

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

Financial Statements

For the Year Ended December 31, 2018

and Report of Certified Public Accountant

M.R. & ASSOCIATES CO., LTD.
Certified Public Accountants

M.R. & ASSOCIATES CO., LTD.

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REPORT OF CERTIFIED PUBLIC ACCOUNTANT

To the Shareholders and the Board of Directors of Selic Corp Public Company Limited

Opinion

I have audited the consolidated financial statements of Selic Corp Public Company Limited and its subsidiary ("the Group"), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statement of comprehensive income, the consolidated statement of changes in shareholders' equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. In addition, I have also audited the separate financial statements of Selic Corp Public Company Limited, which comprise the separate statement of financial position as at December 31, 2018, and the separate statement of comprehensive income, the separate statement of changes in shareholders' equity and the separate statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Selic Corp Public Company Limited and its subsidiary as at December 31, 2018, and its consolidated financial performance and its consolidated cash flows for the year then ended, and the accompanying separate financial statements present fairly, in all material respects, the financial position of Selic Corp Public Company Limited as at December 31, 2018, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

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

Key Audit Matters

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

Valuation of Investment in Subsidiary in the Separate Financial Statements

Risk description

The Company's subsidiary, i.e. E.V.A. International Company Limited ("EVA"), had loss on operations for the year 2018 of approximately Baht 2.8 million (2017 of approximately Baht 0.3 million). EVA's financial performance was significantly affected by the rise in cost of inventories and strength in Baht currency because EVA sells its inventories, in U.S. Dollar, to customers in abroad. Such matter negatively affected profitability of EVA and also primarily indicated that investment in EVA, amounting to approximately Baht 10 million (which is material amount), in the separate financial statements may impair and may be overstated on valuation if compared to its recoverable amount to be known from the results of test and assessment of impairment in which the Company's management shall use their significant judgement, estimates, and assumptions to test and assess whether such investment eventually impair or not.

Significant accounting policies and other information relating to the aforesaid investment were disclosed in Notes 2, 3, and 7 to the financial statements.

Responses to the Risk

I have performed the following key audit procedures as responses to the identified and assessed significant risk in order that such risk shall be managed to appropriate and acceptable level and enable the separate financial statements to be free from material misstatement:

- Gather understanding and preliminarily assess the use of significant judgement, estimates, and assumptions with respect of the test and assessment of impairment done by the Company's management.
- Test, assess, and conclude for reasonableness of the use of significant judgement, estimates, and assumptions in calculation and determining recoverable amount as well as test mathematical accuracy of significant figures.
- Review appropriateness and acceptability of the results of management's assessment whether such investment eventually impair, in material amount, as at the end of reporting period or not.

Other Information

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

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

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

When I read the aforesaid other information, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance in order that they shall acknowledge and arrange the correction on such misstatement as appropriate.

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

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

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

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

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

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

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

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

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

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

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

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




(Mr. Akadet Pliensakul)
Certified Public Accountant
Registration No. 5389

M.R. & ASSOCIATES CO., LTD.
Bangkok
February 27, 2019

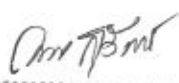
SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018 AND 2017

ASSETS

		In Baht			
		Consolidated		The Company Only	
	Note	2018	2017	2018	2017
CURRENT ASSETS					
Cash and cash equivalents		210,780,528	121,528,091	199,372,578	108,396,410
Trade and other receivables					
- Related parties	4, 5	-	557,465	26,839,909	31,965,661
- Other parties - net	5	130,381,707	137,855,800	117,273,714	124,895,216
Inventories - net	6	79,229,302	103,592,980	79,229,302	103,557,376
Other current assets					
- Value-added tax receivable		14,063,900	13,529,995	4,473,208	6,730,627
- Others		191,407	705,340	165,858	688,926
Total Current Assets		434,646,844	377,769,671	427,354,569	376,234,216
NON-CURRENT ASSETS					
Investment in subsidiary accounted					
for using the cost method	2, 7	-	-	9,997,000	999,700
Plant and equipment - net	8, 12	102,063,969	115,119,740	102,061,764	115,105,535
Intangible assets - net	9	4,520,612	5,928,510	4,520,612	5,928,510
Deferred tax assets	17	2,320,471	2,196,227	2,320,471	2,196,227
Deposits and guarantees		1,039,788	1,400,624	1,039,788	1,357,305
Total Non-Current Assets		109,944,840	124,645,101	119,939,635	125,587,277
TOTAL ASSETS		544,591,684	502,414,772	547,294,204	501,821,493



 (Mr.EK Suwatthanaphim)





 (Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018 AND 2017

LIABILITIES AND SHAREHOLDERS' EQUITY

		In Baht			
		Consolidated		The Company Only	
	Note	2018	2017	2018	2017
CURRENT LIABILITIES					
Short-term borrowings from					
financial institutions	10	67,216,000	2,179,740	67,216,000	2,179,740
Trade and other payables					
- Related party	4	-	-	-	15,034
- Other parties	11	116,104,213	116,993,699	116,017,477	116,470,826
Current portion of liabilities					
under hire purchase and					
finance lease agreements	12	994,908	961,754	994,908	961,754
Income tax payable		-	2,149,415	-	2,149,415
Payables on purchase of equipment		517,880	1,888,919	517,880	1,888,919
Other current liabilities		2,000,716	1,176,149	1,998,658	1,088,701
Total Current Liabilities		186,833,717	125,349,676	186,744,923	124,754,389
NON-CURRENT LIABILITIES					
Liabilities under hire purchase and					
finance lease agreements - net	12	361,736	1,356,644	361,736	1,356,644
Liability for post-employment					
benefits	13	8,088,030	10,362,035	8,088,030	10,362,035
Total Non-Current Liabilities		8,449,766	11,718,679	8,449,766	11,718,679
Total Liabilities		195,283,483	137,068,355	195,194,689	136,473,068




 (Mr. EK Suwatthanaphim)
 
 (Mr. Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018 AND 2017

LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)

		In Baht			
		Consolidated		The Company Only	
	Note	2018	2017	2018	2017
SHAREHOLDERS' EQUITY					
Share capital - common shares,					
Baht 0.50 par value					
Authorized share capital - 280,000,000					
common shares, Baht 0.50 par value		140,000,000	140,000,000	140,000,000	140,000,000
Issued and fully paid-up share capital					
- 280,000,000 common shares,					
Baht 0.50 par value		140,000,000	140,000,000	140,000,000	140,000,000
Premium on shares		177,835,192	177,835,192	177,835,192	177,835,192
Retained earnings					
- Appropriated for legal reserve	14	3,029,499	3,029,499	3,029,499	3,029,499
- Unappropriated		28,441,349	44,481,426	31,234,824	44,483,734
Equity attributable to Owners					
of the Parent		349,306,040	365,346,117	352,099,515	365,348,425
Non-controlling interests	7	2,161	300	-	-
Total Shareholders' Equity		349,308,201	365,346,417	352,099,515	365,348,425
TOTAL LIABILITIES AND					
SHAREHOLDERS' EQUITY					
		544,591,684	502,414,772	547,294,204	501,821,493

 (Mr.EK Suwatthanaphim) (Mr.Narong Suwatthanaphim)

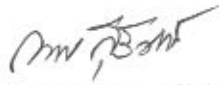


SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

		In Baht			
		Consolidated		The Company Only	
	Note	2018	2017	2018	2017
REVENUES					
Revenue from sales - net	4	595,147,432	592,034,458	591,898,335	585,295,417
Other income		4,619,651	2,964,478	4,227,487	2,841,220
Total Revenues		599,767,083	594,998,936	596,125,822	588,136,637
EXPENSES					
Cost of sales	4, 13	457,538,372	439,028,345	457,502,768	439,063,949
Distribution costs		14,172,355	15,726,762	13,255,343	14,602,691
Administrative expenses	4, 9, 13, 21, 23	139,446,053	116,472,779	133,965,402	110,365,953
Finance costs	12	272,686	387,028	272,686	386,146
Total Expenses		611,429,466	571,614,914	604,996,199	564,418,739
PROFIT (LOSS) BEFORE					
INCOME TAX EXPENSE		(11,662,383)	23,384,022	(8,870,377)	23,717,898
Income Tax Expense (Tax Income)	17	(735,689)	4,538,473	(735,689)	4,538,473
PROFIT (LOSS) FOR THE YEAR		(10,926,694)	18,845,549	(8,134,688)	19,179,425
Other Comprehensive Income (Loss)					
<i>Item that will not be reclassified subsequently to profit or loss</i>					
- Actuarial gain on measurement of liability for post-employment benefits (net of income tax expense of Baht 611,445)	13, 17	2,445,778	-	2,445,778	-



(Mr.EK Suwatthanaphim)





(Mr.Narong Suwatthanaphim)



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

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
 STATEMENTS OF COMPREHENSIVE INCOME (Continued)
 FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	In Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
<i>Reclassification to profit or loss</i>				
- Change in fair value of current investment	-	(127,456)	-	(127,456)
Other Comprehensive Income (Loss) for the Year	2,445,778	(127,456)	2,445,778	(127,456)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR	(8,480,916)	18,718,093	(5,688,910)	19,051,969
Profit (Loss) Attributable to:				
Owners of the parent	(10,925,855)	18,845,648	(8,134,688)	19,179,425
Non-controlling interests	(839)	(99)	-	-
Profit (Loss) for the Year	(10,926,694)	18,845,549	(8,134,688)	19,179,425
Total Comprehensive Income (Loss) Attributable to:				
Owners of the parent	(8,480,077)	18,718,192	(5,688,910)	19,051,969
Non-controlling interests	(839)	(99)	-	-
Total Comprehensive Income (Loss) for the Year	(8,480,916)	18,718,093	(5,688,910)	19,051,969
Basic Earnings (Loss) per Share	(0.0390)	0.0673	(0.0291)	0.0685
Weighted Average Number of Common Shares (Shares)	280,000,000	280,000,000	280,000,000	280,000,000


 (Mr. EK Suwatthanaphim)
 
 (Mr. Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

		Consolidated (In Baht)						
Note	Issued and Fully Paid-up Share Capital	Premium on Shares	Retained Earnings		Change in Fair Value of Current Investment	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Shareholders' Equity
			Appropriated for Legal Reserve	Unappropriated				
Beginning Balance as at January 1, 2017	140,000,000	177,835,192	2,070,528	41,434,749	127,456	361,467,925	399	361,468,324
Payment of dividends	-	-	-	(14,840,000)	-	(14,840,000)	-	(14,840,000)
Appropriation for legal reserve	-	-	958,971	(958,971)	-	-	-	-
Total comprehensive income for the year	-	-	-	18,845,648	(127,456)	18,718,192	(99)	18,718,093
Ending Balance as at December 31, 2017	140,000,000	177,835,192	3,029,499	44,481,426	-	365,346,117	300	365,346,417
Increase in non-controlling interests	-	-	-	-	-	-	2,700	2,700
Payment of dividends	-	-	-	(7,560,000)	-	(7,560,000)	-	(7,560,000)
Total comprehensive loss for the year	-	-	-	(8,480,077)	-	(8,480,077)	(839)	(8,480,916)
Ending Balance as at December 31, 2018	140,000,000	177,835,192	3,029,499	28,441,349	-	349,306,040	2,161	349,308,201






 (Mr. EK Suwatthanaphim) (Mr. Narong Suwatthanaphim)

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

		The Company Only (In Baht)				
Note	Issued and Fully Paid-up Share Capital	Premium on Shares	Retained Earnings		Change in Fair Value of Current Investment	Total Shareholders' Equity
			Appropriated for Legal Reserve	Unappropriated		
Beginning Balance as at January 1, 2017	140,000,000	177,835,192	2,070,528	41,103,280	127,456	361,136,456
Payment of dividends	-	-	-	(14,840,000)	-	(14,840,000)
Appropriation for legal reserve	-	-	958,971	(958,971)	-	-
Total comprehensive income for the year	-	-	-	19,179,425	(127,456)	19,051,969
Ending Balance as at December 31, 2017	140,000,000	177,835,192	3,029,499	44,483,734	-	365,348,425
Payment of dividends	-	-	-	(7,560,000)	-	(7,560,000)
Total comprehensive loss for the year	-	-	-	(5,688,910)	-	(5,688,910)
Ending Balance as at December 31, 2018	140,000,000	177,835,192	3,029,499	31,234,824	-	352,099,515

Signature

Signature

(Mr EK Suwatthanaphim)

(Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	In Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit (loss) before income tax expense	(11,662,383)	23,384,022	(8,870,377)	23,717,898
Adjustments				
Depreciation and amortization	23,007,618	23,267,635	22,995,618	23,255,636
Expenses on post-employment benefits	2,709,229	1,909,067	2,709,229	1,909,067
Unrealized loss (gain) on exchange rate	(140,846)	466,588	(125,232)	209,904
Loss on written-off equipment	1,209	-	1,209	-
Decrease in allowance for doubtful accounts	(551,409)	(1,233,616)	(913,794)	(1,233,616)
Loss on obsolete inventories	365,089	2,695,959	365,089	2,695,959
Loss (gain) on sales of equipment	(797,775)	1,025,802	(797,775)	1,025,802
Gain on sales of current investment	-	(1,038,090)	-	(1,038,090)
Unrealized loss (gain) on valuation of fair value of derivatives	(12,041)	(46,816)	11,267	(32,816)
Interest income	(1,028,585)	(193,572)	(1,014,281)	(193,572)
Interest expense	272,686	387,028	272,686	386,146
Decrease (increase) in operating assets				
Trade and other receivables	8,435,566	(13,877,414)	13,498,033	(29,052,794)
Inventories	23,998,589	(8,632,844)	23,962,985	(8,597,240)
Other current assets	3,336	(6,800,302)	2,780,487	(3,898,237)
Deposits and guarantees	360,836	24,955	317,517	24,955
Increase (decrease) in operating liabilities				
Trade and other payables	(601,700)	16,357,808	(180,597)	16,207,557
Payments of liability for post-employment benefits	(1,926,012)	(3,113,280)	(1,926,012)	(3,113,280)
Other current liabilities	712,232	(77,021)	797,622	(75,150)
Cash received from operating activities	43,145,639	34,505,909	53,883,674	22,198,129
Income tax paid	(2,149,414)	(3,024,369)	(2,149,414)	(2,930,891)
Net Cash Provided by Operating Activities	40,996,225	31,481,540	51,734,260	19,267,238

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

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS (Continued)

FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	In Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
CASH FLOWS FROM INVESTING				
ACTIVITIES				
Proceeds from sales of current investment	-	143,038,090	-	143,038,090
Additions to plant and equipment	(10,059,894)	(47,638,888)	(10,059,894)	(47,638,888)
Additions to intangible assets	-	(946,920)	-	(946,920)
Proceeds from sales of equipment	941,472	868,351	941,472	868,351
Interest received	1,028,585	193,572	1,014,281	193,572
Increase in investment in subsidiary	-	-	(8,997,300)	-
Net Cash Provided by (Used in)				
Investing Activities	(8,089,837)	95,514,205	(17,101,441)	95,514,205
CASH FLOWS FROM FINANCING				
ACTIVITIES				
Decrease in short-term borrowings from financial institutions	65,036,260	(2,931,994)	65,036,260	(2,931,994)
Payments of liabilities under hire purchase and finance lease agreements	(961,754)	(2,190,428)	(961,754)	(2,190,428)
Dividends paid	(7,559,539)	(14,837,171)	(7,559,539)	(14,837,171)
Interest paid	(171,618)	(388,218)	(171,618)	(387,336)
Increase in non-controlling interests	2,700	-	-	-
Net Cash Provided by (Used in)				
Financing Activities	56,346,049	(20,347,811)	56,343,349	(20,346,929)
NET INCREASE IN CASH AND CASH EQUIVALENTS	89,252,437	106,647,934	90,976,168	94,434,514

(Mr.EK Suwatthanaphim)

(Mr.Narong Suwatthanaphim)



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

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS (Continued)

FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	In Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Cash and Cash Equivalents at				
Beginning of Year	121,528,091	14,880,157	108,396,410	13,961,896
CASH AND CASH EQUIVALENTS				
AT END OF YEAR	210,780,528	121,528,091	199,372,578	108,396,410
Supplementary disclosures of				
cash flow information:				
a. Cash and cash equivalents at end of year :				
Cash in hand	253,089	288,236	136,095	226,869
Current accounts at banks	4,582,776	15,547,314	1,317,437	11,048,786
Savings deposits at banks	205,944,663	105,692,541	197,919,046	97,120,755
Total	210,780,528	121,528,091	199,372,578	108,396,410
b. Non-cash transactions:				
Decrease in payables on purchase of equipment	1,371,039	594,399	1,371,039	594,399
Purchases of vehicles by means of				
hire purchase agreements	-	647,664	-	647,664
Dividends payable	3,290	2,829	3,290	2,829
Intangible assets transferred from				
other non-current assets (deposits)	-	5,076,480	-	5,076,480
Transfer of other non-current assets				
(deposits) for netting with liabilities under				
finance lease agreements	-	2,437,160	-	2,437,160



 (Mr.EK Suwatthanaphim) (Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

Notes to Financial Statements

December 31, 2018 and 2017

1. GENERAL

Selic Corp Public Company Limited ("the Company"), formerly Selic Corp Company Limited, was registered as a juristic company of Thailand on June 29, 2012, formed by the amalgamation between Selic Chemical Company Limited (SLCM) and EVA Manufacturing Company Limited (EVAM). The amalgamation has resulted SLCM and EVAM ceased to be an entity on June 28, 2012 and the Company acquired assets, liabilities, rights, duties and obligations of both SLCM and EVAM and effective legislation on June 29, 2012. Subsequently on June 21, 2016, the Company was transformed from being juristic person as a limited company under the Civil and Commercial Code to a limited public company under the Public Limited Companies Act B.E. 2535 and was registered in the Market for Alternative Investment on October 18, 2016.

The Company is engaged in the production and sales of adhesives used in industrial applications for both domestic and international markets and its registered office addresses is located at 270 Liapkhlongphasicharoen Fangtai Road, Nongkhaem, Bangkok.

2. BASIS FOR FINANCIAL STATEMENT PREPARATION

The accompanying financial statements are prepared in Thai Baht, which are the core functional currency, and in the Thai language in accordance with the financial reporting standards in Thailand including interpretations and guidelines promulgated by the Federation of Accounting Professions ("FAP"), applicable rules and regulations of the Securities and Exchange Commission. Accordingly, the accompanying financial statements are intended solely to present the financial position, financial performance, and cash flows in accordance with the financial reporting standards in Thailand.

Except as disclosed in the significant accounting policies, the accompanying financial statements have been prepared under the historical cost convention.

The consolidated financial statements for the years ended December 31, 2018 and 2017 included the accounts of the Company and its subsidiary in which the Company has the controlling power or direct / indirect shareholding as follows:

Company Name	Type of Business	Authorized and Paid-up Share Capital		Percentage of Direct / Indirect Shareholding	
		2018	2017	2018	2017
E.V.A. International Company Limited	Wholesales of industrial chemicals	Baht 10 million	Baht 1 million	99.97	99.97

Significant intercompany transactions between the Company and its subsidiary have been eliminated in the preparation of the consolidated financial statements.

Starting from January 1, 2018, the Company and its subsidiary had adopted Thai Accounting Standards (TAS), Thai Financial Reporting Standards (TFRS), Thai Accounting Interpretation (TSIC), and Thai Financial Reporting Interpretation (TFRIC), revised by FAP, which became effective from the accounting period starting on or after January 1, 2018. The aforesaid adoption of revised TAS and TFRS as well as TSIC and TFRIC did not have any material effect on the Company and its subsidiary.

Subsequently, FAP issued several Notifications which were announced in the Royal Gazette in 2018 regarding the revision of and new TAS and TFRS as well as TSIC and TFRIC with effective from the accounting period starting on or after January 1, 2019 and January 1, 2020 (*) whereby the Company and its subsidiary had not yet adopted in the preparation of the accompanying financial statements and has no policy to early adopt before effective period. Such revised and new TAS and TFRS as well as TSIC and TFRIC are as follows:


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(Mr.EK Suwatthanaphim)


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(Mr.Narong Suwatthanaphim)


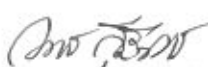


SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

Notes to Financial Statements (Continued)

December 31, 2018 and 2017

TAS 1 (revised 2018)	Presentation of Financial Statements
TAS 2 (revised 2018)	Inventories
TAS 7 (revised 2018)	Statement of Cash Flows
TAS 8 (revised 2018)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2018)	Events after the Reporting Period
TAS 12 (revised 2018)	Income Taxes
TAS 16 (revised 2018)	Property, Plant and Equipment
TAS 17 (revised 2018)	Leases
TAS 19 (revised 2018)	Employee Benefits
TAS 20 (revised 2018)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2018)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2018)	Borrowing Costs
TAS 24 (revised 2018)	Related Party Disclosures
TAS 26 (revised 2018)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2018)	Separate Financial Statements
TAS 28 (revised 2018)	Investments in Associates and Joint Ventures
TAS 29 (revised 2018)	Financial Reporting in Hyperinflationary Economies
TAS 32 *	Financial Instruments: Presentation
TAS 33 (revised 2018)	Earnings per Share
TAS 34 (revised 2018)	Interim Financial Reporting
TAS 36 (revised 2018)	Impairment of Assets
TAS 37 (revised 2018)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2018)	Intangible Assets
TAS 40 (revised 2018)	Investment Property
TAS 41 (revised 2018)	Agriculture
TFRS 1	First-time Adoption of Financial Reporting Standards
TFRS 2 (revised 2018)	Share-based Payment
TFRS 3 (revised 2018)	Business Combinations
TFRS 5 (revised 2018)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (revised 2018)	Exploration for and Evaluation of Mineral Resources
TFRS 7 *	Financial Instruments: Disclosures
TFRS 8 (revised 2018)	Operating Segments
TFRS 9 *	Financial Instruments
TFRS 10 (revised 2018)	Consolidated Financial Statements
TFRS 11 (revised 2018)	Joint Arrangements
TFRS 12 (revised 2018)	Disclosure of Interests in Other Entities
TFRS 13 (revised 2018)	Fair Value Measurement
TFRS 15	Revenue from Contracts with Customers
TSIC 10 (revised 2018)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (revised 2018)	Operating Leases - Incentives
TSIC 25 (revised 2018)	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders



 (Mr.EK Suwatthanaphim) (Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

TSIC 27 (revised 2018)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (revised 2018)	Service Concession Arrangements: Disclosures
TSIC 32 (revised 2018)	Intangible Assets - Web Site Costs
TFRIC 1 (revised 2018)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2018)	Determining whether an Arrangement contains a Lease
TFRIC 5 (revised 2018)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2018)	Applying the Restatement Approach under TAS 29 (revised 2018) "Financial Reporting in Hyperinflationary Economies"
TFRIC 10 (revised 2018)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2018)	Service Concession Arrangements
TFRIC 14 (revised 2018)	TAS 19 (revised 2018) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 16 *	Hedges of a Net Investment in a Foreign Operation
TFRIC 17 (revised 2018)	Distributions of Non-cash Assets to Owners
TFRIC 19 *	Extinguishing Financial Liabilities with Equity Instruments
TFRIC 20 (revised 2018)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21 (revised 2018)	Levies

Management of the Company and subsidiary has preliminarily assessed and believed that there will be no material effect to the financial statements of the Company and its subsidiary upon adoption of the revised and new TAS and TFRS as well as TSIC and TFRIC with effective from the accounting period starting in 2019 whereby the new TFRS (Financial Instruments), with effective from the accounting period starting in 2020, the management of the Company and subsidiary is during the assessment and consideration of the impacts from adoption of the aforesaid new TAS, TFRS and TFRIC.

The Company and its subsidiary disclosed information for the year ended December 31, 2017 for being the comparative information in the financial statements for the year ended December 31, 2018 in the form of corresponding figures.


For convenience of the readers, an English translation of the financial statements has been prepared from the Thai language statutory financial statements that are issued for domestic financial reporting purposes.

3. SIGNIFICANT ACCOUNTING POLICIES


Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiary.

Significant intercompany transactions between the Company and its subsidiary have been eliminated in the preparation of the consolidated financial statements.



 (Mr.EK Suwatthanaphim)



 (Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Subsidiary

Subsidiary is those company controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies as well as variable returns from a company so as to obtain benefits from its activities. The financial statements of subsidiary are included in the consolidated financial statements from the date that control commences until the date that control ceases. Accounting policies of subsidiary are transformed as deemed necessary to uniform for the similar policies.

Accounting for acquisitions of non-controlling interests

Changes in a parent's ownership interest in a subsidiary that do not result in the loss of control are accounted for within equity. When an entity loses control of a subsidiary, any gain or loss is recognized in the statement of comprehensive income. Any investment retained in the former subsidiary is measured at its fair value at the date when control is lost.

Use of Estimates

In order to prepare financial statements in conformity with the Thai accounting standards and the Thai financial reporting standards, management needs to make estimates and set assumptions that affect income, expenditure, assets and liabilities in order to disclose information on the valuation of assets, liabilities and contingent liabilities. Actual outcomes may, therefore, differ from the estimates used.

The estimates and underlying assumptions used in the preparation of these financial statements are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The significant estimates and underlying assumptions used in preparation of these financial statements which may be affected by significant uncertainty are as follows:

- Allowance for doubtful accounts of trade receivables
- Useful lives and residual values of plant and equipment and intangible assets
- Assumptions used in calculation of liability for post-employment benefits
- Expected periods that deferred tax assets will be realized
- Fair values and fair value measurements of financial assets, financial liabilities and financial instruments.

Cash and Cash Equivalents

Cash and cash equivalents are carried in the statement of financial position at cost include cash on hand and cash at financial institutions. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash with original maturity of three months or less and without restriction of use or being collateral and that are subject to a low or an insignificant risk of change in value.

Trade / Other Receivables and Allowance for Doubtful Accounts

Trade and other receivables are carried at original invoice amount or at the accrued amount net of allowance for doubtful accounts.

The Company and its subsidiary provide an allowance for doubtful accounts equal to the estimated collection losses that may be incurred in the collection of receivables. The estimated losses are based on the historical collection experience coupled with the review of current status of the existing receivables.

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

Notes to Financial Statements (Continued)

December 31, 2018 and 2017

Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is calculated and determined using the First-In, First-Out method.

Costs of inventories comprise the purchase cost, conversion costs, and other costs incurred in bringing the inventories to their present location and condition. In case of own-manufactured inventories and work in process, costs of inventories include the appropriate allocation of production overheads which is based on the normal capacity of production facilities.

Net realizable value is the estimate of the selling price in the ordinary course of business less necessary costs to sell.

The Company determines the allowance for obsolete inventories based on the consideration of inventory condition and related specific information maintained in accounting system.

Investment

Current investment

Current investment is investment in marketable unit trusts which is held by the Company as available-for-sale securities and stated at fair value. Gains or losses arising from changes in the investment value are recorded as other comprehensive income in the statements of comprehensive income and are presented as a separate item under shareholders' equity. In case the Company disposes a part of its holding of a particular investment, the deemed cost of the part sold and the part still remained is determined using the weighted average method applied to the carrying value of the total holding of the investment.

Fair value of unit trusts is determined from the net asset value of mutual fund that issued the particular unit trust which is the Level 1 inputs of the fair value hierarchy.

Investment in subsidiary

Investment in subsidiary in the separate financial statements is accounted for using the cost method and stated at cost net of allowance for impairment (if any).

Plant and Equipment

Plant (on the leased land) and equipment are stated at cost net of accumulated depreciation and allowance for impairment (if any). When assets are retired or disposed of, their carrying amounts are eliminated from the accounts and any gain or loss resulting from their retirement or disposal is included in the statement of comprehensive income. Costs of asset dismantlement, removal, and restoration (if any) are included as part of asset cost and subject to depreciation.

Depreciation is charged to the statement of comprehensive income on a straight-line method over the useful lives of each significant part of an item of assets. Depreciation methods, residual values, and useful lives are reviewed at each financial year-end, at least, and adjusted if appropriate. In determining the depreciable amount, residual value of particular asset is measured at amount estimated receivable currently for the asset if the asset is already of the age and in the condition expected at the end of its useful life. The useful lives of the assets are as follows:

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(Mr.EK Suwatthanaphim) (Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

	No. of Years
Buildings and building improvements (on the leased land)	5, 10, 20
Machinery and equipment	5, 20
Furniture, fixtures and office equipment	3, 5
Vehicles	5

No depreciation has been charged for assets under construction or installation.

Intangible Assets

Intangible assets are computer programs that are stated at cost net of accumulated amortization and allowance for impairment (if any). Amortization is made on a straight-line method over the useful lives of the assets of 5 years.

Impairment of Assets

The carrying amounts of the assets of the Company and its subsidiary are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts (the higher of asset's fair value less costs to sell or value in use) shall be estimated. The review is made for individual assets or for the cash-generating unit.

In case that the carrying amount of an asset exceeds its recoverable amount, the Company and its subsidiary recognize the impairment losses by reducing the carrying amount of the asset to its recoverable amount and by recording the devaluation in the statements of comprehensive income. The reversal of the recognized impairment losses is recorded as part of other income when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased. The reversal of the impairment losses shall not exceed the carrying amount of the asset, net of depreciation or amortization, that would have been determined had no impairment losses been recognized for the asset in prior years.

Trade and Other Payables

Trade and other payables are stated at cost.

Finance Lease

Leases or hire purchases of assets which the lessee is transferred all the risks and rewards of ownership and that the lessee intends to exercise the option of the leases to purchase the assets at the expiration of the lease term are classified as finance leases. Finance leases are capitalized for asset and liability at the inception of the lease at the lower of the present value of the minimum lease payments or the fair value of the leased assets. Each lease payment is allocated between the liability and finance charges so as to achieve an effective rate on the finance balance outstanding.

The Company and its subsidiary account for gain on sales and finance leaseback of asset (selling price is greater than carrying value) as deferred item presented under non-current liabilities in the statement of financial position and recognized as other income in the statement of comprehensive income by the straight-line basis over the lease term. Loss on sales and finance leaseback is immediately recognized as expense in the statement of comprehensive income.

Operating Lease

Leases of assets which all the risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments under an operating lease are recognized as an expense on the straight-line basis over the lease term.

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Employment Benefits

Short-term benefits

Salaries, wages, bonuses and contributions to social security fund are recognized as an expense upon their occurrences and on an accrual basis.

Post-employment benefits

Obligations on defined contribution plan which is the provident fund are recognized as part of administrative expenses in the statement of comprehensive income when contribution is made to the fund on an accrual basis.

Obligations on post-employment benefits which are defined benefit plan that will be settled to the employees upon retirement or termination are calculated by estimating the amount of future benefits that employees have earned in return for their service in the prior and current periods. The benefits are discounted using the project unit credit method to determine present value of obligations. The calculation is annually performed, or at least every three years, by the qualified actuary. Expenses from the estimated liability for post-employment benefits comprise current service cost, interest cost, past service cost (if any) which are recognized as profit or loss whereas actuarial gain/loss on measurement is recognized as other comprehensive income or loss.

Revenue Recognition

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue and related cost can be measured reliably.

Sales are recognized net of discounts when delivery has taken place and transfer of risks and rewards of ownership to the buyer has been completed.

Service income is recognized when the Company has completely rendered service to the customer and on an accrual basis.

Interest income is recognized on a time proportion basis that reflects the effective yield on the asset if significant.

Dividend income is recognized on the date that the Company has the right to receive dividends which is generally considered as the date of dividends declaration.


Other income is recognized on an accrual basis.


Expense Recognition

Expenses are recognized on an accrual basis.

Borrowing Costs

Interest and financial charges on liabilities acquired for construction of building and installation of machinery and equipment is capitalized as part of the cost of the asset. The capitalization of such finance costs is ceased when the construction or installation is completed and ready for the intended use.


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(Mr. EK Suwatthanaphim)


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(Mr. Narong Suwatthanaphim)



Foreign Currency Transactions

Transactions in foreign currencies are translated and recorded in Thai Baht at the exchange rates prevailing at the dates of the transactions. The outstanding balances of monetary assets and liabilities denominated in foreign currencies at the statement of financial position dates are translated into Baht at the exchange rates prevailing at those dates. Non-monetary assets and liabilities denominated in foreign currencies which are carried under historical cost convention are translated to Thai Baht at the exchange rates ruling at the dates of the transactions. Gain or loss on foreign exchange differences arising on translation are recognized as profit or loss in the statement of comprehensive income.

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Principal market is the market with the greatest volume and level of activity for the asset or liability. Market participants comprise buyers and sellers in the principal or most advantageous market for the asset or liability whereby market participants are independent of each other, knowledgeable and having a reasonable understanding, able to enter into a transaction for the asset or liability, and willing to enter into a transaction for the asset or liability.

To increase the consistency and comparability in fair value measurements and related disclosures in the financial statements, the fair value hierarchy is categorized into 3 levels with respect of the inputs to valuation techniques used to measure the fair value. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities ("Level 1 inputs"), secondary priority to other observable inputs ("Level 2 inputs"), and the lowest priority to unobservable inputs ("Level 3 inputs").

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.


Level 3 inputs are unobservable inputs for the asset or liability.


Derivative Financial Instruments

Derivative financial instruments are used to manage exposure to foreign exchange risk arising from the operating activities. Derivative financial instruments are not used for any trading purposes. However, derivatives that do not qualify for hedge accounting are accounted for as trading instruments.

Derivative financial instruments are recognized initially at fair value. Subsequent to initial recognition, they are re-measured at fair value. Gain or loss on re-measurement to fair value is recognized as profit or loss in the statement of comprehensive income.

The fair value of derivative financial instruments is the quoted market price at the statement of financial position date, which is the Level 2 inputs of the fair value hierarchy (see Note 21), whereby such price is the present value of the quoted derivative price. Market approach was used as valuation technique and core information used in evaluation was the adjusted exchange rates in market to fit for the issued instrument which was computed by bank who was the counterparty.


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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Provisions

A provision is recognized in the statement of financial position when there is a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Income Tax

Current tax

Current tax is the amount of tax payable or recoverable which is calculated from taxable profit or loss for the year, using tax rates enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years (if any).

Deferred tax

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Temporary differences are not recognized for the initial recognition of assets and liabilities that affect neither accounting nor taxable profit to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, at the tax rates that are expected to apply to the period when the deferred tax asset is realized or the tax liability is settled based on tax rates that have been enacted as at the statement of financial position date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profit will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Basic Earnings (Loss) per Share

Basic earnings (loss) per share is determined by dividing profit (loss) attributable to owners of the parent by the weighted average number of common shares outstanding during the year.

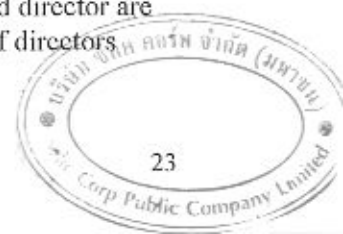
4. TRANSACTIONS WITH RELATED PARTIES

Related parties are those parties controlled by the Company or have power control over the Company, directly or indirectly or significant influence, to govern the financial and operating policies of the Company.

Types of relationship of related parties are as follows:

Company / Person Name	Type of Business	Relationship
E.V.A. International Company Limited	Wholesales of industrial chemicals	Subsidiary
S.O.M. International Company Limited	Sales of chemical solution and soap for tanning, sciences glue and chemical	Shareholder and director are close relative of directors
News EVA Company Limited	Wholesale of basic types of glue chemicals	Shareholder and director are close relative of directors

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 (Mr.EK Suwatthanaphim) (Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Company / Person Name	Type of Business	Relationship
Big Jet Travel Company Limited	Sales of air ticket for domestic and international routes and accommodation booking service	Co-director
International Legal Counsellors Thailand Ltd.	Legal counsel	Shareholder and director is close relative of director
Mrs. Sumanee Suwatthanaphim	-	Relative of shareholder and director
Key management	-	Key management are persons having authority and responsibility for planning, directing and controlling the activities of the entity, either directly or indirectly, including the Company's director (whether as executive or otherwise).

Pricing policies for transactions with related parties are as follows:

Type of Transaction	Pricing policies
Sales of products	Prices approximated market prices
Land rental charges	Mutually agreed price referenced to the valuation of an independent appraiser
Employees accommodation rental charges	Mutually agreed price
Consultancy fees	Mutually agreed amount
Key management's remunerations	Mutually agreed amount
Corporate guarantee on credit facilities	Free of charge

Significant transactions with related parties for the years ended December 31, 2018 and 2017 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Sales of products				
- Subsidiary	-	-	39,124	40,691
Land rental charges				
- Related person (see Note 22)	3,069	3,069	3,069	3,069
Employees accommodation rental Charges				
- Related person	-	101	-	101
Consultancy fees				
- Related person	1,713	714	1,713	714
- Related company	1,000	-	1,000	-
Total	2,713	714	2,713	714
Key management's remunerations				
- Short-term benefits	25,619	22,825	22,529	20,215
- Post-employment benefits	1,996	1,832	1,874	1,727
Total	27,615	24,657	24,403	21,942



(Mr.EK Suwatthanaphim) (Mr.Narong Suwatthanaphim)

SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Significant outstanding balances with related parties as at December 31, 2018 and 2017 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Trade receivables				
- Subsidiary	-	-	26,840	31,408
Other receivables				
- Related company	-	558	-	558
Total trade and other receivables	-	558	26,840	31,966
Advances (other payables)				
- Subsidiary	-	-	-	15

5. TRADE AND OTHER RECEIVABLES

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Related parties				
Trade receivables	-	-	26,840	31,408
Other receivables	-	558	-	558
Total	-	558	26,840	31,966
Other parties - net				
Trade receivables	126,334	136,775	112,864	123,814
Less Allowance for doubtful accounts	(362)	(914)	-	(914)
Net	125,972	135,861	112,864	122,900
Deposits for purchase of Merchandises	2,016	-	2,016	-
Prepaid expenses	1,679	1,935	1,679	1,935
Advances	-	20	-	20
Other receivables	715	40	715	40
Total	130,382	137,856	117,274	124,895

As at December 31, 2018 and 2017, trade receivables classified by outstanding period are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Related parties				
Current	-	-	19,117	24,122
Overdue:				
Not exceeding 3 months	-	-	4,207	6,117
Between 3 months and 6 months	-	-	-	1,169
Between 6 months and 12 months	-	-	3,516	-
Total	-	-	26,840	31,408




 (Mr. EK Suwatthanaphim) (Mr. Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Other parties - net				
Current	91,160	101,240	84,505	92,593
Overdue:				
Not exceeding 3 months	29,570	32,090	24,907	29,133
Between 3 months and 6 months	4,638	1,145	3,452	1,145
Between 6 months and 12 months	604	1,248	-	-
Exceeding 12 months	362	1,052	-	943
Total	126,334	136,775	112,864	123,814
Less Allowance for doubtful accounts	(362)	(914)	-	(914)
Net	125,972	135,861	112,864	122,900

6. INVENTORIES - NET

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Finished goods	22,168	27,529	22,168	27,493
Work-in-process	1,788	5,491	1,788	5,491
Raw materials	48,965	59,645	48,965	59,645
Factory supplies	4,384	5,380	4,384	5,380
Raw materials in transit	4,985	8,244	4,985	8,244
Total	82,290	106,289	82,290	106,253
Less Allowance for obsolete inventories	(3,061)	(2,696)	(3,061)	(2,696)
Net	79,229	103,593	79,229	103,557

7. INVESTMENT IN SUBSIDIARY ACCOUNTED FOR USING THE COST METHOD

	The Company Only					
	Paid-up Share Capital (In Thousand Baht)		Percentage of Holdings		Cost of Investment (In Thousand Baht)	
	2018	2017	2018	2017	2018	2017
E.V.A. International Company Limited	10,000	1,000	99.97	99.97	10,000	1,000

At the Board of Directors' meeting held on September 2, 2015, the Board of Directors approved the Company to establish a subsidiary, i.e. E.V.A. International Company Limited ("EVA"), in order to carry on the business relating to wholesales of industrial chemicals. Subsequently, on September 25, 2015, EVA has been established and registered under the laws of Thailand with the authorized share capital of Baht 1 million (divided into 10,000 common shares at Baht 100 par value). The Company has the percentage of shareholding in EVA at 99.97% while the rest of 0.03%, which is non-controlling interest, is held by directors and key management of the Company, totalling 3 persons.

The extraordinary shareholders' meeting of subsidiary in July 2018 passed the resolution to approve the increase in authorized share capital of the subsidiary (whose shares are held by the Company at 99.97% with respect to the existing proportion of the shareholders) from Baht 1 million (divided into 10,000 common shares, Baht 100 par value) to Baht 10 million (divided into 100,000 common shares, Baht 100 par value) by issuance of new common shares of Baht 9 million (divided into 90,000 common shares, Baht 100 par value). The subsidiary registered this increase in share capital with the Ministry of Commerce on August 24, 2018.

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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

During 2018 and 2017, the subsidiary did not declare any dividend to the shareholders.

8. PLANT AND EQUIPMENT - NET

	Consolidated (In Thousand Baht)				
	Balance as at December 31, 2017	Movements during the Year			Balance as at December 31, 2018
		Addition	Deduction	Transfer	
Cost					
Building and improvements	42,575	140	-	3,652	46,367
Machinery and equipment	145,938	1,902	(4,887)	8,623	151,576
Furniture, fixtures and office equipment	37,276	1,086	(3,355)	-	35,007
Vehicles	26,519	-	(3,444)	-	23,075
Construction in progress and machinery under installation	31,780	5,563	-	(12,276)	25,067
Total Cost	284,088	8,691	(11,686)	(1)	281,092
Accumulated Depreciation					
Building and improvements	33,051	2,752	-	-	35,803
Machinery and equipment	91,933	12,776	(4,743)	-	99,966
Furniture, fixtures and office equipment	21,691	4,810	(3,354)	-	23,147
Vehicles	22,293	1,263	(3,444)	-	20,112
Total Accumulated Depreciation	168,968	21,601	(11,541)	-	179,028
Net	115,120				102,064

	Consolidated (In Thousand Baht)				
	Balance as at	Movements during the Year			Balance as at
	December 31, 2016	Addition	Deduction	Transfer	December 31, 2017
Cost					
Building and improvements	40,198	704	-	1,673	42,575
Machinery and equipment	145,258	3,073	(3,093)	700	145,938
Furniture, fixtures and office equipment	25,064	9,574	-	2,638	37,276
Vehicles	30,179	899	(4,559)	-	26,519
Construction in progress and machinery under installation	2,601	34,189	-	(5,010)	31,780
Total Cost	243,300	48,440	(7,652)	-	284,088
Accumulated Depreciation					
Building and improvements	30,246	2,805	-	-	33,051
Machinery and equipment	79,084	14,072	(1,223)	-	91,933
Furniture, fixtures and office equipment	17,364	4,327	-	-	21,691
Vehicles	25,613	1,215	(4,535)	-	22,293
Total Accumulated Depreciation	152,307	22,419	(5,758)	-	168,968
Net	90,993				115,120

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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

	The Company Only (In Thousand Baht)				
	Balance as at	Movements during the Year			Balance as at
	December 31, 2017	Addition	Deduction	Transfer	December 31, 2018
Cost					
Building and improvements	42,575	140	-	3,652	46,367
Machinery and equipment	145,938	1,902	(4,887)	8,623	151,576
Furniture, fixtures and office equipment	37,240	1,086	(3,355)	-	34,971
Vehicles	26,519	-	(3,444)	-	23,075
Construction in progress and machinery under installation	31,780	5,563	-	(12,276)	25,067
Total Cost	284,052	8,691	(11,686)	(1)	281,056
Accumulated Depreciation					
Building and improvements	33,051	2,752	-	-	35,803
Machinery and equipment	91,933	12,776	(4,743)	-	99,966
Furniture, fixtures and office equipment	21,669	4,798	(3,354)	-	23,113
Vehicles	22,293	1,263	(3,444)	-	20,112
Total Accumulated Depreciation	168,946	21,589	(11,541)	-	178,994
Net	115,106				102,062

	The Company Only (In Thousand Baht)				
	Balance as at	Movements during the Year			Balance as at
	December 31, 2016	Addition	Deduction	Transfer	December 31, 2017
Cost					
Building and improvements	40,198	704	-	1,673	42,575
Machinery and equipment	145,258	3,073	(3,093)	700	145,938
Furniture, fixtures and office equipment	25,028	9,574	-	2,638	37,240
Vehicles	30,179	899	(4,559)	-	26,519
Construction in progress and machinery under installation	2,601	34,189	-	(5,010)	31,780
Total Cost	243,264	48,440	(7,652)	-	284,052
Accumulated Depreciation					
Building and improvements	30,246	2,805	-	-	33,051
Machinery and equipment	79,084	14,072	(1,223)	-	91,933
Furniture, fixtures and office equipment	17,354	4,315	-	-	21,669
Vehicles	25,613	1,215	(4,535)	-	22,293
Total Accumulated Depreciation	152,297	22,407	(5,758)	-	168,946
Net	90,967				115,106

As at December 31, 2018 and 2017, the Company's machinery and vehicles of which carrying amounts totalling approximately Baht 2.4 million and Baht 4.1 million, respectively, were under the obligations and conditions of hire purchase and finance lease agreements as discussed in Note 12.

As at December 31, 2018 and 2017, cost of the Company's plant and equipment which have been fully depreciated but still in use amounting to approximately Baht 120.2 million and Baht 106.5 million, respectively.

(Mr.EK Suwatthanaphim)

(Mr.Narong Suwatthanaphim)



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

9. INTANGIBLE ASSETS - NET

	Consolidated and The Company Only (In Thousand Baht)			
	Balance as at	Movements during the Year		
	December 31, 2017	Addition	Deduction	December 31, 2018
Cost	11,188	-	(19)	11,169
Accumulated amortization	(5,259)	(1,408)	19	(6,648)
Net	5,929	(1,408)	-	4,521

	Consolidated and The Company Only (In Thousand Baht)			
	Balance as at	Movements during the Year		
	December 31, 2016	Addition	Deduction	December 31, 2017
Cost	5,164	6,024	-	11,188
Accumulated amortization	(4,410)	(849)	-	(5,259)
Net	754	5,175	-	5,929

As at December 31, 2018 and 2017, cost of the Company's intangible assets which have been fully amortized but still in use amounting to approximately Baht 4.5 million and Baht 4.0 million, respectively.

Amortization, which was presented as part of "Administrative expenses" for years ended December 31, 2018 and 2017, amounting to approximately Baht 1.4 million and Baht 0.8 million, respectively.

10. SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

	Consolidated and the Company Only (In Thousand Baht)	
	2018	2017
Loans under promissory notes	60,000	-
Loans under packing credits	7,216	-
Loans under trust receipt agreements	-	2,180
Total	67,216	2,180

As at December 31, 2018 and 2017, the Company had overdraft lines with two local banks amounting to Baht 38.8 million, which bear interest at Minimum Overdraft Rate.

As at December 31, 2018 and 2017, the Company had promissory note facilities with a local bank amounting to Baht 180 million, which bear interest at 1.5% p.a. lower than Minimum Overdraft Rate.

As at December 31, 2018 and 2017, the Company had syndicated loan facilities (promissory notes and packing credits) with a local bank amounting to Baht 80 million, which bear interest at 1.5% p.a. lower than Minimum Overdraft Rate.

As at December 31, 2018 and 2017, the Company had trust receipt facilities with a local bank amounting to Baht 140 million, which bear interest at 1.5% p.a. lower than Minimum Loan Rate.



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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

11. TRADE AND OTHER PAYABLES - OTHER PARTIES


	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Trade payables	96,002	108,360	96,002	108,360
Accrued consulting fee	10,250	-	10,250	-
Other payables	5,962	4,628	5,941	4,519
Advances from customers	2,906	2,232	2,890	1,868
Accrued other expenses	984	1,774	934	1,724
Total	116,104	116,994	116,017	116,471

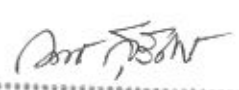
12. LIABILITIES UNDER HIRE PURCHASE AND FINANCE LEASE AGREEMENTS

	Consolidated and the Company Only (In Thousand Baht)	
	2018	2017
Liabilities under hire purchase and finance lease agreements		
- Due for payments within 1 year	1,047	1,069
- Due for payments within 2 - 5 years	372	1,419
Total	1,419	2,488
Less Deferred interest	(62)	(170)
Liabilities under hire purchase and finance lease agreements - net of deferred interest	1,357	2,318
Less Current portion	(995)	(962)
Net	362	1,356

Amortized interest, which was presented as part of "Finance costs" in the statements of comprehensive income for the years ended December 31, 2018 and 2017, amounted to approximately Baht 0.1 million and Baht 0.2 million, respectively.

During 2013 to 2017, the Company entered into hire purchase and finance lease agreements of machinery and vehicles with a local financial institution and a local leasing company for the periods of 20 to 48 months whereby such hire purchase and finance lease agreements will end during 2017 to 2021.


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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

13. LIABILITY FOR POST-EMPLOYMENT BENEFITS

The Company has obligations on post-employment benefits which were reassessed and recomputed by the qualified actuary during 2018. Movements of liability for post-employment benefits for the years ended December 31, 2018 and 2017 are as follows:

	Consolidated and the Company Only (In Thousand Baht)	
	2018	2017
Liability for post-employment benefits as at January 1	10,362	11,566
Current service cost	2,511	1,743
Interest cost	198	166
Expense recognized as profit or loss item in statement of comprehensive income	2,709	1,909
Actuarial gain on measurement	(3,057)	-
Expense (reversal of expense) recognized in statement of comprehensive income	(348)	1,909
Employee benefits paid during the year	(1,926)	(3,113)
Liability for post-employment benefits as at December 31	8,088	10,362

Significant assumptions used in calculation of liability for post-employment benefits as at December 31, 2018 and 2017 are as follows:

- Discount rate 2.64% p.a. in 2018 and 2.07% per annum in 2017
- Salary escalation rate 5% p.a. in 2018 and 2017
- Employee turnover rate 0% - 26% p.a. in 2018 and 0% - 42% p.a. in 2017

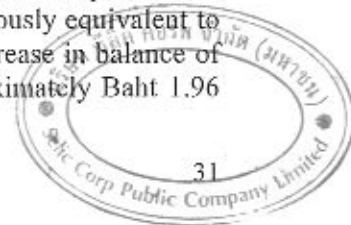
Expenses for post-employment benefits, which were recorded as part of cost of sales and administrative expenses, amounted to approximately Baht 1.5 million and Baht 1.2 million in 2018 and Baht 0.8 million and Baht 1.1 million in 2017, respectively.

The abovementioned actuarial gain on measurement in 2018 comprised of (1) gain from changes in demographic assumptions amounting to approximately Baht 561 thousand (2) gain from changes in financial assumptions amounting to approximately Baht 519 thousand and (3) gain from experience adjustments amounting to approximately Baht 1,977 thousand.

The abovementioned changes in significant assumptions may affect the sensitivity of the balance of provision or liability for post-employment benefits in respect of the information as per the calculation report of the qualified actuary as follows:

Significant Assumptions	Liability may increase (decrease) from changes in significant assumptions (In Thousand Baht)	
	Consolidated and The Company Only	
	If Increased by 1%	If Decreased by 1%
Discount rate	(775)	888
Salary escalation rate	842	(748)
Employee turnover rate	(837)	362

During 2018, the National Legislative Assembly agreed and approved to edit some provision of the Labour Protection Act 1998 (B.E. 2541) which include the increase in compensations to be paid to the employees whose working period have reached 20 years or above from the rate previously equivalent to basic wage of 300 days to the new rate of 400 days. Such matter may trigger the increase in balance of the estimated liability for post-employment benefits as at the end of 2018 of approximately Baht 1.96 million.



SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

14. LEGAL RESERVE

Section 116 of the Public Limited Companies Act B.E. 2535 requires the Company to appropriate not less than 5% of its annual profit, less accumulated losses brought forward (if any), to a reserve account ("Legal reserve") until this account reaches an amount not less than 10% of the authorized share capital. The legal reserve is not available for dividend distribution.

15. EXPENSES BY NATURE

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Raw materials and supplies used	391,825	382,601	391,825	382,601
Employee expenses	96,334	89,274	92,093	85,141
Depreciation and amortization	23,009	23,268	22,997	23,256
Consultancy and advisory fees	21,893	6,422	21,893	6,422
Export expenses	6,378	7,959	5,461	6,880
Purchases of finished goods	6,496	4,243	6,496	4,243
Reversal of provision for doubtful accounts	(551)	(1,234)	(914)	(1,234)
Finance costs	273	387	273	386
Changes in finished goods and work-in-process	9,064	(3,121)	9,028	(3,085)

16. DIVIDENDS

At the general shareholders' meeting on April 5, 2018, the shareholders unanimously passed the resolution for the Company to pay dividends from the 2017 operations to the shareholders at Baht 0.027 per share, totalling Baht 7.56 million, whereby the Company paid such dividends to the shareholders on April 26, 2018.

At the general shareholders' meeting on April 5, 2017, the shareholders unanimously passed the resolution for the Company to pay dividends from the 2016 operations to the shareholders at Baht 0.053 per share, totalling Baht 14.84 million, whereby the Company paid such dividends to the shareholders on April 27, 2017.

17. INCOME TAX

Corporate income tax recorded as (income) expense for the years ended December 31, 2018 and 2017 consists of:

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Income tax computed from accounting profit (loss)	(2,332)	4,677	(1,774)	4,743
Effects from non-deductible expenses or item not yet recognized in accounting	4,342	2,349	3,784	2,274
Effects from additional deductible expenses	(2,010)	(2,723)	(2,010)	(2,714)
Current tax computed from taxable profit	-	4,303	-	4,303
Decrease (Increase) in deferred tax assets	(124)	235	(124)	235
Income tax attributable to other comprehensive income item	(612)	-	(612)	-
Income tax presented as profit or loss item in statement of comprehensive income	(736)	4,538	(736)	4,538



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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Deferred tax assets presented in statements of financial position as at December 31, 2018 and 2017 consist of:

	Consolidated and The Company Only (In Thousand Baht)	
	2018	2017
Effects from temporary non-deductible items		
- Allowance for doubtful accounts	-	19
- Allowance for obsolete inventories	612	-
- Accrued land rental charges	91	61
- Liability for post-employment benefits	1,617	2,116
Total deferred tax assets	2,320	2,196

As at December 31, 2018, the Company and its subsidiary had tax loss amounted to approximately Baht 10.3 million and Baht 2.4 million, respectively, which is able to be used until 2023.

18. SIGNIFICANT FINANCIAL INFORMATION CLASSIFIED BY OPERATING SEGMENT

The gross profit margin emphasized in statement of income is significant and core financial information of the Company and its subsidiary that is provided regularly to the highest authority in decision-making operation and also used in evaluation of financial performances of the segments. The Company and its subsidiary have a single core operating segment (identified by internal reporting segments), i.e. manufacturing and sales of adhesives used in various industries, both in domestic and abroad, whereby the other segments are insignificant portion. Accordingly, the accompanying financial statements do not include information relating to information on business or product segment. In addition, the Company and its subsidiary do not have any transfer between segments and are unable to apportion the segment information for assets and liabilities without undue costs.

Information on Geographic Areas

	Consolidated (In Thousand Baht)					
	Export		Domestic		Total	
	2018	2017	2018	2017	2018	2017
Sales - net	239,261	260,574	355,886	331,460	595,147	592,034
Less Segment expenses - cost of sales	(197,614)	(204,752)	(259,924)	(234,276)	(457,538)	(439,028)
Segment result	41,647	55,822	95,962	97,184	137,609	153,006
Add non-allocated revenues						
- Other income					4,619	2,965
Less non-allocated expenses						
- Distribution costs					(14,172)	(15,727)
- Administrative expenses					(139,446)	(116,473)
- Finance costs					(273)	(387)
- Income tax expense (tax income)					736	(4,538)
Profit (loss) for the year					(10,927)	18,846


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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
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	The Company Only (In Thousand Baht)					
	Export		Domestic		Total	
	2018	2017	2018	2017	2018	2017
Sales - net	196,918	213,376	394,980	371,919	591,898	585,295
Less Segment expenses - cost of sales	(158,478)	(164,100)	(299,025)	(274,964)	(457,503)	(439,064)
Segment result	38,440	49,276	95,955	96,955	134,395	146,231
Add non-allocated revenues					4,227	2,841
- Other income						
Less non-allocated expenses					(13,255)	(14,603)
- Distribution costs					(133,965)	(110,366)
- Administrative expenses					(273)	(386)
- Finance costs					736	(4,538)
- Income tax expense (tax income)					(8,135)	19,179
Profit (loss) for the year						

Export sales classified by geographic areas (continents) are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Asia	115,373	138,750	87,837	104,736
Africa	58,028	65,206	56,158	65,206
Australia	47,853	37,918	47,853	37,918
America	17,305	17,568	4,368	5,516
Others	702	1,132	702	-
Total	239,261	260,574	196,918	213,376

The Company and its subsidiary had no any non-current asset located in the countries other than Thailand.

Information on Key Customers

(customers whose transactions exceeding 10% of total balance of transactions)

The Company and its subsidiary had no transaction during the years ended December 31, 2018 and 2017 with any key customer. Accordingly, the accompanying financial statements do not include information relating to key customers.

19. DISCLOSURES OF FINANCIAL INSTRUMENTS AND FAIR VALUE MEASUREMENT

The Company and its subsidiary are exposed to normal business risks relating to liquidity risk, credit risk, foreign exchange rate risk, and interest rate risk. The Company and its subsidiary have used derivative financial instruments for hedging against the foreign currency risk without intention for trading or speculation purposes. The Company and its subsidiary had no significant change in risk management policy relating to financial instruments during 2018 and 2017.

Liquidity Risk

The Company and its subsidiary manage its liquidity risk and maintain a level of cash and cash equivalents deemed adequate by management to finance the operations of the Company and its subsidiary and to mitigate the effects of fluctuations in cash flows.

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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

Credit Risk

Credit risk is the risk that a customer or counterparty is unable or unwilling to meet its financial and contractual commitments. To mitigate this risk, the Company and its subsidiary periodically assess the financial viability of customers and counterparties as well as purchases of insurance policies covering a portion of risk on collections from customers.

Carrying amount of receivables recorded in the consolidated and separate statements of financial position is the maximum exposure to credit risk.

Foreign Exchange Rate Risk

The Company and its subsidiary have significant business transactions internationally, including import of raw materials and merchandises as well as export of their products, giving rise to exposure to fluctuations in foreign currency exchange rates. In practical, the Company and its subsidiary reduce this risk by matching cash receipt from its customers (receivables) against cash payment to its suppliers (payables). In addition, the Company and its subsidiary have used the buy and sell forward exchange contracts to mitigate this risk.


As at December 31, 2018 and 2017, the Company and its subsidiary had buy and sell forward exchange contracts as follows:

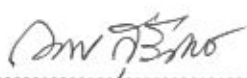
	Consolidated			
	Foreign Currency		Fixed Baht	
	2018	2017	2018	2017
Forward exchange contract - buy:				
- U.S. Dollar	200,000	-	6,524,000	-
Forward exchange contract - sell:				
- U.S. Dollar	404,435	473,867	13,060,337	15,385,424
The Company Only				
	Foreign Currency		Fixed Baht	
	2018	2017	2018	2017
Forward exchange contract - buy:				
- U.S. Dollar	200,000	-	6,524,000	-
Forward exchange contract - sell:				
- U.S. Dollar	350,000	364,052	11,289,500	11,816,891

In addition, the fair values of buy and sell forward exchange contracts outstanding as at December 31, 2018 and 2017 are as follows:

	Fair Value (In Baht)			
	Consolidated		The Company Only	
	2018	2017	2018	2017
Forward exchange contract - buy	6,454,350	-	6,454,350	-
Forward exchange contract - sell	12,978,646	15,338,608	11,231,117	11,784,075

The buy and sell forward exchange contracts as at December 31, 2018 had maturities in June 2019 both in the consolidated and separate financial statements.


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SELIC CORP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
Notes to Financial Statements (Continued)
December 31, 2018 and 2017

As at December 31, 2018 and 2017, the Company and its subsidiary had significant outstanding non-hedged foreign currency assets and liabilities as follows:

	Consolidated			
	Foreign Currency Assets		Foreign Currency Liabilities	
	2018	2017	2018	2017
U.S. Dollar	2,317,142	2,581,497	885,279	1,369,141
Euro	62,410	112,496	-	-

	The Company Only			
	Foreign Currency Assets		Foreign Currency Liabilities	
	2018	2017	2018	2017
U.S. Dollar	1,704,645	2,292,473	885,279	1,358,045
Euro	62,410	112,496	-	-

Interest Rate Risk

Interest rate risk arises from the fluctuation of market interest rates in the future which may have a negative effect to the operations and cash flows of the Company and its subsidiary. The Company's management believes that the interest rate risk is minimal for the Company and its subsidiary because the Company's and its subsidiary's deposits at banks and short-term borrowings bear interest at the floating market interest rates. Liabilities under hire purchase and financial lease agreements bear interest at fixed rates which approximates market interest rates.

Fair Value Measurements

The following method and assumptions were used by the Company and its subsidiaries in estimating fair values of financial assets and financial liabilities:

Cash and cash equivalents, trade and other receivables, short-term borrowings from financial institutions, trade and other payables, and liabilities under hire purchase and finances lease agreements


Carrying amounts of the above accounts approximate fair values due to these financial instruments were stated at cash status or had the relatively short-term maturities or bear interest at the floating and fixed interest rates which approximates market interest rates.

Investment in subsidiary, which had no quoted market price or other observable information that contain similar characteristics for comparison, is not practicable to be estimated the proper fair value without undue costs.

20. CAPITAL MANAGEMENT

Significant objectives of the Company and its subsidiary on capital management are to ensure that they have an appropriate financial and capital structures as well as maintaining the financial liquidity and ability to continue their businesses as a going concern. The Company and its subsidiary did not have any significant change relating to capital management policy during 2018 and 2017.

Debt-to-Equity ratio for the consolidated financial statements as at December 31, 2018 and 2017 was 0.56 : 1.00 and 0.38 : 1.00, respectively, whereas for the separate financial statements as at December 31, 2018 and 2017 was 0.55 : 1.00 and 0.37 : 1.00, respectively.

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21. REGISTERED EMPLOYEES' PROVIDENT FUND

The Company and its subsidiary have a contributory registered employees' provident fund in accordance with the Provident Fund Act, B.E. 2530 (1987). Membership to the fund is on a voluntary basis. Under the plan, the Company, subsidiary and employees contribute an amount equivalent to 5% of the employees' basic salaries to the fund. The fund will pay back the provident fund to employees in accordance with the conditions stated in the policies of provident fund regulations.

The Company and its subsidiary's contribution, which was recorded as part of administrative expenses for the years ended December 31, 2018 and 2017, amounted to approximately Baht 2.6 million and Baht 1.9 million, respectively. The Company's contribution amounted to approximately Baht 2.5 million and Baht 1.9 million, respectively.

22. OTHERS

As at December 31, 2018, the Company had:

- a) Commitments on land and building rental agreement with a related person for being the operating location. The term of such rental agreement is for a period of fifteen (15) years and will end in June 2031. Under the terms of such agreement, the Company is committed to pay the rental charge as follows:

	In Million Baht
Due for payments within one year	2.9
Due for payments after one year but not exceeding five years	11.9
Due for payments beyond five years	23.3
Total	38.1

- b) Commitments on car rental for executives totalling approximately Baht 1.8 million, which shall be due for payments within one year amounting to approximately Baht 1.6 million and the rest of approximately Baht 0.2 million shall be due for payments after one year but not exceeding five years.
- c) Unused letters of credit with a local bank amounting to approximately Baht 11.5 million.
- d) Letters of guarantee issued by two local banks to two government agencies totalling approximately Baht 1.0 million.
- e) The voluntary program for accumulation of the Company's shares for employees (EJIP: Employee Joint Investment Program) whereby purpose of the program is to encourage employees who are directors of the Company to participate and have sense of ownership in the Company. Monthly deductions shall be made from income of the project participants together with certain contributions from the Company at the same amount in order to gradually purchase the Company's shares on a monthly manner under the specified regulations and conditions of the project that shall be done by the appointed securities company. The term of such project is for a period of 7 years starting from January 1, 2019 and total number of members joining the project is 6.


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(Mr.EK Suwatthanaphim)


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(Mr.Narong Suwatthanaphim)



23. EVENTS AFTER THE REPORTING PERIOD

- a) The extraordinary shareholders' meeting held on December 14, 2018 agreed and approved the matter proposed for consideration by the Board of Directors' meeting held on October 19, 2018 for the investment by acquisition of common shares at 100% of shareholding for (1) 1,000,000 shares of PMC Label Materials Co., Ltd. ("PMCT") (incorporated in Thailand) at the price of Baht 927 million and (2) 2 shares of PMC Label Materials Pte. Ltd. (incorporated in Singapore) at the price of Baht 103 million. Both PMCT and PMCS had the same major Singaporean shareholder, who is non-related person to the Company. About the business operations, PMCT is engaged in manufacturing and sales of sticker labels, using adhesive, paper and film as main raw materials, in Thailand and abroad whereas PMCS is engaged in manufacturing and sales of sticker labels in Singapore and abroad whereby PMCS orders the assembled or semi-assembled sticker labels from PMCT and then produce or finish them in accordance with its customers' requirements. Sources of fund for this investment were derived from the Company's excess cash flows of Baht 130 million as well as short-term borrowing of Baht 700 million and long-term borrowing (8 years) of Baht 200 million from a local bank whereby collaterals for such borrowings are certain deposits of the Group and two directors of the Company with such bank, a portion of inventories and right in cash collections from trade receivables of the Company, PMCT's common shares held by the Company, and corporate guarantees by PMCT and PMCS. The aforesaid investment transaction was completed on January 4, 2019 and, accordingly, PMCT and PMCS have been subsidiaries of the Company since that date.

In addition, the Company had professional fees, advisory fees and other transaction costs directly relating to the aforesaid business combination with PMCT and PMCS totalling approximately Baht 20.5 million which were accounted for and presented as part of "Administrative expenses" in the consolidated and separate statements of comprehensive income for the year ended December 31, 2018.

- b) On January 30, 2019, the Company entered into a loan agreement for borrowing as working capital from PMCT in amount of Baht 500 million. Such loan is due on demand and bears interest at the rate referenced to Minimum Loan Rate.
- c) At the Board of Directors' meeting held on February 27, 2019, the Board of Directors passed the resolution to approve the Company to pay dividends from the unappropriated retained earnings as at December 31, 2018 totalling approximately Baht 5,555,556 to the shareholders. The dividends will be paid by stock dividends on the basis of 28 existing common shares for 1 stock dividend, amounting to Baht 5 million (10 million common shares at Baht 0.5 par value), and cash dividends of approximately Baht 555,556. The date for dividend payment is specified on April 26, 2019. Such dividends will be further proposed to the Annual General Shareholders' Meeting for approval in April 2019.

24. APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying financial statements have been approved to be issued by the Company's Board of Directors's meeting on February 27, 2019.



 (Mr. EK Suwatthanaphim)



 (Mr. Narong Suwatthanaphim)

