

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2019

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	2	7,575,867	6,237,752	7,415,371	6,003,281
Trade and other receivables	2, 3	1,732,175	1,998,619	1,594,136	2,174,000
Short-term loans to related party	2	-	-	2,870,000	2,870,000
Inventories	4	10,386,759	10,245,449	8,448,067	8,306,996
Value added tax receivable		333,747	344,428	-	-
Other current assets	5	203,641	180,011	144,107	148,646
<b>Total current assets</b>		<b>20,232,189</b>	<b>19,006,259</b>	<b>20,471,681</b>	<b>19,502,923</b>
<b>Non-current assets</b>					
Investments in subsidiaries	6	-	-	2,024,343	2,021,969
Investment properties	7	2,556,804	2,612,073	3,399,784	3,455,053
Property, buildings and equipment	8	29,248,174	29,327,187	24,157,034	24,117,807
Computer software	9	482,176	483,031	459,320	458,861
Leasehold rights	10	3,057,360	2,973,257	2,621,795	2,592,478
Property foreclosed		3,230	3,230	3,230	3,230
Rental guarantee deposits	2	67,677	66,074	56,787	55,128
Deferred tax assets		196,043	186,036	174,139	162,680
Other non-current assets		221,011	154,208	65,634	8,169
<b>Total non-current assets</b>		<b>35,832,475</b>	<b>35,805,096</b>	<b>32,962,066</b>	<b>32,875,375</b>
<b>Total assets</b>		<b>56,064,664</b>	<b>54,811,355</b>	<b>53,433,747</b>	<b>52,378,298</b>

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

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2019

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions	11	309,641	340,177	-	-
Trade and other payables	2, 12	13,859,613	14,370,530	11,960,594	12,585,395
Current portion of liabilities under finance lease agreements		4,032	4,267	4,032	4,267
Short-term loan from related party	2	-	-	-	139,134
Current portion of long-term loans	13	105,790	207,639	-	100,000
Current portion of debentures	14	6,700,000	6,700,000	6,700,000	6,700,000
Income tax payable		782,167	544,696	768,523	544,696
Value added tax payable		41,718	21,334	41,652	21,334
Advances received from customers		1,174,179	1,026,112	1,118,412	974,939
Other current liabilities		486,570	436,455	439,355	377,046
<b>Total current liabilities</b>		<b>23,463,710</b>	<b>23,651,210</b>	<b>21,032,568</b>	<b>21,446,811</b>
<b>Non-current liabilities</b>					
Liabilities under finance lease agreements					
- net of current portion		9,508	10,131	9,508	10,131
Debentures - net of current portion	14	10,000,000	10,000,000	10,000,000	10,000,000
Provision for long-term employee benefits		351,067	340,113	317,527	308,086
Rental received in advance - net of current portion		331,423	336,706	331,423	336,706
Other non-current liabilities		570,396	559,099	514,608	374,664
<b>Total non-current liabilities</b>		<b>11,262,394</b>	<b>11,246,049</b>	<b>11,173,066</b>	<b>11,029,587</b>
<b>Total liabilities</b>		<b>34,726,104</b>	<b>34,897,259</b>	<b>32,205,634</b>	<b>32,476,398</b>

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

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)	31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)
<b>Shareholders' equity</b>				
Share capital				
Registered share capital				
13,151,198,025 ordinary shares of Baht 1 each	13,151,198	13,151,198	13,151,198	13,151,198
Issued and fully paid-up				
13,151,198,025 ordinary shares of Baht 1 each	13,151,198	13,151,198	13,151,198	13,151,198
Share premium	646,323	646,323	646,323	646,323
Retained earnings				
Appropriated				
Statutory reserve - The Company	1,315,120	1,315,120	1,315,120	1,315,120
Statutory reserve - Subsidiaries	1,000	1,000	-	-
Unappropriated	6,281,337	4,861,496	6,115,472	4,789,259
Other components of shareholders' equity	(56,422)	(61,045)	-	-
Equity attributable to owners of the Company	21,338,556	19,914,092	21,228,113	19,901,900
Non-controlling interests of the subsidiaries	4	4	-	-
<b>Total shareholders' equity</b>	<b>21,338,560</b>	<b>19,914,096</b>	<b>21,228,113</b>	<b>19,901,900</b>
<b>Total liabilities and shareholders' equity</b>	<b>56,064,664</b>	<b>54,811,355</b>	<b>53,433,747</b>	<b>52,378,298</b>
	-	-	-	-

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

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Directors  
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(Unaudited but reviewed)

## Home Product Center Public Company Limited and its subsidiaries

## Statement of comprehensive income

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	2019	2018	2019	2018
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales income		15,399,763	14,874,749	13,269,990	12,730,499
Rental and service income		657,945	599,322	648,524	536,852
Other income		495,301	426,260	512,033	454,441
<b>Total revenues</b>		<u>16,553,009</u>	<u>15,900,331</u>	<u>14,430,547</u>	<u>13,721,792</u>
<b>Expenses</b>					
Cost of sales		11,369,668	11,022,995	9,717,018	9,323,133
Cost of rental and service		355,021	333,485	353,193	300,158
Selling, distribution and service expenses		2,525,885	2,459,895	2,178,330	2,094,359
Administrative expenses		442,783	451,978	438,520	403,012
Other expenses		1,768	421	-	415
<b>Total expenses</b>		<u>14,695,125</u>	<u>14,268,774</u>	<u>12,687,061</u>	<u>12,121,077</u>
<b>Profit before finance cost and income tax expenses</b>		<u>1,857,884</u>	<u>1,631,557</u>	<u>1,743,486</u>	<u>1,600,715</u>
Finance cost		(107,834)	(98,071)	(102,942)	(93,701)
<b>Profit before income tax expenses</b>		<u>1,750,050</u>	<u>1,533,486</u>	<u>1,640,544</u>	<u>1,507,014</u>
Income tax expenses	15	(330,209)	(285,012)	(314,331)	(285,215)
<b>Profit for the period</b>		<u>1,419,841</u>	<u>1,248,474</u>	<u>1,326,213</u>	<u>1,221,799</u>
<b>Other comprehensive income:</b>					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>					
Exchange differences on translation of financial statements in foreign currency		4,623	(562)	-	-
<b>Other comprehensive income for the period</b>		<u>4,623</u>	<u>(562)</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>1,424,464</u>	<u>1,247,912</u>	<u>1,326,213</u>	<u>1,221,799</u>
<b>Profit attributable to:</b>					
Equity holders of the Company		1,419,841	1,248,474	1,326,213	1,221,799
Non-controlling interests of the subsidiaries		-	-	-	-
		<u>1,419,841</u>	<u>1,248,474</u>		
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		1,424,464	1,247,912	1,326,213	1,221,799
Non-controlling interests of the subsidiaries		-	-	-	-
		<u>1,424,464</u>	<u>1,247,912</u>		
					(Unit: Baht)
<b>Earnings per share</b>					
16					
Basic earnings per share					
Profit attributable to equity holders of the Company		0.11	0.09	0.10	0.09

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries****Cash flow statement****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2019	2018	2019	2018
<b>Cash flows from operating activities</b>				
Profit before tax	1,750,050	1,533,486	1,640,544	1,507,014
Adjustments to reconcile profit before tax to net cash provided by (paid for) operating activities:				
Depreciation and amortisation	714,592	757,162	595,105	620,006
Decrease of inventories to net realisable value	40,761	39,460	34,625	33,307
Loss (gain) from sales and written-off of assets	(5,158)	361	(5,158)	415
Reversal of allowance for doubtful debts	-	(95)	-	(62)
Reversal of allowance for impairment of assets	(8,000)	(5,000)	(8,000)	(5,000)
Provision for long-term employee benefits	10,954	11,193	9,441	9,486
Unrealised exchange loss (gain)	(788)	1,019	526	(214)
Interest income	(17,067)	(5,794)	(38,742)	(44,063)
Interest expenses	106,842	95,408	102,103	91,168
Profit from operating activities before changes in operating assets and liabilities	2,592,186	2,427,200	2,330,444	2,212,057
<b>Decrease (increase) in operating assets</b>				
Trade and other receivables	273,208	228,787	586,628	180,552
Inventories	(182,071)	434,944	(175,696)	502,475
Value added tax receivable	10,681	8,320	-	-
Other current assets	(23,630)	(330)	4,539	(1,912)
Other non-current assets	(68,406)	(11,971)	(59,124)	(1,364)
<b>Increase (decrease) in operating liabilities</b>				
Trade and other payables	(473,709)	(1,200,663)	(589,821)	(1,105,731)
Value added tax payable	20,384	102,093	20,318	102,074
Advances received from customers	148,067	120,134	143,473	127,119
Other current liabilities	50,136	40,566	62,330	39,113
Rental received in advance	(5,283)	(5,616)	(5,283)	(5,616)
Other non-current liabilities	43,311	10,004	166,591	-
Cash flows from operating activities	2,384,874	2,153,468	2,484,399	2,048,767
Cash paid for interest expenses	(54,745)	(79,720)	(50,016)	(76,216)
Cash paid for corporate income tax	(102,744)	(94,465)	(101,963)	(92,988)
<b>Net cash flows from operating activities</b>	<b>2,227,385</b>	<b>1,979,283</b>	<b>2,332,420</b>	<b>1,879,563</b>

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries****Cash flow statement (continued)****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2019	2018	2019	2018
<b>Cash flows from investing activities</b>				
Increase in investments in subsidiary	-	-	(2,374)	-
Short-term loans to related parties	-	-	(1,370,000)	(670,300)
Cash received from short-term loans to related parties	-	-	1,370,000	610,000
Acquisitions of computer software	(15,675)	(15,978)	(15,728)	(15,978)
Acquisitions of leasehold rights	(110,757)	(219,687)	(53,157)	(163,587)
Acquisitions of property, buildings and equipment	(618,746)	(193,961)	(620,733)	(130,284)
Decrease in construction retention	(32,014)	(51,535)	(26,647)	(37,467)
Acquisitions of investment properties	(3,100)	(14,115)	(3,100)	(14,115)
Proceeds from sales of equipment	9,435	3,447	9,435	3,355
Proceeds from sales of investment properties' equipment	9	37	9	38
Cash received from interest income	10,303	3,922	31,978	41,374
<b>Net cash flows used in investing activities</b>	<b>(760,545)</b>	<b>(487,870)</b>	<b>(680,317)</b>	<b>(376,964)</b>
<b>Cash flows from financing activities</b>				
Short-term loans from financial institutions	85,861	-	-	-
Repayment of short-term loans from financial institutions	(115,525)	(47,389)	-	-
Short-term loans from related party	-	-	-	20,000
Repayment of short-term loan from related party	-	-	(139,134)	-
Decrease in liabilities under finance lease agreements	(858)	(1,650)	(858)	(416)
Repayment of long-term loans	(101,752)	-	(100,000)	-
Proceeds from the issuance of debenture	-	2,000,000	-	2,000,000
Repayment of debenture	-	(1,000,000)	-	(1,000,000)
Dividend paid	(21)	(52)	(21)	(52)
<b>Net cash flows from (used in) financing activities</b>	<b>(132,295)</b>	<b>950,909</b>	<b>(240,013)</b>	<b>1,019,532</b>
<b>Translation adjustments</b>	<b>3,570</b>	<b>(522)</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,338,115</b>	<b>2,441,800</b>	<b>1,412,090</b>	<b>2,522,131</b>
Cash and cash equivalents at beginning of period	6,237,752	2,504,912	6,003,281	2,239,065
<b>Cash and cash equivalents at end of period</b>	<b>7,575,867</b>	<b>4,946,712</b>	<b>7,415,371</b>	<b>4,761,196</b>
	-	-	-	-
<b>Supplemental cash flows information:</b>				
Non-cash items consist of				
Purchases of equipment that have not yet been paid	300,745	366,185	300,038	320,243
Dividend payables	2,664	1,393	2,664	1,393

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

(Unaudited but reviewed)

Home Product Center Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

Consolidated financial statements									
Equity attributable to owners of the Company									
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings			Other components of equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
			Appropriated - statutory reserve		Unappropriated				
			The Company	Subsidiaries			Exchange differences on translation of financial statements in foreign currency		
<b>Balance as at 1 January 2018</b>	13,151,198	646,323	1,315,120	1,000	3,588,749	(67,602)	18,634,788	4	18,634,792
Profit for the period	-	-	-	-	1,248,474	-	1,248,474	-	1,248,474
Other comprehensive income for the period	-	-	-	-	-	(562)	(562)	-	(562)
Total comprehensive income for the period	-	-	-	-	1,248,474	(562)	1,247,912	-	1,247,912
<b>Balance as at 31 March 2018</b>	<u>13,151,198</u>	<u>646,323</u>	<u>1,315,120</u>	<u>1,000</u>	<u>4,837,223</u>	<u>(68,164)</u>	<u>19,882,700</u>	<u>4</u>	<u>19,882,704</u>
<b>Balance as at 1 January 2019</b>	13,151,198	646,323	1,315,120	1,000	4,861,496	(61,045)	19,914,092	4	19,914,096
Profit for the period	-	-	-	-	1,419,841	-	1,419,841	-	1,419,841
Other comprehensive income for the period	-	-	-	-	-	4,623	4,623	-	4,623
Total comprehensive income for the period	-	-	-	-	1,419,841	4,623	1,424,464	-	1,424,464
<b>Balance as at 31 March 2019</b>	<u>13,151,198</u>	<u>646,323</u>	<u>1,315,120</u>	<u>1,000</u>	<u>6,281,337</u>	<u>(56,422)</u>	<u>21,338,556</u>	<u>4</u>	<u>21,338,560</u>
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

**Home Product Center Public Company Limited and its subsidiaries**

**Statement of changes in shareholders' equity**

**For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<b>Separate financial statements</b>				<b>Total shareholders' equity</b>
	<b>Issued and paid-up share capital</b>	<b>Premium on ordinary shares</b>	<b>Retained earnings</b>		
			<b>Appropriated - statutory reserve</b>	<b>Unappropriated</b>	
<b>Balance as at 1 January 2018</b>	13,151,198	646,323	1,315,120	3,645,959	18,758,600
Profit for the period	-	-	-	1,221,799	1,221,799
Other comprehensive income for the period	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,221,799</b>	<b>1,221,799</b>
<b>Balance as at 31 March 2018</b>	<b>13,151,198</b>	<b>646,323</b>	<b>1,315,120</b>	<b>4,867,758</b>	<b>19,980,399</b>
<b>Balance as at 1 January 2019</b>	13,151,198	646,323	1,315,120	4,789,259	19,901,900
Profit for the period	-	-	-	1,326,213	1,326,213
Other comprehensive income for the period	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,326,213</b>	<b>1,326,213</b>
<b>Balance as at 31 March 2019</b>	<b>13,151,198</b>	<b>646,323</b>	<b>1,315,120</b>	<b>6,115,472</b>	<b>21,228,113</b>
	-	-	-	-	-
	-	-	-	-	-

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