share capital with the Ministry of Commerce on 10 April 2017. On 29 May 2017, the Company allots shares to reserve for the exercise by way of rights to purchase ordinary shares of the Company (ACAP-W2) to existing shareholders at the ratio of 4 existing share to 1 unit of warrant. The term of warrant is for a period of two years by way of the rights issue at the ratio of 1 unit of warrant to 1 new ordinary share at the offering price of Baht 6 per share. Rights to purchase ordinary shares (ACAP-W2) can be exercised for the first time on 15 December 2017 and warrant's holders can exercise at 15 June and 15 December throughout the term of warrant.

23 Dividends

A dividend that related to the year 2017 and that amounts to Baht 78.95 million was paid on 18 May 2018.

24 Related party transactions

The Company is located in Thailand and registered as a listed company at the Market for Alternative Investment (MAI). Major shareholders of the Company are Ms. Sugunya Sukjaroenkraisri and her family, who hold 15.56% of total paid-up share capital.

Pricing policy

Interest income/expense incurred from borrowings, cost of services and administrative expenses are charged at the agreed rate as per contracts.

Relationship of related parties is as follows;

Company name and Person	Relationship
Global Service Center Public Company Limited (Formerly named as Global Service Center Company Limited)	Subsidiary
ACAP Consulting Co., Ltd.	Subsidiary
Capital OK Co., Ltd.	Subsidiary
OK Cash Co., Ltd.	Subsidiary
ACAP (Asia) Asset Management Co., Ltd.	Subsidiary
Aurum Capital Advisory Pte. Ltd.	Subsidiary
Thai Luxe Enterprises Public Company Limited	The Company's major shareholder
Sukjaroenkraisri family	The Company's major shareholder

The following significant transactions were carried out with related parties:

i) Revenues

For the three-month period ended 30 June	Consolidated financial information		Separate financial information	
	2018 Baht'000	2017 Baht'000	2018 Baht'000	2017 Baht'000
Interest income				
<u>Subsidiaries</u>				
- ACAP Consulting Co., Ltd.	-	-	-	18
- OK Cash Co., Ltd.	-	-	-	401
	-	-	-	419
Dividend income				
<u>Subsidiaries</u>				
- Capital OK Co., Ltd.	-	-	42,075	103,125
- ACAP (ASIA) Asset Management Co., Ltd.	-	-	-	1,000
- OK Cash Co., Ltd.	-	-	100,024	-
	-	-	142,099	104,125
Other income - Management fee income				
<u>Subsidiaries</u>				
- ACAP Consulting Co., Ltd.	-	-	-	100
- Global Service Center Public Company Limited	-	-	-	500
- Capital OK Co., Ltd.	-	-	900	1,020
- OK Cash Co., Ltd.	-	-	300	900
- ACAP (ASIA) Asset Management Co., Ltd.	-	-	-	15
	-	-	1,200	2,535

24 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

i) Revenues (Cont'd)

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2018 Baht'000	2017 Baht'000	2018 Baht'000	2017 Baht'000
Interest income				
Subsidiaries				
- ACAP Consulting Co., Ltd.	-	-	18	37
- OK Cash Co., Ltd.	-	-	92	990
	-	-	110	1,027
Dividend income				
Subsidiaries				
- Capital OK Co., Ltd.	-	-	42,075	103,125
- ACAP (ASIA) Asset Management Co., Ltd.	-	-	-	1,000
- OK Cash Co., Ltd.	-	-	100,024	-
	-	-	142,099	104,125
Other income - Management fee income				
Subsidiaries				
- ACAP Consulting Co., Ltd.	-	-	-	250
- Global Service Center Public Company Limited	-	-	-	2,000
- Capital OK Co., Ltd.	-	-	1,800	2,100
- OK Cash Co., Ltd.	-	-	1,000	1,800
- ACAP (ASIA) Asset Management Co., Ltd.	-	-	-	30
	-	-	2,800	6,180

ii) Expenses

For the three-month period ended 30 June	Consolidated financial information		Separate financial information	
	2018 Baht'000	2017 Baht'000	2018 Baht'000	2017 Baht'000
Finance costs				
Subsidiaries				
- Capital OK Co., Ltd.	-	-	12	815
- ACAP (ASIA) Asset Management Co., Ltd.	-	-	-	62
Related parties				
- Thai Luxe Enterprises Public Company Limited	1,234	4,832	1,234	4,832
- Related person (Shareholder)	-	87	-	87
	1,234	4,919	1,246	5,796

24 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

ii) Expenses (Cont'd)

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2018	2017	2018	2017
	Baht'000	Baht'000	Baht'000	Baht'000
Finance costs				
Subsidiaries				
- Capital OK Co., Ltd.	-	-	341	1,309
- ACAP (ASIA) Asset Management Co., Ltd.	-	-	-	124
Related parties				
- Thai Luxe Enterprises Public Company Limited	1,924	11,180	1,924	11,180
- Related person (Shareholder)	-	120	-	120
	<u>1,924</u>	<u>11,300</u>	<u>2,265</u>	<u>12,733</u>

Management remunerations

Management remunerations of the Group and the Company for the six-month period ended 30 June 2018 is amounting to Baht 8.31 million and Baht 5.23 million (30 June 2017: Baht 4.38 million and Baht 4.38 million), respectively. The stated remunerations are short-term remunerations which are salary, bonus, and other benefits.

iii) Outstanding balances arising from sales / purchases of services

	Consolidated financial information		Separate financial information	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	Baht'000	Baht'000	Baht'000	Baht'000
Amounts due from related companies				
Subsidiaries				
- ACAP Consulting Co., Ltd.	-	-	-	7
- Global Service Center Public Company Limited	-	-	13	337
- Capital OK Co., Ltd.	-	-	321	330
- OK Cash Co., Ltd.	-	-	107	396
	<u>-</u>	<u>-</u>	<u>441</u>	<u>1,070</u>
Amounts due to related companies				
Subsidiaries				
- Capital OK Co., Ltd.	-	-	24	187
- Global Service Center Public Company Limited	-	-	111	-
Related parties				
- Thai Luxe Enterprises Public Company Limited	717	-	717	-
- Bangkok Global Law Office Co., Ltd.	100	-	-	-
	<u>817</u>	<u>-</u>	<u>852</u>	<u>187</u>

24 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

iv) Loans to related parties

Short-term

For the six-month period ended 30 June 2018, the Company had short-term loans to subsidiaries as follows:

	Separate financial information			Ending balance Baht'000
	Opening balance Baht'000	Additions during the period Baht'000	Repayments during the period Baht'000	
OK Cash Co., Ltd.	77,000	-	(77,000)	-
	<u>77,000</u>	<u>-</u>	<u>(77,000)</u>	<u>-</u>

During the six-month period ended 30 June 2018, the Company had received cash repayment of unsecured loan agreement in a form of a promissory note due at call, which bear interest rate at 1% per annum from OK Cash Co., Ltd.

Long-term

For the six-month period ended 30 June 2018, the Company had long-term loans to subsidiaries as follows:

	Separate financial information			Ending balance Baht'000
	Opening balance Baht'000	Addition during the period Baht'000	Repayments during the period Baht'000	
ACAP Consulting Co., Ltd.	7,900	-	(7,900)	-
<u>Less</u> Allowance for impairment	<u>(7,900)</u>	<u>-</u>	<u>7,900</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

v) Short-term borrowings from related party

During the six-month period ended 30 June 2018, the Company had borrowings from related parties as follows:

Counterparty	Consolidated financial information			Ending balance Baht'000
	Opening balance Baht'000	Additions Baht'000	Repayments Baht'000	
<u>Related party</u>				
- Thai Luxe Enterprises Public Company Limited.	-	90,000	-	90,000
	<u>-</u>	<u>90,000</u>	<u>-</u>	<u>90,000</u>

24 Related party transactions (Cont'd)

The following significant transactions were carried out with related parties: (Cont'd)

v) Short-term borrowings from related party (Cont'd)

Counterparty	Separate financial information			
	Opening balance Baht'000	Additions during the period Baht'000	Repayments Baht'000	Ending Balance Baht'000
Subsidiaries				
- Capital OK Co., Ltd.	273,000	105,000	(273,000)	105,000
- ACAP (Asia) Asset Management Co., Ltd.	24,000	-	(24,000)	-
Related party				
- Thai Luxe Enterprises Public Company Limited	-	90,000	-	90,000
	<u>297,000</u>	<u>195,000</u>	<u>(297,000)</u>	<u>195,000</u>

At 30 June 2018 all short-term borrowings are unsecured promissory notes due at call which bear interest rate at 1.00% - 5.50% per annum.

25 Commitments

There were commitments from operating lease agreements of office building, warehouses and equipment including other service agreements as follows:

	Consolidated financial information		Separate financial information	
	30 June 2018 Baht'000	31 December 2017 Baht'000	30 June 2018 Baht'000	31 December 2017 Baht'000
Within 1 year	8,363	8,942	2,226	4,152
More than 1 year but less than 5 years	3,361	2,912	-	-
Total	<u>11,724</u>	<u>11,854</u>	<u>2,226</u>	<u>4,152</u>

26 Contingent liabilities

As at 29 April 2015, the Company was litigated by a supplier for default in the service contract and for several compensation of Baht 1.3 million. The Court of First Instance dismissed the court case but the Court of Appeal ruled in favour of supplier and ordered the Company to pay the claimed amount. Therefore, the Company appealed to the Supreme court on 8 May 2017 in order to call off appeal court's prior lawful order and the case is underway. Management assesses related facts and believes that the case has no ground and will not result in any liability to the Company.

27 Subsequent event

On 6 July 2018, the Company issued a new debenture for Baht 716.1 million with fixed interest rate 6.50% per annum. The interest will be paid every three-month and will be matured in 2020.

On 31 July 2018, the Company's warrant No.1 (ACAP-W1) was matured. A person who has rights exercised the rights to purchase 471,889 shares at the price Baht 1.6965 per share. The total amount of exercised rights were Baht 0.8 million.