

# **Mermaid Maritime Public Company Limited and its Subsidiaries**

Condensed interim financial statements  
for the three-month and six-month periods ended  
30 June 2019  
and  
Independent auditor's review report



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## Independent Auditor's Report on Review of Interim Financial Information

### To the Board of Directors of Mermaid Maritime Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Mermaid Maritime Public Company Limited and its subsidiaries, and of Mermaid Maritime Public Company Limited, respectively, as at 30 June 2019; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2019; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2019; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

#### *Scope of Review*

I conducted my review in accordance with 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.

#### *Conclusion*

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Banthit Tangpakorn)  
Certified Public Accountant  
Registration No. 8509

KPMG Phoomchai Audit Ltd.  
Bangkok  
13 August 2019

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of financial position**

		Consolidated financial statements			
		30 June	31 December	30 June	31 December
Assets	Note	2019	2018	2019	2018
		(Unaudited)		(Unaudited)	
		(in thousand US Dollar)		(in thousand Baht)	
<b>Current assets</b>					
Cash and cash equivalents		19,658	36,484	604,371	1,183,899
Current investments	4	17,304	18,036	531,999	585,265
Trade accounts receivable	3, 5	48,051	35,924	1,477,294	1,165,727
Other accounts receivable	3	11,592	7,067	356,388	229,323
Supplies and spare parts		1,147	1,384	35,264	44,911
<b>Total current assets</b>		<b>97,752</b>	<b>98,895</b>	<b>3,005,316</b>	<b>3,209,125</b>
<b>Non-current assets</b>					
Restricted deposit at financial institutions		12,068	14,550	371,022	472,145
Investment in associates	6	121,851	119,423	3,746,224	3,875,252
Investment in joint venture	6	2,115	2,120	65,024	68,794
Investment properties		564	588	17,340	19,080
Property, plant and equipment	8	160,922	169,429	4,947,434	5,497,937
Goodwill		2,066	2,066	63,518	67,041
Intangible assets		79	114	2,429	3,699
Deferred tax assets		2,281	2,281	70,128	74,018
Other non-current assets		154	125	4,735	4,056
<b>Total non-current assets</b>		<b>302,100</b>	<b>310,696</b>	<b>9,287,854</b>	<b>10,082,022</b>
<b>Total assets</b>		<b>399,852</b>	<b>409,591</b>	<b>12,293,170</b>	<b>13,291,147</b>

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**
**Statement of financial position**

Consolidated financial statements					
		30 June	31 December	30 June	31 December
Liabilities and equity	Note	2019	2018	2019	2018
		(Unaudited)		(Unaudited)	
		(in thousand US Dollar)		(in thousand Baht)	
<i>Current liabilities</i>					
Trade accounts payable		7,001	5,201	215,241	168,771
Other accounts payable	3	23,438	18,992	720,585	616,287
Current portion of long-term borrowings	9	11,953	15,890	367,487	515,627
Current portion of finance lease liabilities		43	47	1,322	1,525
Current income tax payable		532	194	16,356	6,295
<b>Total current liabilities</b>		<b>42,967</b>	<b>40,324</b>	<b>1,320,991</b>	<b>1,308,505</b>
<i>Non-current liabilities</i>					
Long-term borrowings	9	49,822	51,835	1,531,743	1,682,035
Finance lease liabilities		44	40	1,353	1,298
Provisions for employee benefits		2,540	2,504	78,091	81,254
<b>Total non-current liabilities</b>		<b>52,406</b>	<b>54,379</b>	<b>1,611,187</b>	<b>1,764,587</b>
<b>Total liabilities</b>		<b>95,373</b>	<b>94,703</b>	<b>2,932,178</b>	<b>3,073,092</b>
<i>Equity</i>					
Share capital					
Authorized share capital		-	-	1,416,701	1,416,701
Issued and paid share capital		47,322	47,322	1,413,329	1,413,329
Share premium on ordinary shares		343,536	343,536	12,271,678	12,271,678
Deficit		(83,641)	(73,245)	(4,585,128)	(4,256,628)
Other components of equity		(2,196)	(2,197)	283,354	811,475
<b>Equity attributable to owners of the parent</b>		<b>305,021</b>	<b>315,416</b>	<b>9,383,233</b>	<b>10,239,854</b>
Non-controlling interests		(542)	(528)	(22,241)	(21,799)
<b>Total equity</b>		<b>304,479</b>	<b>314,888</b>	<b>9,360,992</b>	<b>10,218,055</b>
<b>Total liabilities and equity</b>		<b>399,852</b>	<b>409,591</b>	<b>12,293,170</b>	<b>13,291,147</b>

The accompanying notes form an integral part of the interim financial statements.



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of financial position**

		Separate financial statements			
		30 June	31 December	30 June	31 December
Assets	Note	2019	2018	2019	2018
		(Unaudited)		(Unaudited)	
		(in thousand US Dollar)		(in thousand Baht)	
<i>Current assets</i>					
Cash and cash equivalents		4,713	1,752	144,898	56,852
Other accounts receivable	3	149,118	141,141	4,584,529	4,579,998
Short-term loans to related parties	3	16,800	16,800	516,504	545,157
<b>Total current assets</b>		<b>170,631</b>	<b>159,693</b>	<b>5,245,931</b>	<b>5,182,007</b>
<i>Non-current assets</i>					
Restricted deposit at financial institutions		-	4,375	-	141,968
Investment in associate	6	22,507	22,507	691,962	730,348
Investment in joint venture	6	213	213	6,549	6,912
Investments in subsidiaries	7	156,959	156,959	4,825,595	5,093,288
Investment properties		1,920	2,013	59,029	65,321
Long-term loan to related party	3	59,003	55,902	1,814,006	1,814,009
Property, plant and equipment	8	142	146	4,366	4,738
Intangible assets		15	21	461	681
Deferred tax assets		21	21	646	681
Other non-current assets		24	11	738	357
<b>Total non-current assets</b>		<b>240,804</b>	<b>242,168</b>	<b>7,403,352</b>	<b>7,858,303</b>
<b>Total assets</b>		<b>411,435</b>	<b>401,861</b>	<b>12,649,283</b>	<b>13,040,310</b>

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of financial position**

		Separate financial statements			
		30 June	31 December	30 June	31 December
Liabilities and equity	Note	2019	2018	2019	2018
		(Unaudited)		(Unaudited)	
		(in thousand US Dollar)		(in thousand Baht)	
<i>Current liabilities</i>					
Other accounts payable	3	571	745	17,555	24,175
<b>Total current liabilities</b>		<b>571</b>	<b>745</b>	<b>17,555</b>	<b>24,175</b>
<i>Non-current liabilities</i>					
Provisions for employee benefits		114	105	3,505	3,407
<b>Total non-current liabilities</b>		<b>114</b>	<b>105</b>	<b>3,505</b>	<b>3,407</b>
<b>Total liabilities</b>		<b>685</b>	<b>850</b>	<b>21,060</b>	<b>27,582</b>
<i>Equity</i>					
Share capital					
Authorized share capital		-	-	1,416,701	1,416,701
Issued and paid share capital		47,322	47,322	1,413,329	1,413,329
Share premium on ordinary shares		343,536	343,536	12,271,678	12,271,678
Differences arising from common control transactions		(7,406)	(7,406)	(239,757)	(239,757)
Retained earnings (Deficit)					
Unappropriated (Deficit)		27,270	17,531	(573,494)	(881,206)
Other components of equity		28	28	(243,533)	448,684
<b>Total equity</b>		<b>410,750</b>	<b>401,011</b>	<b>12,628,223</b>	<b>13,012,728</b>
<b>Total liabilities and equity</b>		<b>411,435</b>	<b>401,861</b>	<b>12,649,283</b>	<b>13,040,310</b>

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

Consolidated financial statements					
		Three-month period ended		Three-month period ended	
		30 June		30 June	
	Note	2019	2018	2019	2018
		(in thousand US Dollar)		(in thousand Baht)	
<b>Revenue</b>					
Revenue from rendering of services	3	24,823	21,529	784,131	687,132
Interest income		176	145	5,560	4,628
Net gain on foreign exchange		141	-	4,454	-
Other income	3	110	84	3,475	2,681
<b>Total revenue</b>		<b>25,250</b>	<b>21,758</b>	<b>797,620</b>	<b>694,441</b>
<b>Expenses</b>					
Costs of rendering of services		25,536	24,681	806,654	787,734
Administrative expenses	3	5,563	6,253	175,729	199,574
Net loss on foreign exchange		-	403	-	12,862
Finance costs		898	1,010	28,367	32,236
<b>Total expenses</b>		<b>31,997</b>	<b>32,347</b>	<b>1,010,750</b>	<b>1,032,406</b>
Share of profit of associates and joint venture	6	1,206	3,013	38,096	96,165
<b>Loss before income tax expense</b>		<b>(5,541)</b>	<b>(7,576)</b>	<b>(175,034)</b>	<b>(241,800)</b>
Tax expense		330	120	10,424	3,830
<b>Loss for the period</b>		<b>(5,871)</b>	<b>(7,696)</b>	<b>(185,458)</b>	<b>(245,630)</b>
<b>Other comprehensive income (expense)</b>					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Exchange differences on translating financial statements		1	2	32	64
Translation adjustments		-	-	(326,312)	640,674
<b>Other comprehensive income (expense) for the period, net of tax</b>		<b>1</b>	<b>2</b>	<b>(326,280)</b>	<b>640,738</b>
<b>Total comprehensive expense for the period</b>		<b>(5,870)</b>	<b>(7,694)</b>	<b>(511,738)</b>	<b>395,108</b>

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

<b>Consolidated financial statements</b>				
	Three-month period ended		Three-month period ended	
	30 June		30 June	
<i>Note</i>	2019	2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Profit (loss) attributable to:</b>				
Owners of parent	(5,856)	(7,703)	(184,984)	(245,853)
Non-controlling interests	(15)	7	(474)	223
<b>Loss for the period</b>	<b><u>(5,871)</u></b>	<b><u>(7,696)</u></b>	<b><u>(185,458)</u></b>	<b><u>(245,630)</u></b>
<b>Total comprehensive income (expense)</b>				
<b>attributable to:</b>				
Owners of parent	(5,855)	(7,701)	(511,264)	394,885
Non-controlling interests	(15)	7	(474)	223
<b>Total comprehensive income (expense)</b>				
<b>for the period</b>	<b><u>(5,870)</u></b>	<b><u>(7,694)</u></b>	<b><u>(511,738)</u></b>	<b><u>395,108</u></b>
<b>Basic losses per share</b>	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic losses per share	<i>11</i>			
	<b><u>(0.0041)</u></b>	<b><u>(0.0055)</u></b>	<b><u>(0.1309)</u></b>	<b><u>(0.1740)</u></b>

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

Consolidated financial statements					
		Six-month period ended		Six-month period ended	
		30 June		30 June	
	Note	2019	2018	2019	2018
		(in thousand US Dollar)		(in thousand Baht)	
<b>Revenue</b>					
Revenue from rendering of services	3	50,615	39,521	1,599,447	1,254,619
Interest income		386	284	12,198	9,012
Net gain on foreign exchange		233	200	7,362	6,157
Other income	3	215	2,216	6,794	69,922
<b>Total revenue</b>		<b>51,449</b>	<b>42,221</b>	<b>1,625,801</b>	<b>1,339,710</b>
<b>Expenses</b>					
Costs of rendering of services		51,434	47,018	1,625,321	1,492,268
Administrative expenses	3	10,507	11,225	332,015	356,392
Finance costs		1,869	1,929	59,061	61,222
<b>Total expenses</b>		<b>63,810</b>	<b>60,172</b>	<b>2,016,397</b>	<b>1,909,882</b>
Share of profit of associates and joint venture	6	2,423	4,309	76,567	137,042
<b>Loss before income tax expense</b>		<b>(9,938)</b>	<b>(13,642)</b>	<b>(314,029)</b>	<b>(433,130)</b>
Tax expense		472	238	14,913	7,552
<b>Loss for the period</b>		<b>(10,410)</b>	<b>(13,880)</b>	<b>(328,942)</b>	<b>(440,682)</b>
<b>Other comprehensive income (expense)</b>					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Exchange differences on translating financial statements		1	2	32	64
Translation adjustments		-	-	(528,153)	146,729
<b>Other comprehensive income (expense) for the period, net of tax</b>		<b>1</b>	<b>2</b>	<b>(528,121)</b>	<b>146,793</b>
<b>Total comprehensive expense for the period</b>		<b>(10,409)</b>	<b>(13,878)</b>	<b>(857,063)</b>	<b>(293,889)</b>

The accompanying notes form an integral part of the interim financial statements.



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

<b>Consolidated financial statements</b>				
	Six-month period ended		Six-month period ended	
	30 June		30 June	
<i>Note</i>	2019	2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Profit (loss) attributable to:</b>				
Owners of parent	(10,396)	(13,905)	(328,500)	(441,473)
Non-controlling interests	(14)	25	(442)	791
<b>Loss for the period</b>	<b><u>(10,410)</u></b>	<b><u>(13,880)</u></b>	<b><u>(328,942)</u></b>	<b><u>(440,682)</u></b>
<b>Total comprehensive income (expense)</b>				
<b>attributable to:</b>				
Owners of parent	(10,395)	(13,903)	(856,621)	(294,680)
Non-controlling interests	(14)	25	(442)	791
<b>Total comprehensive expense</b>				
<b>for the period</b>	<b><u>(10,409)</u></b>	<b><u>(13,878)</u></b>	<b><u>(857,063)</u></b>	<b><u>(293,889)</u></b>
<b>Basic losses per share</b>	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic losses per share	<i>11</i>	<u>(0.0074)</u>	<u>(0.0098)</u>	<u>(0.2324)</u>
		<u>(0.3124)</u>		

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

		Separate financial statements			
		Three-month period ended		Three-month period ended	
		30 June		30 June	
	Note	2019	2018	2019	2018
		(in thousand US Dollar)		(in thousand Baht)	
<b>Revenue</b>					
Management fee income	3	133	90	4,201	2,872
Interest income	3	281	279	8,876	8,905
Net gain on foreign exchange		7,144	-	225,671	-
Other income	3	80	91	2,527	2,904
<b>Total revenue</b>		<b>7,638</b>	<b>460</b>	<b>241,275</b>	<b>14,681</b>
<b>Expenses</b>					
Administrative expenses	3	972	1,126	30,704	35,938
Net loss on foreign exchange		-	10,430	-	332,890
<b>Total expenses</b>		<b>972</b>	<b>11,556</b>	<b>30,704</b>	<b>368,828</b>
<b>Profit (loss) for the period</b>		<b>6,666</b>	<b>(11,096)</b>	<b>210,571</b>	<b>(354,147)</b>
<b>Other comprehensive income (expense)</b>					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Translation adjustments		-	-	(436,949)	778,244
<b>Other comprehensive expense for the period, net of tax</b>		<b>-</b>	<b>-</b>	<b>(436,949)</b>	<b>778,244</b>
<b>Total comprehensive income (expense) for the period</b>		<b>6,666</b>	<b>(11,096)</b>	<b>(226,378)</b>	<b>424,097</b>
<b>Basic earnings (losses) per share</b>		(in US Dollar)		(in Baht)	
Basic earnings (losses) per share	11	0.0047	(0.0079)	0.1490	(0.2506)

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of comprehensive income (Unaudited)**

		Separate financial statements			
		Six-month period ended		Six-month period ended	
		30 June		30 June	
Note		2019	2018	2019	2018
		(in thousand US Dollar)		(in thousand Baht)	
<b>Revenue</b>					
Management fee income	3	267	180	8,437	5,711
Interest income	3	560	597	17,696	18,935
Net gain on foreign exchange		10,662	-	336,879	-
Other income	3	159	187	5,024	5,932
<b>Total revenue</b>		<b>11,648</b>	<b>964</b>	<b>368,036</b>	<b>30,578</b>
<b>Expenses</b>					
Administrative expenses	3	1,909	2,297	60,324	72,873
Net loss on foreign exchange		-	2,511	-	83,116
<b>Total expenses</b>		<b>1,909</b>	<b>4,808</b>	<b>60,324</b>	<b>155,989</b>
<b>Profit (loss) for the period</b>		<b>9,739</b>	<b>(3,844)</b>	<b>307,712</b>	<b>(125,411)</b>
<b>Other comprehensive income (expense)</b>					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Translation adjustments		-	-	(692,217)	193,425
<b>Other comprehensive expense for the period, net of tax</b>		<b>-</b>	<b>-</b>	<b>(692,217)</b>	<b>193,425</b>
<b>Total comprehensive income (expense) for the period</b>		<b>9,739</b>	<b>(3,844)</b>	<b>(384,505)</b>	<b>68,014</b>
<b>Basic earnings (losses) per share</b>		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings (losses) per share	11	0.0069	(0.0027)	0.2177	(0.0887)

The accompanying notes form an integral part of the interim financial statements.

# Mermaid Maritime Public Company Limited and its Subsidiaries

## Statement of changes in equity (Unaudited)

	Consolidated financial statements										
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings/(Deficit)		Other components of equity			Total other components of equity	Equity attributable to owners of the parent	Non- controlling interests	Total equity
			Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests				
(in thousand US Dollar)											
Six-month period ended 30 June 2018											
Balance at 1 January 2018	47,322	343,536	-	(46,052)	1,193	28	(3,420)	(2,199)	342,607	(423)	342,184
Comprehensive income (expense)											
for the period											
Profit or loss	-	-	-	(13,905)	-	-	-	-	(13,905)	25	(13,880)
Exchange differences on translation financial statements	-	-	-	-	2	-	-	2	2	-	2
Total comprehensive income (expense)											
for the period	-	-	-	(13,905)	2	-	-	2	(13,903)	25	(13,878)
Balance at 30 June 2018	47,322	343,536	-	(59,957)	1,195	28	(3,420)	(2,197)	328,704	(398)	328,306

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**
**Statement of changes in equity (Unaudited)**

	Consolidated financial statements										
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings/(Deficit)		Other components of equity				Equity attributable to owners of the parent	Non- controlling interests	Total equity
			Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests	Total other components of equity			
<i>(in thousand US Dollar)</i>											
Six-month period ended 30 June 2019											
Balance at 1 January 2019	47,322	343,536	-	(73,245)	1,195	28	(3,420)	(2,197)	315,416	(528)	314,888
Comprehensive income (expense) for the period											
Loss	-	-	-	(10,396)	-	-	-	-	(10,396)	(14)	(10,410)
Exchange differences on translation financial statements	-	-	-	-	1	-	-	1	1	-	1
Total comprehensive income (expense) for the period	-	-	-	(10,396)	1	-	-	1	(10,395)	(14)	(10,409)
Balance at 30 June 2019	47,322	343,536	-	(83,641)	1,196	28	(3,420)	(2,196)	305,021	(542)	304,479

The accompanying notes form an integral part of the interim financial statements.



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**

Statement of changes in equity (Continued)

Consolidated financial statements											
Retained earnings/(Deficit)				Other components of equity				Equity attributable to owners of the parent	Non-controlling interests	Total equity	
Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests	Total other components of equity				
(in thousand Baht)											
Six-month period ended 30 June 2018											
Balance at 1 January 2018	1,413,329	12,271,678	-	(3,378,846)	1,015,337	874	(121,163)	895,048	11,201,209	(18,327)	11,182,882
Comprehensive income (expense)											
for the period											
Profit or loss	-	-	-	(441,473)	-	-	-	-	(441,473)	791	(440,682)
Exchange differences on translating financial statements	-	-	-	-	64	-	-	64	64	-	64
Translation adjustments	-	-	-	-	146,729	-	-	146,729	146,729	-	146,729
Total comprehensive income (expense) for the period	-	-	-	(441,473)	146,793	-	-	146,793	(294,680)	791	(293,889)
Balance at 30 June 2018	1,413,329	12,271,678	-	(3,820,319)	1,162,130	874	(121,163)	1,041,841	10,906,529	(17,536)	10,888,993

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**

	Consolidated financial statements										
	Retained earnings/(Deficit)				Other components of equity						
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of the parent	Non-controlling interests	Total equity
	(in thousand Baht)										
Six-month period ended 30 June 2019											
Balance at 1 January 2019	1,413,329	12,271,678	-	(4,256,628)	931,764	874	(121,163)	811,475	10,239,854	(21,799)	10,218,055
Comprehensive income (expense) for the period											
Loss	-	-	-	(328,500)	-	-	-	-	(328,500)	(442)	(328,942)
Exchange differences on translating financial statements	-	-	-	-	32	-	-	32	32	-	32
Translation adjustments	-	-	-	-	(528,153)	-	-	(528,153)	(528,153)	-	(528,153)
Total comprehensive expense for the period	-	-	-	(328,500)	(528,121)	-	-	(528,121)	(856,621)	(442)	(857,063)
Balance at 30 June 2019	1,413,329	12,271,678	-	(4,585,128)	403,643	874	(121,163)	283,354	9,383,233	(22,241)	9,360,992

The accompanying notes form an integral part of the interim financial statements.

# Mermaid Maritime Public Company Limited and its Subsidiaries

## Statement of changes in equity (Unaudited)

	Separate financial statements					Other components	
			Differences arising	Retained earnings		of equity	
	Issued and paid	Share premium	from common	Legal reserve	Unappropriated	Share-based	Total
	share capital	on ordinary shares	control transactions			payment	equity

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**

**Statement of changes in equity (Unaudited)**

	Separate financial statements					Other components of equity	Total equity
	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings			
				Legal reserve	Unappropriated		
<i>(in thousand US Dollar)</i>							
Six-month period ended 30 June 2019							
Balance at 1 January 2019	47,322	343,536	(7,406)	-	17,531	28	401,011
Comprehensive income for the period							
Profit	-	-	-	-	9,739	-	9,739
Total comprehensive income for the period	-	-	-	-	9,739	-	9,739
Balance at 30 June 2019	47,322	343,536	(7,406)	-	27,270	28	410,750

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**
**Statement of changes in equity (Unaudited)**

	Separate financial statements								Total equity
	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings/(Deficit)		Other components of equity			
				Legal reserve	Deficit	Translation of financial statements	Share-based payment	Total other components of equity	
Six-month period ended 30 June 2018									
Balance at 1 January 2018	1,413,329	12,271,678	(239,757)	-	(849,219)	541,666	874	542,540	13,138,571
Comprehensive income (expense) for the period									
Loss	-	-	-	-	(125,411)	-	-	-	(125,411)
Translation adjustments	-	-	-	-	-	193,425	-	193,425	193,425
Total comprehensive income (expense) for the period	-	-	-	-	(125,411)	193,425	-	193,425	68,014
Balance at 30 June 2018	1,413,329	12,271,678	(239,757)	-	(974,630)	735,091	874	735,965	13,206,585

The accompanying notes form an integral part of the interim financial statements.



**Mermaid Maritime Public Company Limited and its Subsidiaries**
**Statement of changes in equity (Unaudited)**

	Separate financial statements								
	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings/(Deficit)		Other components of equity			Total equity
				Legal reserve	Deficit	Translation of financial statements	Share-based payment	Total other components of equity	
<i>(in thousand Baht)</i>									
Six-month period ended 30 June 2019									
Balance at 1 January 2019	1,413,329	12,271,678	(239,757)	-	(881,206)	447,810	874	448,684	13,012,728
Comprehensive income (expense) for the period									
Profit	-	-	-	-	307,712	-	-	-	307,712
Translation adjustments	-	-	-	-	-	(692,217)	-	(692,217)	(692,217)
Total comprehensive income (expense) for the period	-	-	-	-	307,712	(692,217)	-	(692,217)	(384,505)
Balance at 30 June 2019	1,413,329	12,271,678	(239,757)	-	(573,494)	(244,407)	874	(243,533)	12,628,223

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**

**Statement of cash flows (Unaudited)**

	Consolidated financial statements			
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2019	2018	2019	2018
	(in thousand US Dollar)		(in thousand Baht)	
<b><i>Cash flows from operating activities</i></b>				
Loss for the period	(10,410)	(13,880)	(328,942)	(440,682)
<i>Adjustments to reconcile loss to cash receipts</i>				
<i>(payments)</i>				
Tax expense	472	238	14,913	7,552
Finance costs	1,869	1,929	59,061	61,222
Depreciation	9,674	8,730	305,699	277,054
Amortisation	35	52	1,106	1,650
Reversal of impairment losses on assets	-	(1,800)	-	(56,774)
Unrealised (gain) loss on exchange	(224)	546	(7,078)	17,387
Loss (gain) from revaluation of trading securities	432	(29)	13,645	(926)
Share of profit of associates and joint venture, net of tax	(2,423)	(4,309)	(76,567)	(137,042)
Bad and doubtful debts expenses	-	20	-	631
Losses on supplies and spare parts devaluation	-	277	-	8,841
Gains on disposals of property, plant and equipment	-	(241)	-	(7,597)
Interest income	(386)	(284)	(12,198)	(9,012)
Provision for employee benefits	66	168	2,085	5,355
Loss from write-off non-refundable withholding tax	806	500	25,470	15,865
	(89)	(8,083)	(2,806)	(256,476)
<b><i>Changes in operating assets and liabilities</i></b>				
Restricted deposit at financial institutions	2,482	(2,291)	76,307	(75,986)
Trade accounts receivable	(12,127)	18,952	(372,836)	628,585
Other accounts receivable	(4,553)	(3,787)	(139,979)	(125,604)
Supplies and spare parts	237	186	7,286	6,169
Other non-current assets	(29)	(35)	(892)	(1,161)
Trade accounts payable	1,787	1,751	54,940	58,076
Other accounts payable	3,865	(2,345)	118,826	(77,777)
Exchange rate losses from translating financial statements	1	2	32	64
Translation adjustments	-	-	(60,661)	18,045
Net cash generated from (used in) operating activities	(8,426)	4,350	(319,783)	173,935
Provision for employee benefit paid	(30)	(144)	(948)	(4,596)
Taxes paid	(163)	(136)	(5,152)	(4,323)
<b>Net cash from (used in) operating activities</b>	<b>(8,619)</b>	<b>4,070</b>	<b>(325,883)</b>	<b>165,016</b>

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited)**

	Consolidated financial statements			
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2019	2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Cash flows from investing activities</i></b>				
Proceed from sale of current investments	3,300	-	101,456	-
Acquisition of current investments	(3,000)	(17,300)	(92,233)	(573,792)
Acquisition of investment in associate	-	(4,582)	-	(151,972)
Proceeds from sale of property, plant and equipment	24	4,044	738	134,128
Acquisition of property, plant and equipment and intangible assets	(1,405)	(5,478)	(43,196)	(181,690)
Interest received	422	236	12,974	7,827
<b>Net cash used in investing activities</b>	<b>(659)</b>	<b>(23,080)</b>	<b>(20,261)</b>	<b>(765,499)</b>
<b><i>Cash flows from financing activities</i></b>				
Repayment of borrowings	(6,000)	(6,000)	(184,466)	(199,003)
Finance costs paid	(1,835)	(1,883)	(57,987)	(59,765)
<b>Net cash used in financing activities</b>	<b>(7,835)</b>	<b>(7,883)</b>	<b>(242,453)</b>	<b>(258,768)</b>
Net decrease in cash and cash equivalents, before effect of exchange rates	(17,113)	(26,893)	(588,597)	(859,251)
Effect of exchange rates changes on cash and cash equivalents	287	(526)	9,069	(16,755)
<b>Net decrease in cash and cash equivalents</b>	<b>(16,826)</b>	<b>(27,419)</b>	<b>(579,528)</b>	<b>(876,006)</b>
Cash and cash equivalents at beginning of period	36,484	68,692	1,183,899	2,244,916
<b>Cash and cash equivalents at ending of period</b>	<b>19,658</b>	<b>41,273</b>	<b>604,371</b>	<b>1,368,910</b>
<b><i>Non-cash transactions</i></b>				
Receivables for sales of property, plant and equipment	-	24	-	796
Payables for purchase of property, plant and equipment and intangible assets	12	838	369	27,794
Transfer of property, plant and equipment to non-current assets classified as held for sale	-	17,275	-	572,963

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**

**Statement of cash flows (Unaudited)**

	Separate financial statements			
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2019	2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Cash flows from operating activities</i></b>				
Profit (loss) for the period	9,739	(3,844)	307,712	(125,411)
<i>Adjustments to reconcile profit (loss) to cash receipts</i>				
<i>(payments)</i>				
Depreciation	125	177	3,950	5,617
Amortization	6	12	190	380
Unrealised (gain) loss on exchange	(10,610)	2,517	(335,235)	83,308
Provision for employee benefits	9	9	284	286
Interest income	(560)	(597)	(17,696)	(18,935)
	<u>(1,291)</u>	<u>(1,726)</u>	<u>(40,795)</u>	<u>(54,755)</u>
<b><i>Changes in operating assets and liabilities</i></b>				
Restricted deposit at financial institution	4,375	-	134,506	-
Receivables from related parties	39	432	1,199	14,328
Other accounts receivable	57	(183)	1,753	(6,070)
Other non-current assets	(13)	13	(400)	431
Other accounts payable	(194)	44	(5,963)	1,459
Translation adjustments	-	-	(1,874)	9,798
Net cash from (used in) operating activities	<u>2,973</u>	<u>(1,420)</u>	<u>88,426</u>	<u>(34,809)</u>
Taxes paid	<u>(25)</u>	<u>(33)</u>	<u>(790)</u>	<u>(1,047)</u>
<b>Net cash from (used in) operating activities</b>	<u><b>2,948</b></u>	<u><b>(1,453)</b></u>	<u><b>87,636</b></u>	<u><b>(35,856)</b></u>
<b><i>Cash flows from investing activities</i></b>				
Acquisition of investment in associate	-	(4,582)	-	(151,972)
Increased in short-term loans to related party	-	(21,334)	-	(707,589)
Proceeds from repayment of short-term loans to related party	-	4,583	-	152,005
Acquisition of property, plant and equipment	(7)	(12)	(215)	(398)
Interest received	8	128	246	4,245
<b>Net cash from (used in) investing activities</b>	<u><b>1</b></u>	<u><b>(21,217)</b></u>	<u><b>31</b></u>	<u><b>(703,709)</b></u>
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates	2,949	(22,670)	87,667	(739,565)
Effects of exchange rate changes on cash and cash equivalents	12	(8)	379	(263)
<b>Net increase (decrease) in cash and cash equivalents</b>	<u><b>2,961</b></u>	<u><b>(22,678)</b></u>	<u><b>88,046</b></u>	<u><b>(739,828)</b></u>
Cash and cash equivalents at beginning of period	<u>1,752</u>	<u>25,370</u>	<u>56,852</u>	<u>829,114</u>
<b>Cash and cash equivalents at ending of period</b>	<u><b>4,713</b></u>	<u><b>2,692</b></u>	<u><b>144,898</b></u>	<u><b>89,286</b></u>
<b><i>Non-cash transaction</i></b>				
Payables for purchase of property, plant and equipment	21	-	646	-

The accompanying notes form an integral part of the interim financial statements.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

<b>Note</b>	<b>Contents</b>
1	General information
2	Basis of preparation of the interim financial statements
3	Related parties
4	Current investments
5	Trade accounts receivable
6	Investments in associates and joint venture
7	Investments in subsidiaries
8	Property, plant and equipment
9	Long-term borrowings
10	Segment information and disaggregation of revenue
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**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements have been approved and authorised for issue by the Board of Directors on 13 August 2019.

**1 General information**

Mermaid Maritime Public Company Limited (the “Company”) and its subsidiaries, (the “Group”), provide a wide range of services to the offshore oil & gas industries. The scope of services comprises sub-sea engineering and inspection by divers and remotely operated vehicle (“ROV”) systems and ownership and operation of a fleet of offshore service vessels and tender drilling rigs.

Details of the Company’s subsidiaries, associates, and joint venture as at 30 June 2019 and 31 December 2018 were as follows:

Name of the entities	Nature of business	Country of incorporation	Direct/Indirect holding (%)	
			30 June 2019	31 December 2018
<i>Subsidiaries</i>				
Mermaid Subsea Services (Thailand) Ltd., which has four subsidiaries as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Thailand	100.0	100.0
Seascope Surveys Pte. Ltd., which has one subsidiary as follows:	Subsea Service Provider, hydrographic survey and positioning to the Offshore Oil and Gas industry	Singapore	100.0	100.0
PT Seascope Surveys Indonesia <sup>(1)</sup>	”	Indonesia	49.0	49.0
Mermaid Offshore Services Pte. Ltd.	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Singapore	100.0	100.0
Mermaid Subsea Services (Malaysia) Sdn. Bhd. <sup>(2)</sup>	”	Malaysia	45.0	45.0
Mermaid Drilling Ltd., which has four subsidiaries as follows:	Production and exploration drilling services	Thailand	95.0	95.0
MTR - 1 Ltd.	Drilling services	Thailand	95.0	95.0
MTR - 2 Ltd.	”	Thailand	95.0	95.0
Mermaid Drilling (Malaysia) Sdn. Bhd.	”	Malaysia	95.0	95.0
MTR - 1 (Singapore) Pte. Ltd.	”	Singapore	95.0	95.0
Mermaid Maritime Mauritius Ltd., which has one subsidiary as follows:	Investment holding	Mauritius	100.0	100.0
Mermaid International Ventures, which has three subsidiaries and four associates as follows:	”	Cayman	100.0	100.0

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Name of the entities	Nature of business	Country of incorporation	Direct/Indirect holding (%)	
			30 June 2019	31 December 2018
<i>Subsidiaries</i>				
Mermaid Subsea Services (International) Ltd., which has two subsidiaries as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Seychelles	100.0	100.0
Mermaid Subsea Services Saudi Arabia Co., Ltd.	”	Saudi Arabia	95.0	95.0
Mermaid Subsea Services LLC <sup>(2)</sup>	”	Qatar	49.0	49.0
<i>Associates</i>				
Asia Offshore Drilling Limited, which has three subsidiaries as follows:	Drilling services	Bermuda	33.76	33.76
Asia Offshore Rig 1 Limited	”	Bermuda	33.76	33.76
Asia Offshore Rig 2 Limited	”	Bermuda	33.76	33.76
Asia Offshore Rig 3 Limited	”	Bermuda	33.76	33.76
<i>Associates</i>				
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00
<i>Joint venture</i>				
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00

- (1) Group interest is 95% after taking account of nominee holdings.  
(2) Group interest is 100% after taking account of nominee holdings.

## **2 Basis of preparation of the interim financial statements**

### **(a) Statement of compliance**

The condensed interim financial statements are presented in the same format as the annual financial statements and prepared its notes to the interim financial statements on a condensed basis (“the interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2018. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2018.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

**(b) Use of judgements, estimates and accounting policies**

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2018, except for revenue recognition which requires additional judgement in determining the timing of the transfer of control - at a point in time or over time - according to the requirements of TFRS 15 *Revenue from Contracts with Customers* ("TFRS 15") which the Group has initially adopted to replace TAS 18 *Revenue* ("TAS 18"), TAS 11 *Construction Contracts* ("TAS 11") and related interpretations.

Under TFRS 15, the Group recognises revenue when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled to. In addition, judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Whereas, under TAS 18, the Group recognises revenue from sale of goods when the significant risks and rewards of ownership of the goods have been transferred to the buyer, and recognises revenue from rendering of services by reference to the stage of completion of the transaction at the end of the reporting period. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due. Such change in accounting policy has no material impacts on the financial statements.

In addition, the Group has not early adopted a number of new TFRS which are not yet effective for current period in preparing these interim financial statements before the effective date. Those new TFRS that are relevant to the Group's operations are disclosed in note 15.

**3 Related parties**

Relationships with subsidiaries, associates and joint venture are described in notes 6 and 7. Other related parties which the group had significant transactions during the period with were as follows;

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationship</b>
Thoresen Thai Agencies Public Company Limited	Thailand	Ultimate parent company, some common directors
Thoresen & Company (Bangkok) Limited	Thailand	99.9% holding by a subsidiary of ultimate parent company
PSM Land Company Limited	Thailand	One of the directors of ultimate parent company is a major shareholder
Key management personnel	Thai	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



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

The pricing policies for particular types of transactions are explained further below;

<b>Transactions</b>	<b>Pricing policies</b>
Rendering of services	Prices normally charged to a third party
Management fee	Actual cost plus margin
Interest income and interest expenses	Market linked rate / Borrowing costs of the lender
Rental income	Actual cost plus margin
Other income	Actual cost plus margin
Administrative expenses	Actual cost plus margin
Management benefit expenses	Amount approved by the directors and/or the shareholders

Significant transactions for the three-month and six-month periods ended 30 June with related parties were as follows:

<i>Three-month period ended 30 June</i>	<b>Consolidated financial statements</b>			
	2019 <i>(in thousand US Dollar)</i>	2018	2019 <i>(in thousand Baht)</i>	2018
<b>Parent</b>				
Rental income	-	14	-	447
Administrative expenses	21	34	663	1,085
<b>Joint venture</b>				
Rendering of services	14,694	12,879	464,167	411,054
<b>Other related parties</b>				
Administrative expenses	14	-	442	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	390	316	12,320	10,086
Post-employment benefits	-	-	19	18
<b>Total key management personnel compensation</b>	<b>390</b>	<b>316</b>	<b>12,339</b>	<b>10,104</b>

  

<i>Six-month period ended 30 June</i>	<b>Consolidated financial statements</b>			
	2019 <i>(in thousand US Dollar)</i>	2018	2019 <i>(in thousand Baht)</i>	2018
<b>Parent</b>				
Rental income	-	27	-	857
Administrative expenses	41	51	1,295	1,621
<b>Joint venture</b>				
Rendering of services	29,037	26,769	917,566	849,160
<b>Other related parties</b>				
Administrative expenses	32	-	1,011	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	778	636	24,585	20,179
Post-employment benefits	-	-	38	36
<b>Total key management personnel compensation</b>	<b>778</b>	<b>636</b>	<b>24,623</b>	<b>20,215</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

<i>Three-month period ended 30 June</i>	<b>Separate financial statements</b>			
	2019 (in thousand US Dollar)	2018 (in thousand US Dollar)	2019 (in thousand Baht)	2018 (in thousand Baht)
<b>Parent</b>				
Rental income	-	14	-	447
Administrative expenses	21	34	663	1,085
<b>Subsidiaries</b>				
Management fee income	133	90	4,201	2,872
Interest income	278	267	8,782	8,522
Rental income	-	59	-	1,883
Other income	80	19	2,527	606
Administrative expenses	1	3	32	96
<b>Other related parties</b>				
Other administrative expenses	14	-	442	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	390	316	12,320	10,086
Post-employment benefits	-	-	19	18
<b>Total key management personnel compensation</b>	<b>390</b>	<b>316</b>	<b>12,339</b>	<b>10,104</b>

<i>Six-month period ended 30 June</i>	<b>Separate financial statements</b>			
	2019 (in thousand US Dollar)	2018 (in thousand US Dollar)	2019 (in thousand Baht)	2018 (in thousand Baht)
<b>Parent</b>				
Rental income	-	27	-	857
Administrative expenses	41	51	1,295	1,621
<b>Subsidiaries</b>				
Management fee income	267	180	8,437	5,711
Interest income	553	482	17,475	15,303
Rental income	-	119	-	3,775
Other income	159	38	5,024	1,205
Administrative expenses	5	4	158	128
<b>Other related parties</b>				
Other administrative expenses	32	-	1,011	-
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefits	778	636	24,585	20,179
Post-employment benefits	-	-	38	36
<b>Total key management personnel compensation</b>	<b>778</b>	<b>636</b>	<b>24,623</b>	<b>20,215</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Balances as at 30 June 2019 and 31 December 2018 with related parties were as follows:

	<b>Consolidated financial statements</b>			
	30 June 2019 <i>(in thousand US Dollar)</i>	31 December 2018	30 June 2019 <i>(in thousand Baht)</i>	31 December 2018
<b><i>Trade accounts receivable from related parties</i></b>				
Joint venture	20,945	20,269	643,939	657,725
<b>Total</b>	<b>20,945</b>	<b>20,269</b>	<b>643,939</b>	<b>657,725</b>
<b><i>Other accounts receivable from related parties</i></b>				
Parent	-	13	-	422
Associates	3	1	92	32
<b>Total</b>	<b>3</b>	<b>14</b>	<b>92</b>	<b>454</b>
<b><i>Trade accounts payable to related</i></b>				
Joint venture	73	41	2,244	1,330
<b>Total</b>	<b>73</b>	<b>41</b>	<b>2,244</b>	<b>1,330</b>
<b><i>Other accounts payable to related parties</i></b>				
Parent	7	6	215	195
<b>Total</b>	<b>7</b>	<b>6</b>	<b>215</b>	<b>195</b>

	<b>Separate financial statements</b>			
	30 June 2019 <i>(in thousand US Dollar)</i>	31 December 2018	30 June 2019 <i>(in thousand Baht)</i>	31 December 2018
<b><i>Other accounts receivable from related parties</i></b>				
Parent	-	13	-	422
Subsidiaries	62,775	59,350	1,929,974	1,925,896
Subsidiaries - transferred investments in associates under common control	87,408	82,812	2,687,298	2,687,233
Associates	3	1	92	32
	150,186	142,176	4,617,364	4,613,583
<i>Less allowance for doubtful account</i>	<i>(1,292)</i>	<i>(1,292)</i>	<i>(39,722)</i>	<i>(41,925)</i>
<b>Net</b>	<b>148,894</b>	<b>140,884</b>	<b>4,577,642</b>	<b>4,571,658</b>

*Other accounts receivable from transferred investment in associates under common control*

On 26 September 2014, the Company agreed to transfer the investment in associates, Asia offshore Drilling Group, to a subsidiary, Mermaid International Ventures "MIV" at cost of US Dollar 97.6 million for consideration received of Baht 2,899.0 million or equivalent to US Dollar 90.2 million. As at 30 June 2019, the Company had outstanding amount due from MIV amounting to US Dollar 87.4 million or equivalent to Baht 2,687.3 million (2018: US Dollar 82.8 million or equivalent to Baht 2,687.2 million) as other accounts receivable from related parties in the separated financial statement.



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

	Separate financial statements			
	30	31	30	31
	June	December	June	December
	2019	2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Short-term loans to related parties</b>				
Subsidiaries	16,800	16,800	516,504	545,157
<b>Total</b>	<b>16,800</b>	<b>16,800</b>	<b>516,504</b>	<b>545,157</b>

Movements during the six-month periods ended 30 June 2019 of short-term loans to related parties, excluding interest receivables from related parties, were as follows:

	Interest rate		Separate financial statements			
	31	30	31			30
	December	June	December	Increase	Decrease	June
	2018	2019	2018	<i>(in thousand US Dollar)</i>		2019
	(% per annum)					
Subsidiaries	1.50	1.50	16,800	-	-	16,800
<b>Total</b>			<b>16,800</b>			<b>16,800</b>

	Interest rate		Separate financial statements			
	31	30	31			30
	December	June	December	Increase	Decrease	June
	2018	2019	2018	<i>(in thousand Baht)</i>		2019
	(% per annum)					
Subsidiaries	1.50	1.50	545,157	-	-	516,504
<b>Total</b>			<b>545,157</b>		(28,653)	<b>516,504</b>

All short-term loans to related parties are unsecured and have repayment terms at call.

	Separate financial statements			
	30	31	30	31
	June	December	June	December
	2019	2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Long-term loans to related parties</b>				
Subsidiaries	59,003	55,902	1,814,006	1,814,009
<b>Total</b>	<b>59,003</b>	<b>55,902</b>	<b>1,814,006</b>	<b>1,814,009</b>

Movements during the six-month periods ended 30 June 2019 of long-term loans to related parties were as follows:

	Interest rate		Separate financial statements		
	31	30	31		30
	December	June	December	Unrealised gain	June
	2018	2019	2018	on exchange	2019
	(% per annum)			<i>(in thousand US Dollar)</i>	
Subsidiaries	1.50	1.50	55,902	3,101	59,003
<b>Total</b>			<b>55,902</b>		<b>59,003</b>



# Mermaid Maritime Public Company Limited and its Subsidiaries

## Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

	Interest rate		31 December 2018	Separate financial statements		30 June 2019
	31 December 2018 (% per annum)	30 June 2019		Unrealised gain on exchange (in thousand Baht)	Translation adjustment	
Subsidiaries	1.50	1.50	1,814,009	97,982	(97,985)	1,814,006
<b>Total</b>			<b>1,814,009</b>			<b>1,814,006</b>

All long-term loans to related party are unsecured and will be repaid in full on 31 December 2020 or such longer period as agreed by the Company.

	Separate financial statements			
	30 June 2019 (in thousand US Dollar)	31 December 2018	30 June 2019 (in thousand Baht)	31 December 2018
<i>Other accounts payable to related parties</i>				
Parent	7	6	215	195
Subsidiaries	15	12	461	389
<b>Total</b>	<b>22</b>	<b>18</b>	<b>676</b>	<b>584</b>

## 4 Current investments

Movements during the six-month period ended 30 June 2019 of marketable equity and debt securities were as follows:

	Consolidated financial statements				At 30 June 2018
	At 31 December 2018	Purchase	Disposal	Fair value adjustment	
				(in thousand US Dollar)	
<i>Current investments</i>					
Trading Securities	6,236	3,000	-	(432)	8,804
Other debt securities held to maturity	11,800	-	(3,300)	-	8,500
<b>Total</b>	<b>18,036</b>	<b>3,000</b>	<b>(3,300)</b>	<b>(432)</b>	<b>17,304</b>

	Consolidated financial statements					At 30 June 2018
	At 31 December 2018	Purchase	Disposal	Fair value adjustment	Translation adjustment	
				(in thousand Baht)		
<i>Current investments</i>						
Trading Securities	202,357	92,233	-	(13,645)	(10,273)	270,672
Other debt securities held to maturity	382,908	-	(101,456)	-	(20,125)	261,327
<b>Total</b>	<b>585,265</b>	<b>92,233</b>	<b>(101,456)</b>	<b>(13,645)</b>	<b>(30,398)</b>	<b>531,999</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

**5 Trade accounts receivable**

	Consolidated financial statements			
	30 June 2019 <i>(in thousand US Dollar)</i>	31 December 2018	30 June 2019 <i>(in thousand Baht)</i>	31 December 2018
Within credit terms	18,688	6,231	574,547	202,194
Overdue:				
Less than 3 months	13,137	15,543	403,888	504,367
3-6 months	1,495	1,978	45,963	64,186
6-12 months	3,377	8,336	103,824	270,502
Over 12 months	7,628	3,632	234,518	117,859
	<b>44,325</b>	<b>35,720</b>	<b>1,362,740</b>	<b>1,159,108</b>
Less allowance for doubtful accounts	(2,818)	(2,818)	(86,637)	(91,444)
<b>Net</b>	<b>41,507</b>	<b>32,902</b>	<b>1,276,103</b>	<b>1,067,664</b>
Retention receivables	6,544	3,022	201,191	98,063
<b>Total</b>	<b>48,051</b>	<b>35,924</b>	<b>1,477,294</b>	<b>1,165,727</b>

The normal credit terms granted by the Group ranges from 30 days to 90 days.

Full allowance for doubtful accounts has been set up for all trade accounts receivable which management considers as non-collectible.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

**6 Investments in associates and joint venture**

Investments in associates and joint venture as at 30 June 2019 and 31 December 2018, and dividend income from those investments for the six-month periods ended 30 June 2019 and 2018 were as follows:

	Type of business	Country of incorporation	Ownership interest		Consolidated financial statements								Dividend income for the six-month periods ended	
					Paid-up capital		Cost		Equity					
			30	31	30	31	30	31	30	31	30	30		
			June	December	June	December	June	December	June	December	June	June		
			2019	2018	2019	2018	2019	2018	2019	2018	2019	2018		
			(%)		(in thousand US Dollar)									
Direct associate														
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	USD 19 million	22,507	22,507	22,423	22,425	-	-		
							22,507	22,507	22,423	22,425	-	-		
Indirect associates														
Asia Offshore Drilling Limited <sup>(A)</sup>	Drilling services	Bermuda	33.76	33.76	USD 60 million	USD 60 million	97,582	97,582	99,428	96,998	-	-		
							97,582	97,582	99,428	96,998	-	-		
Joint venture														
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	213	213	2,115	2,120	-	-		
							213	213	2,115	2,120	-	-		
Total							120,302	120,302	123,966	121,543	-	-		

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Consolidated financial statements												
	Type of business	Country of incorporation	Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the six-month periods ended	
			30	31	30	31	30	31	30	31	30	30
			June	December	June	December	June	December	June	December	June	June
			2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
(in thousand Baht)												
Direct associate												
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	USD 19 million	691,962	730,348	689,379	727,687	-	-
							691,962	730,348	689,379	727,687	-	-
Indirect associates												
Asia Offshore Drilling Limited <sup>(A)</sup>	Drilling services	Bermuda	33.76	33.76	USD 60 million	USD 60 million	3,000,090	3,166,516	3,056,845	3,147,565	-	-
							3,000,090	3,166,516	3,056,845	3,147,565	-	-
Joint venture												
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	6,549	6,912	65,024	68,794	-	-
							6,549	6,912	65,024	68,794	-	-
Total							3,698,601	3,903,776	3,811,248	3,944,046	-	-

<sup>(A)</sup> Asia Offshore Drilling Limited comprises three subsidiaries, which are Asia Offshore Rig 1 Limited, Asia Offshore Rig 2 Limited, and Asia Offshore Rig 3 Limited.

None of the Group's associates and joint ventures are publicly listed and consequently do not have published price quotations.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Investments in associate and joint venture as at 30 June 2019 and 31 December 2018, and dividend income from those investments for the six-month periods ended 30 June 2019 and 2018 were as follows:

	Type of business	Country of incorporation	Ownership interest		Paid-up capital		Cost		Dividend income for the six-month periods ended	
			30	31	30	31	30	31	30	30
			June	December	June	December	June	December	June	June
			2019	2018	2019	2018	2019	2018	2019	2018
			(%)						(in thousand US Dollar)	
<b>Associate</b>										
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	USD 19 million	22,507	22,507	-	-
							<u>22,507</u>	<u>22,507</u>	<u>-</u>	<u>-</u>
<b>Joint venture</b>										
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	213	213	-	-
							<u>213</u>	<u>213</u>	<u>-</u>	<u>-</u>
<b>Total</b>							<u>22,720</u>	<u>22,720</u>	<u>-</u>	<u>-</u>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

	Type of business	Country of incorporation	Ownership interest		Paid-up capital		Cost		Dividend income for the six-month periods ended	
			30	31	30	31	30	31	30	30
			June	December	June	December	June	December	June	June
			2019	2018	2019	2018	2019	2018	2019	2018
			(%)				(in thousand Baht)			
<b>Associate</b>										
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	USD 19 million	691,962	730,348	-	-
							<u>691,962</u>	<u>730,348</u>	<u>-</u>	<u>-</u>
<b>Joint venture</b>										
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	6,549	6,912	-	-
							<u>6,549</u>	<u>6,912</u>	<u>-</u>	<u>-</u>
<b>Total</b>							<u>698,511</u>	<u>737,260</u>	<u>-</u>	<u>-</u>

None of the Company's associate and joint venture are publicly listed and consequently do not have published price quotations.



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

**7 Investments in subsidiaries**

Investments in subsidiaries as at 30 June 2019 and 31 December 2018, and dividend income from those investments for the six-month periods ended 30 June 2019 and 2018 were as follows:

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the six-month periods ended	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	30 June 2018
<i>(in thousand US Dollar)</i>										
<b>Direct subsidiaries</b>										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,130 million	THB 2,130 million	153,485	153,485	-	-	153,485	153,485	-	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	14,074	14,074	(10,600)	(10,600)	3,474	3,474	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
<b>Total</b>			<u>167,559</u>	<u>167,559</u>	<u>(10,600)</u>	<u>(10,600)</u>	<u>156,959</u>	<u>156,959</u>	<u>-</u>	<u>-</u>



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the six-month periods ended	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018 <i>(in thousand US Dollar)</i>	30 June 2019	31 December 2018	30 June 2019	30 June 2018
<b>Indirect subsidiaries</b>										
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	14,268	14,268	(11,465)	(11,465)	2,803	2,803	-	-
PT Seascope Surveys Indonesia	IDR 7,328 million	IDR 7,328 million	200	200	(200)	(200)	-	-	-	-
Mermaid Subsea Services (Malaysia) Sdn. Bhd.	MYR 350 thousand	MYR 350 thousand	90	90	-	-	90	90	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	20,400	20,400	(20,400)	(20,400)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	6,255	6,255	(6,255)	(6,255)	-	-	-	-
MTR - 2 Ltd.	THB 350 million	THB 350 million	8,334	8,334	(5,930)	(5,930)	2,404	2,404	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	164	164	(164)	(164)	-	-	-	-
MTR - 1 (Singapore) Pte. Ltd.	USD 40 thousand	USD 40 thousand	40	40	-	-	40	40	-	-
Mermaid International Ventures	USD 100	USD 100	-	-	-	-	-	-	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	7,586	7,586	-	-	7,586	7,586	-	-
Mermaid Subsea Services Saudi Arabia Co., Ltd.	SAR 500 thousand	SAR 500 thousand	386	386	-	-	386	386	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	55	55	-	-	55	55	-	-
<b>Total</b>			<b>57,778</b>	<b>57,778</b>	<b>(44,414)</b>	<b>(44,414)</b>	<b>13,364</b>	<b>13,364</b>	<b>-</b>	<b>-</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the six-month periods ended	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	30 June 2018
<i>(in thousand Baht)</i>										
<b>Direct subsidiaries</b>										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,130 million	THB 2,130 million	4,718,790	4,980,558	-	-	4,718,790	4,980,558	-	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	432,695	456,698	(325,890)	(343,968)	106,805	112,730	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
<b>Total</b>			<b>5,151,485</b>	<b>5,437,256</b>	<b>(325,890)</b>	<b>(343,968)</b>	<b>4,825,595</b>	<b>5,093,288</b>	<b>-</b>	<b>-</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the six-month periods ended	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018 <i>(in thousand Baht)</i>	30 June 2019	31 December 2018	30 June 2019	30 June 2018
<b>Indirect subsidiaries</b>										
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	438,660	462,994	(352,483)	(372,037)	86,177	90,957	-	-
PT Seascope Surveys Indonesia	IDR 7,328 million	IDR 7,328 million	6,149	6,490	(6,149)	(6,490)	-	-	-	-
Mermaid Subsea Services (Malaysia) Sdn. Bhd.	MYR 350 thousand	MYR 350 thousand	2,767	2,920	-	-	2,767	2,920	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	627,184	661,976	(627,184)	(661,976)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	192,306	202,973	(192,306)	(202,973)	-	-	-	-
MTR - 2 Ltd.	THB 350 million	THB 350 million	256,223	270,437	(182,314)	(192,427)	73,909	78,010	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	5,042	5,322	(5,042)	(5,322)	-	-	-	-
MTR - 1 (Singapore) Pte. Ltd.	USD 40 thousand	USD 40 thousand	1,230	1,298	-	-	1,230	1,298	-	-
Mermaid International Ventures	USD 100	USD 100	3	3	-	-	3	3	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	233,226	246,164	-	-	233,226	246,164	-	-
Mermaid Subsea Services Saudi Arabia Co., Ltd.	SAR 500 thousand	SAR 500 thousand	11,867	12,526	-	-	11,867	12,526	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	1,691	1,785	-	-	1,691	1,785	-	-
<b>Total</b>			<b>1,776,348</b>	<b>1,874,888</b>	<b>(1,365,478)</b>	<b>(1,441,225)</b>	<b>410,870</b>	<b>433,663</b>	<b>-</b>	<b>-</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

**8 Property, plant and equipment**

- 8.1) Acquisitions and disposals of property, plant and equipment during the six-month period ended 30 June 2019 were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
<b>Net book value</b>				
At 1 January 2019	169,429	5,497,937	146	4,738
Additions	1,143	35,141	28	861
Depreciation	(9,650)	(304,939)	(32)	(1,011)
Translation adjustments	-	(280,705)	-	(222)
<b>At 30 June 2019</b>	<b>160,922</b>	<b>4,947,434</b>	<b>142</b>	<b>4,366</b>

- 8.2) As at 30 June 2019, the Group's property, plant and equipment with a net book value of US Dollar 115.9 million (*31 December 2018: US Dollar 121.6 million*) were registered to secure short-term and long-term borrowings.

**9 Long-term borrowings**

	<b>Consolidated financial statements</b>			
	30 June	31	30 June	31 December
	2019	December 2018	2019	2018
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current portion	11,953	15,890	367,487	515,627
Long-term portion	49,822	51,835	1,531,743	1,682,035
<b>Total</b>	<b>61,775</b>	<b>67,725</b>	<b>1,899,230</b>	<b>2,197,662</b>

Movements during the six-month periods ended 30 June 2019 were as follows:

	<b>Consolidated financial statements</b>	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
At 1 January 2019	67,725	2,197,662
Repayments	(6,000)	(184,466)
Amortisation to profit and loss (front end fee)	50	1,580
Translation adjustments	-	(115,546)
<b>At 30 June 2019</b>	<b>61,775</b>	<b>1,899,230</b>

Long-term borrowings for the purchase of support vessels were granted by commercial banks and were denominated in US Dollar, having a total outstanding balance of US Dollar 62.0 million as at 30 June 2019 (*31 December 2018: US Dollar 68.0 million*) with repayment terms within 5 years. These borrowings bear interest at the rate of USD-LIBOR plus a certain margin, are secured by mortgages of support vessels as mentioned in Note 8 and are guaranteed by the Company.

According to a condition of the borrowing agreements for all asset acquisitions, the Company and its subsidiaries are not allowed to create any encumbrance on the assets used as collateral, except for encumbrances created with the prior consent of the financial institutions and permitted liens. The Company and certain subsidiaries must comply with other conditions and restrictions stated in the borrowing agreements.

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**10 Segment information and disaggregation of revenue**

The Group has two reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different services and are managed separately because they require different marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

***Business segments***

The Group comprises the following main business segments:

Segment 1	Subsea group
Segment 2	Holding



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Revenue, results and timing of revenue recognition, based on business segments, in the consolidated financial statements for the three-month and six-month periods ended 30 June 2019 and 2018 were as follows:

Consolidated financial statements					
For the three-month period ended 30 June 2019					
	Subsea group	Holding	Total	Elimination	Group
	(in thousand US Dollar)				
<i>Disaggregation of revenue</i>					
<b>Primary geographical markets</b>					
Saudi Arabia	16,596	-	16,596	(6)	16,590
Qatar	8,128	-	8,128	-	8,128
Thailand	105	-	105	-	105
<b>Total revenue</b>	<b>24,829</b>	<b>-</b>	<b>24,829</b>	<b>(6)</b>	<b>24,823</b>
<b>Major products/service lines</b>					
Providing services	24,829	-	24,829	(6)	24,823
<b>Total revenue</b>	<b>24,829</b>	<b>-</b>	<b>24,829</b>	<b>(6)</b>	<b>24,823</b>
<b>Timing of revenue recognition</b>					
Over time	24,829	-	24,829	(6)	24,823
<b>Total revenue</b>	<b>24,829</b>	<b>-</b>	<b>24,829</b>	<b>(6)</b>	<b>24,823</b>
<i>Information about reportable segment</i>					
Revenue from rendering of services	24,829	-	24,829	(6)	24,823
Operating profit (loss)	(8,819)	3,036	(5,783)	(66)	(5,849)
Share of profit (loss) of associates and joint venture	(20)	1,226	1,206	-	1,206
Finance costs	(961)	-	(961)	63	(898)
Tax expense	(330)	-	(330)	-	(330)
<b>Profit (loss) for the period</b>	<b>(10,130)</b>	<b>4,262</b>	<b>(5,868)</b>	<b>(3)</b>	<b>(5,871)</b>



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**Consolidated financial statements**  
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	<b>Subsea group</b>	<b>Holding</b>	<b>Total</b>	<b>Elimination</b>	<b>Group</b>
	<i>(in thousand US Dollar)</i>				
<b>Disaggregation of revenue</b>					
<b>Primary geographical markets</b>					
Saudi Arabia	15,702	-	15,702	(3)	15,699
Malaysia	3,033	-	3,033	-	3,033
Thailand	1,754	-	1,754	-	1,754
Qatar	1,043	-	1,043	-	1,043
<b>Total revenue</b>	<b>21,532</b>	<b>-</b>	<b>21,532</b>	<b>(3)</b>	<b>21,529</b>
<b>Major products/service lines</b>					
Providing services	21,532	-	21,532	(3)	21,529
<b>Total revenue</b>	<b>21,532</b>	<b>-</b>	<b>21,532</b>	<b>(3)</b>	<b>21,529</b>
<b>Timing of revenue recognition</b>					
Over time	21,532	-	21,532	(3)	21,529
<b>Total revenue</b>	<b>21,532</b>	<b>-</b>	<b>21,532</b>	<b>(3)</b>	<b>21,529</b>
<b>Information about reportable segment</b>					
Revenue from rendering of services	21,532	-	21,532	(3)	21,529
Operating loss	(3,811)	(5,709)	(9,520)	(59)	(9,579)
Share of profit of associates and joint venture	24	2,989	3,013	-	3,013
Finance costs	(1,067)	-	(1,067)	57	(1,010)
Tax expense	(118)	(2)	(120)	-	(120)
<b>Loss for the period</b>	<b>(4,972)</b>	<b>(2,722)</b>	<b>(7,694)</b>	<b>(2)</b>	<b>(7,696)</b>

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**Consolidated financial statements**  
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	<b>Subsea group</b>	<b>Holding</b>	<b>Total (in thousand Baht)</b>	<b>Elimination</b>	<b>Group</b>
<i>Disaggregation of revenue</i>					
<b>Primary geographical markets</b>					
Saudi Arabia	524,249	-	524,249	(190)	524,059
Qatar	256,755	-	256,755	-	256,755
Thailand	3,317	-	3,317	-	3,317
<b>Total revenue</b>	<b>784,321</b>	<b>-</b>	<b>784,321</b>	<b>(190)</b>	<b>784,131</b>
<b>Major products/service lines</b>					
Providing services	784,321	-	784,321	(190)	784,131
<b>Total revenue</b>	<b>784,321</b>	<b>-</b>	<b>784,321</b>	<b>(190)</b>	<b>784,131</b>
<b>Timing of revenue recognition</b>					
Over time	784,321	-	784,321	(190)	784,131
<b>Total revenue</b>	<b>784,321</b>	<b>-</b>	<b>784,321</b>	<b>(190)</b>	<b>784,131</b>
<i>Information about reportable segment</i>					
Revenue from rendering of services	784,321	-	784,321	(190)	784,131
Operating profit (loss)	(278,582)	95,904	(182,678)	(2,085)	(184,763)
Share of profit (loss) of associates and joint venture	(632)	38,728	38,096	-	38,096
Finance costs	(30,357)	-	(30,357)	1,990	(28,367)
Tax expense	(10,424)	-	(10,424)	-	(10,424)
<b>Profit (loss) for the period</b>	<b>(319,995)</b>	<b>134,632</b>	<b>(185,363)</b>	<b>(95)</b>	<b>(185,458)</b>

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	<b>Subsea group</b>	<b>Holding</b>	<b>Total (in thousand Baht)</b>	<b>Elimination</b>	<b>Group</b>
<b>Disaggregation of revenue</b>					
<b>Primary geographical markets</b>					
Saudi Arabia	501,154	-	501,154	(96)	501,058
Malaysia	96,803	-	96,803	-	96,803
Thailand	55,982	-	55,982	-	55,982
Qatar	33,289	-	33,289	-	33,289
<b>Total revenue</b>	<b>687,228</b>	<b>-</b>	<b>687,228</b>	<b>(96)</b>	<b>687,132</b>
<b>Major products/service lines</b>					
Providing services	687,228	-	687,228	(96)	687,132
<b>Total revenue</b>	<b>687,228</b>	<b>-</b>	<b>687,228</b>	<b>(96)</b>	<b>687,132</b>
<b>Timing of revenue recognition</b>					
Over time	687,228	-	687,228	(96)	687,132
<b>Total revenue</b>	<b>687,228</b>	<b>-</b>	<b>687,228</b>	<b>(96)</b>	<b>687,132</b>
<b>Information about reportable segment</b>					
Revenue from rendering of services	687,228	-	687,228	(96)	687,132
Operating loss	(121,634)	(182,212)	(303,846)	(1,883)	(305,729)
Share of profit of associates and joint venture	766	95,399	96,165	-	96,165
Finance costs	(34,055)	-	(34,055)	1,819	(32,236)
Tax expense	(3,766)	(64)	(3,830)	-	(3,830)
<b>Loss for the period</b>	<b>(158,689)</b>	<b>(86,877)</b>	<b>(245,566)</b>	<b>(64)</b>	<b>(245,630)</b>

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**Consolidated financial statements**  
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	<b>Subsea group</b>	<b>Holding</b>	<b>Total</b>	<b>Elimination</b>	<b>Group</b>
			<i>(in thousand US Dollar)</i>		
<b>Disaggregation of revenue</b>					
<b>Primary geographical markets</b>					
Saudi Arabia	31,698	-	31,698	(8)	31,690
Qatar	18,692	-	18,692	-	18,692
Thailand	233	-	233	-	233
<b>Total revenue</b>	<b>50,623</b>	<b>-</b>	<b>50,623</b>	<b>(8)</b>	<b>50,615</b>
<b>Major products/service lines</b>					
Providing services	50,623	-	50,623	(8)	50,615
<b>Total revenue</b>	<b>50,623</b>	<b>-</b>	<b>50,623</b>	<b>(8)</b>	<b>50,615</b>
<b>Timing of revenue recognition</b>					
Over time	50,623	-	50,623	(8)	50,615
<b>Total revenue</b>	<b>50,623</b>	<b>-</b>	<b>50,623</b>	<b>(8)</b>	<b>50,615</b>
<b>Information about reportable segment</b>					
Revenue from rendering of services	50,623	-	50,623	(8)	50,615
Operating profit (loss)	(14,263)	3,898	(10,365)	(127)	(10,492)
Share of profit (loss) of associates and joint venture	(5)	2,428	2,423	-	2,423
Finance costs	(1,994)	-	(1,994)	125	(1,869)
Tax expense	(472)	-	(472)	-	(472)
<b>Profit (loss) for the period</b>	<b>(16,734)</b>	<b>6,326</b>	<b>(10,408)</b>	<b>(2)</b>	<b>(10,410)</b>
Segment assets as at 30 June 2019	278,277	436,855	715,132	(315,280)	399,852
Segment liabilities as at 30 June 2019	231,364	14,846	246,210	(150,837)	95,373



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**Consolidated financial statements**  
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	<b>Subsea group</b>	<b>Holding</b>	<b>Total</b>	<b>Elimination</b>	<b>Group</b>
	<i>(in thousand US Dollar)</i>				
<b>Disaggregation of revenue</b>					
<b>Primary geographical markets</b>					
Saudi Arabia	31,091	-	31,091	(3)	31,088
Thailand	4,140	-	4,140	-	4,140
Malaysia	3,033	-	3,033	-	3,033
Qatar	1,333	-	1,333	-	1,333
Singapore	(73)	-	(73)	-	(73)
<b>Total revenue</b>	<b>39,524</b>	<b>-</b>	<b>39,524</b>	<b>(3)</b>	<b>39,521</b>
<b>Major products/service lines</b>					
Providing services	39,524	-	39,524	(3)	39,521
<b>Total revenue</b>	<b>39,524</b>	<b>-</b>	<b>39,524</b>	<b>(3)</b>	<b>39,521</b>
<b>Timing of revenue recognition</b>					
Over time	39,524	-	39,524	(3)	39,521
<b>Total revenue</b>	<b>39,524</b>	<b>-</b>	<b>39,524</b>	<b>(3)</b>	<b>39,521</b>
<b>Information about reportable segment</b>					
Revenue from rendering of services	39,524	-	39,524	(3)	39,521
Operating loss	(14,496)	(1,466)	(15,962)	(60)	(16,022)
Share of profit of associates and joint venture	33	4,276	4,309	-	4,309
Finance costs	(1,987)	-	(1,987)	58	(1,929)
Tax expense	(236)	(2)	(238)	-	(238)
<b>Profit (loss) for the period</b>	<b>(16,686)</b>	<b>2,808</b>	<b>(13,878)</b>	<b>(2)</b>	<b>(13,880)</b>
Segment assets as at 31 December 2018	288,175	429,457	717,632	(308,041)	409,591
Segment liabilities as at 31 December 2018	225,272	14,200	239,472	(144,769)	94,703

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**Consolidated financial statements**  
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	<b>Subsea group</b>	<b>Holding</b>	<b>Total (in thousand Baht)</b>	<b>Elimination</b>	<b>Group</b>
<b>Disaggregation of revenue</b>					
<b>Primary geographical markets</b>					
Saudi Arabia	1,001,641	-	1,001,641	(253)	1,001,388
Qatar	590,696	-	590,696	-	590,696
Thailand	7,363	-	7,363	-	7,363
<b>Total revenue</b>	<b>1,599,700</b>	<b>-</b>	<b>1,599,700</b>	<b>(253)</b>	<b>1,599,447</b>
<b>Major products/service lines</b>					
Providing services	1,599,700	-	1,599,700	(253)	1,599,447
<b>Total revenue</b>	<b>1,599,700</b>	<b>-</b>	<b>1,599,700</b>	<b>(253)</b>	<b>1,599,447</b>
<b>Timing of revenue recognition</b>					
Over time	1,599,700	-	1,599,700	(253)	1,599,447
<b>Total revenue</b>	<b>1,599,700</b>	<b>-</b>	<b>1,599,700</b>	<b>(253)</b>	<b>1,599,447</b>
<b>Information about reportable segment</b>					
Revenue from rendering of services	1,599,700	-	1,599,700	(253)	1,599,447
<b>Total revenue</b>	<b>1,599,700</b>	<b>-</b>	<b>1,599,700</b>	<b>(253)</b>	<b>1,599,447</b>
Operating profit (loss)	(450,674)	123,152	(327,522)	(4,013)	(331,535)
Share of profit (loss) of associates and joint venture	(158)	76,725	76,567	-	76,567
Finance costs	(63,011)	-	(63,011)	3,950	(59,061)
Tax expense	(14,913)	-	(14,913)	-	(14,913)
<b>Profit (loss) for the period</b>	<b>(528,756)</b>	<b>199,877</b>	<b>(328,879)</b>	<b>(63)</b>	<b>(328,942)</b>
Segment assets as at 30 June 2019	8,555,432	13,430,801	21,986,233	(9,693,063)	12,293,170
Segment liabilities as at 30 June 2019	7,113,126	456,430	7,569,556	(4,637,378)	2,932,178



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**Consolidated financial statements**  
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	<b>Subsea group</b>	<b>Holding</b>	<b>Total (in thousand Baht)</b>	<b>Elimination</b>	<b>Group</b>
<b>Disaggregation of revenue</b>					
<b>Primary geographical markets</b>					
Saudi Arabia	986,540	-	986,540	(96)	986,444
Thailand	131,239	-	131,239	-	131,239
Malaysia	96,803	-	96,803	-	96,803
Qatar	42,436	-	42,436	-	42,436
Singapore	(2,303)	-	(2,303)	-	(2,303)
<b>Total revenue</b>	<b>1,254,715</b>	<b>-</b>	<b>1,254,715</b>	<b>(96)</b>	<b>1,254,619</b>
<b>Major products/service lines</b>					
Providing services	1,254,715	-	1,254,715	(96)	1,254,619
<b>Total revenue</b>	<b>1,254,715</b>	<b>-</b>	<b>1,254,715</b>	<b>(96)</b>	<b>1,254,619</b>
<b>Timing of revenue recognition</b>					
Over time	1,254,715	-	1,254,715	(96)	1,254,619
<b>Total revenue</b>	<b>1,254,715</b>	<b>-</b>	<b>1,254,715</b>	<b>(96)</b>	<b>1,254,619</b>
<b>Information about reportable segment</b>					
Revenue from rendering of services	1,254,715	-	1,254,715	(96)	1,254,619
Operating loss	(458,651)	(48,384)	(507,035)	(1,915)	(508,950)
Share of profit of associates and joint venture	1,050	135,992	137,042	-	137,042
Finance costs	(63,073)	-	(63,073)	1,851	(61,222)
Tax expense	(7,488)	(64)	(7,552)	-	(7,552)
<b>Profit (loss) for the period</b>	<b>(528,162)</b>	<b>87,544</b>	<b>(440,618)</b>	<b>(64)</b>	<b>(440,682)</b>
Segment assets as at 31 December 2018	9,351,222	13,935,794	23,287,016	(9,995,869)	13,291,147
Segment liabilities as at 31 December 2018	7,310,030	460,787	7,770,817	(4,697,725)	3,073,092

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**11 Earnings (losses) per share**

*Basic earnings (losses) per share*

The calculations of basic earnings (losses) per share for the three-month and six-month periods ended 30 June 2019 and 2018 were based on the profit (loss) for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 30 June</i>	<b>Consolidated financial statements</b>			
	2019 (in thousand US Dollar/ thousand shares)	2018 (in thousand US Dollar/ thousand shares)	2019 (in thousand Baht/ thousand shares)	2018 (in thousand Baht/ thousand shares)
Loss attributable to ordinary shareholders of the Company (basic)	<u>(5,856)</u>	<u>(7,703)</u>	<u>(184,984)</u>	<u>(245,853)</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> (in US Dollar)	<u>1,413,329</u> (in US Dollar)	<u>1,413,329</u> (in Baht)	<u>1,413,329</u> (in Baht)
Losses per share (basic)	<u>(0.0041)</u>	<u>(0.0055)</u>	<u>(0.1309)</u>	<u>(0.1740)</u>

<i>Six-month period ended 30 June</i>	<b>Consolidated financial statements</b>			
	2019 (in thousand US Dollar/ thousand shares)	2018 (in thousand US Dollar/ thousand shares)	2019 (in thousand Baht/ thousand shares)	2018 (in thousand Baht/ thousand shares)
Loss attributable to ordinary shareholders of the Company (basic)	<u>(10,396)</u>	<u>(13,905)</u>	<u>(328,500)</u>	<u>(441,473)</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> (in US Dollar)	<u>1,413,329</u> (in US Dollar)	<u>1,413,329</u> (in Baht)	<u>1,413,329</u> (in Baht)
Losses per share (basic)	<u>(0.0074)</u>	<u>(0.0098)</u>	<u>(0.2324)</u>	<u>(0.3124)</u>

<i>Three-month period ended 30 June</i>	<b>Separate financial statements</b>			
	2019 (in thousand US Dollar/ thousand shares)	2018 (in thousand US Dollar/ thousand shares)	2019 (in thousand Baht/ thousand shares)	2018 (in thousand Baht/ thousand shares)
Profit (loss) attributable to ordinary shareholders of the Company (basic)	<u>6,666</u>	<u>(11,096)</u>	<u>210,571</u>	<u>(354,147)</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> (in US Dollar)	<u>1,413,329</u> (in US Dollar)	<u>1,413,329</u> (in Baht)	<u>1,413,329</u> (in Baht)
Earnings (losses) per share (basic)	<u>0.0047</u>	<u>(0.0079)</u>	<u>0.1490</u>	<u>(0.2506)</u>

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<i>Six-month period ended 30 June</i>	<b>Separate financial statements</b>			
	2019 <i>(in thousand US Dollar/ thousand shares)</i>	2018 <i>(in thousand US Dollar/ thousand shares)</i>	2019 <i>(in thousand Baht/ thousand shares)</i>	2018 <i>(in thousand Baht/ thousand shares)</i>
Profit (loss) attributable to ordinary shareholders of the Company (basic)	<u>9,739</u>	<u>(3,844)</u>	<u>307,712</u>	<u>(125,411)</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in Baht)</i>	<u>1,413,329</u> <i>(in Baht)</i>
Earnings (losses) per share (basic)	<u>0.0069</u>	<u>(0.0027)</u>	<u>0.2177</u>	<u>(0.0887)</u>

## 12 Financial instruments

### *Carrying amounts 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 for financial instruments measured at fair value. 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			
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
(in thousand US Dollar)					
30 June 2019					
<i>Financial assets measured at fair value</i>					
Equity securities held for trading	8,804	-	8,804	-	8,804
<i>Financial assets and financial liabilities not measured at fair value</i>					
Other debt securities held to maturity	8,500	-	8,036	-	8,036
Long-term borrowings	61,775	-	-	63,351	63,351
		Consolidated financial statements			
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
(in thousand US Dollar)					
31 December 2018					
<i>Financial assets measured at fair value</i>					
Equity securities held for trading	6,236	-	6,236	-	6,236
<i>Financial assets and financial liabilities not measured at fair value</i>					
Other debt securities held to maturity	11,800	-	10,562	-	10,562
Long-term borrowings	67,725	-	-	69,874	69,874



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

		Consolidated financial statements			
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
(in thousand Baht)					
30 June 2019					
Financial assets measured at fair value					
Equity securities held for trading	270,672	-	270,672	-	270,672
Financial assets and financial liabilities not measured at fair value					
Other debt securities held to maturity	261,327	-	247,061	-	247,061
Long-term borrowings	1,899,230	-	-	1,947,679	1,947,679

	Carrying amount	Consolidated financial statements			
Fair value			Total		
Level 1		Level 2		Level 3	
(in thousand Baht)					
31 December 2018					
Financial assets measured at fair value					
Equity securities held for trading	202,357	-	202,357	-	202,357
Financial assets and financial liabilities not measured at fair value					
Other debt securities held to maturity	382,908	-	342,735	-	342,735
Long-term borrowings	2,197,662	-	-	2,267,397	2,267,397

**Measurement of fair value**

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.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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*Valuation techniques and significant unobservable inputs*

The Company determines Level 2 fair values for equity securities and other debt securities using a current value of the investment, which is in the Company's portfolio report from asset management companies.

For the purpose of fair value disclosure, the fair values of loans from financial institutions are estimated at the present value of future cash flows, discounted based on the terms and maturity of each loan and using market interest rates for similar loans at the measurement date.

The fair value measurement for loans from financial institutions has been categorised as a level 3 fair value based on the inputs to the valuation technique used.

Significant unobservable inputs used in measuring the fair values of loans from financial institutions represented future three-month LIBOR rate.

**13 Guarantees**

As at 30 June 2019 and 31 December 2018, the Group and the Company had outstanding guarantees as follows:

	<b>Consolidated financial statements</b>							
	30 June 2019				31 December 2018			
	thousand Baht	thousand USD	thousand SAR	thousand QAR	thousand Baht	thousand USD	thousand SAR	thousand QAR
Letters of guarantee issued by financial institutions in the normal course of business	15,600	16,651	4,350	2,303	15,600	13,824	-	-
Guarantee for long-term borrowings of subsidiary to financial institution	-	62,000	-	-	-	68,000	-	-

	<b>Separate financial statements</b>			
	30 June 2019		31 December 2018	
	thousand Baht	thousand USD	thousand Baht	thousand USD
Letters of guarantee issued by financial institutions in the normal course of business	400	-	400	8,750
Guarantee for long-term borrowings of subsidiary to financial institution	-	62,000	-	68,000



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the condensed interim financial statements**  
**For the three-month and six-month periods ended 30 June 2019 (Unaudited)**

**14 Commitments with non-related parties**

The future aggregate minimum lease payments under operating lease are as follows:

	Consolidated financial statements			
	30 June 2019 (in thousand US Dollar)	31 December 2018	30 June 2019 (in thousand Baht)	31 December 2018
<i>Future minimum lease payments under non-cancellable operating leases</i>				
Within one year	651	766	20,015	24,857
After one year but within five years	1,476	1,489	45,379	48,318
After five years	189	372	5,811	12,071
<b>Total</b>	<b>2,316</b>	<b>2,627</b>	<b>71,205</b>	<b>85,246</b>

**15 Thai Financial Reporting Standards (TFRS) not yet adopted**

A number of new TFRS which are 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 which become effective for annual financial reporting periods beginning on or after 1 January 2020 are as follows:

TFRS	Topic
TFRS 7*	Financial Instruments: Disclosures
TFRS 9*	Financial Instruments
TFRS 16	Leases
TAS 32*	Financial Instruments: Presentation
TFRIC 16*	Hedges of a Net Investment in a Foreign Operation
TFRIC 19*	Extinguishing Financial Liabilities with Equity Instruments

\* TFRS - Financial instruments standards

**(a) TFRS - Financial instruments standards**

These TFRSs establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. When these TFRSs are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

**(b) TFRS 16 Leases**

TFRS 16 introduces a single lessee accounting model for lessees. A lessee recognises a right-of-use asset and a lease liability. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard, i.e. lessors continue to classify leases as finance or operating leases. When this TFRS is effective, some accounting standards and interpretations which are currently effective will be cancelled.

Management is presently considering the potential impact of adopting and initially applying those TFRSs on the financial statements.

