

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

INTERIM FINANCIAL STATEMENTS

AND INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

EXPRESSED IN THAI BAHT

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

To the Board of Directors and Shareholders of  
**M Vision Public Company Limited**

I have reviewed the accompanying consolidated statement of financial position of **M Vision Public Company Limited and its subsidiaries** as at 30 September 2020, the related consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2020, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of **M Vision Public Company Limited** for the same period (collectively "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 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 Accounting Standard 34 *Interim Financial Reporting*.

**AST MASTER**

บริษัท เอเอสที มาสเตอร์ จำกัด

**Emphasis of matters**

I draw attention to the condensed Note 1 of the interim financial statements, it discusses the situation of the Coronavirus 2019 (COVID-19) epidemic causing the overall economic slowdown and affecting the business activities of the Group. The Group has adjusted its business plan to be in line with the aforementioned situations. As discussed in Note 3.3, the adoption of accounting practices issued by the Federation of Accounting Professions regarding exemptions from temporary relief measures to reduce the impact of the coronavirus disease (COVID-19) epidemic situation. However, my conclusion has not changed due to this matter.

CHAMAPORN RODLOYTUK  
Certified Public Accountant  
Registration No. 9211

AST Master Co., Ltd.  
16 November 2020

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 30 SEPTEMBER 2020**

		In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
<b><u>ASSETS</u></b>	<u>Notes</u>	<u>(Unaudited)</u>	<u>(Audited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
<b>CURRENT ASSETS</b>					
Cash and cash equivalents		2,017,035	14,745,173	1,968,703	14,067,203
Trade and other receivables	7	163,370,888	193,262,419	163,110,328	192,721,490
Inventories	8	9,211,038	8,789,914	9,211,038	8,789,914
Restricted deposit at bank-current portion	9	3,500,000	4,790,000	3,500,000	4,790,000
Other current financial assets-fixed deposit		14,906	2,234	14,906	2,234
Other current assets	10	3,886,916	9,098,307	3,481,753	8,691,065
Total current assets		<u>182,000,783</u>	<u>230,688,047</u>	<u>181,286,728</u>	<u>229,061,906</u>
<b>NON-CURRENT ASSETS</b>					
Investment in associate	11	1,982,110	1,988,995	1,999,995	1,999,995
Investments in subsidiaries	12	-	-	5,149,980	5,149,980
Property, plant and equipment	13	95,576,981	93,506,112	95,432,981	93,362,112
Intangible assets	14	4,411,202	5,543,763	4,328,767	5,454,194
Deferred tax assets	21	8,303,562	8,934,388	8,303,562	8,934,388
Income tax refundable		20,027,285	16,844,225	20,025,182	16,834,442
Deposits and guarantee		<u>1,185,950</u>	<u>1,178,450</u>	<u>1,185,950</u>	<u>1,178,450</u>
Total non-current assets		<u>131,487,090</u>	<u>127,995,933</u>	<u>136,426,417</u>	<u>132,913,561</u>
<b>TOTAL ASSETS</b>		<u><u>313,487,873</u></u>	<u><u>358,683,980</u></u>	<u><u>317,713,145</u></u>	<u><u>361,975,467</u></u>

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**

**AS AT 30 SEPTEMBER 2020**

	Notes	In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>CURRENT LIABILITIES</b>					
Overdrafts and short-term loans from					
financial institutions	15	3,051,508	20,900,000	3,051,508	20,900,000
Trade and other payables	16	61,891,012	88,552,368	61,796,012	88,468,168
Investment payables	12	-	-	2,549,985	2,549,985
Current portion of long-term loans	18	5,428,905	4,284,880	5,428,905	4,284,880
Current portion of lease liabilities	19	8,331,171	11,850,323	8,331,171	11,850,323
Other current liabilities		5,564,749	6,661,536	5,564,749	6,629,191
Total current liabilities		<u>84,267,345</u>	<u>132,249,107</u>	<u>86,722,330</u>	<u>134,682,547</u>
<b>NON-CURRENT LIABILITIES</b>					
Long-term loans	18	35,669,530	8,821,413	35,669,530	8,821,413
Lease liabilities	19	29,658,100	22,928,943	29,658,100	22,928,943
Non-current trade payable	17	4,496,884	17,987,537	4,496,884	17,987,537
Employee benefit obligations	20	12,005,712	11,024,189	12,005,712	11,024,189
Total non-current liabilities		<u>81,830,226</u>	<u>60,762,082</u>	<u>81,830,226</u>	<u>60,762,082</u>
<b>TOTAL LIABILITIES</b>		<u>166,097,571</u>	<u>193,011,189</u>	<u>168,552,556</u>	<u>195,444,629</u>
<b>SHAREHOLDERS' EQUITY</b>					
Share capital					
Registered					
200,000,000 ordinary shares of Baht 0.50 each		<u>100,000,000</u>	<u>100,000,000</u>	<u>100,000,000</u>	<u>100,000,000</u>
Issued and paid-up					
200,000,000 ordinary shares of Baht 0.50 each		100,000,000	100,000,000	100,000,000	100,000,000
Premium on share capital		88,102,029	88,102,029	88,102,029	88,102,029
Retained earnings(Deficit)					
Appropriated statutory reserve		1,000,000	1,000,000	1,000,000	1,000,000
Deficit		<u>(40,870,279)</u>	<u>(23,022,279)</u>	<u>(39,941,440)</u>	<u>(22,571,191)</u>
Total equity attributable to the parent company		148,231,750	166,079,750	149,160,589	166,530,838
Non-controlling interests		<u>(841,448)</u>	<u>(406,959)</u>	<u>-</u>	<u>-</u>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u>147,390,302</u>	<u>165,672,791</u>	<u>149,160,589</u>	<u>166,530,838</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>313,487,873</u>	<u>358,683,980</u>	<u>317,713,145</u>	<u>361,975,467</u>

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht				
	Note	Consolidated		Separate	
		financial statements		financial statements	
	2020	2019	2020	2019	
Revenues from sales		731,763	26,776	731,763	26,776
Service income		61,257,863	44,596,438	61,257,863	44,566,438
Other income		16,714	202,084	16,714	262,083
Total revenues		<u>62,006,340</u>	<u>44,825,298</u>	<u>62,006,340</u>	<u>44,855,297</u>
Cost of sales		351,491	305,469	351,491	305,469
Cost of services		46,614,989	20,291,411	46,614,989	20,271,410
Cost of distributions		2,128,438	2,622,886	2,128,438	2,622,886
Administrative expenses		10,946,586	14,761,626	10,875,265	14,735,842
Total expenses		<u>60,041,504</u>	<u>37,981,392</u>	<u>59,970,183</u>	<u>37,935,607</u>
<b>Profit from operating activities</b>		1,964,836	6,843,906	2,036,157	6,919,690
Finance cost		(1,432,493)	(476,961)	(1,432,493)	(476,961)
Share of loss from investments in associate		(2,380)	-	-	-
<b>Profit before tax income(expenses)</b>		529,963	6,366,945	603,664	6,442,729
Tax income(expenses)	21	(302,219)	36,858	(302,219)	36,858
<b>Profit for the period</b>		227,744	6,403,803	301,445	6,479,587
<b>Other comprehensive income for the period</b>		-	-	-	-
<b>Total comprehensive income for the period</b>		<u>227,744</u>	<u>6,403,803</u>	<u>301,445</u>	<u>6,479,587</u>
<b>Profit(loss) attributable to:</b>					
Equity holders of the parent		262,003	6,440,476	301,445	6,479,587
Non-controlling interests		(34,259)	(36,673)	-	-
		<u>227,744</u>	<u>6,403,803</u>	<u>301,445</u>	<u>6,479,587</u>
<b>Total comprehensive income attributable to:</b>					
Equity holders of the parent		262,003	6,440,476	301,445	6,479,587
Non-controlling interests		(34,259)	(36,673)	-	-
		<u>227,744</u>	<u>6,403,803</u>	<u>301,445</u>	<u>6,479,587</u>
<b>BASIC EARNINGS PER SHARE</b>					
Equity holders of the parent		<u>0.00</u>	<u>0.03</u>	<u>0.00</u>	<u>0.03</u>

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht				
	Note	Consolidated		Separate	
		financial statements		financial statements	
		2020	2019	2020	2019
Revenues from sales		1,578,843	16,652,403	1,578,843	16,652,403
Service income		139,923,004	204,667,303	139,923,004	204,512,303
Other income		2,810,800	956,398	2,794,748	1,045,143
Total revenues		<u>144,312,647</u>	<u>222,276,104</u>	<u>144,296,595</u>	<u>222,209,849</u>
Cost of sales		1,296,420	15,298,215	1,296,420	15,298,215
Cost of services		108,158,332	126,264,252	108,158,332	125,493,743
Cost of distributions		8,749,399	8,864,320	7,936,004	8,864,320
Administrative expenses		40,752,013	42,572,351	40,644,001	42,518,147
Total expenses		<u>158,956,164</u>	<u>192,999,138</u>	<u>158,034,757</u>	<u>192,174,425</u>
<b>Profit(loss) from operating activities</b>		(14,643,517)	29,276,966	(13,738,162)	30,035,424
Finance cost		(3,001,261)	(1,512,234)	(3,001,261)	(1,512,234)
Share of loss from investments in associate		(6,885)	-	-	-
<b>Profit(loss) before income tax expenses</b>		(17,651,663)	27,764,732	(16,739,423)	28,523,190
Income tax expenses	21	(630,826)	(4,238,350)	(630,826)	(4,238,350)
<b>Profit(loss) for the period</b>		(18,282,489)	23,526,382	(17,370,249)	24,284,840
<b>Other comprehensive income for the period</b>		-	-	-	-
<b>Total comprehensive income for the period</b>		<u>(18,282,489)</u>	<u>23,526,382</u>	<u>(17,370,249)</u>	<u>24,284,840</u>
<b>Profit(loss) attributable to:</b>					
Equity holders of the parent		(17,848,000)	23,890,739	(17,370,249)	24,284,840
Non-controlling interests		(434,489)	(364,357)	-	-
		<u>(18,282,489)</u>	<u>23,526,382</u>	<u>(17,370,249)</u>	<u>24,284,840</u>
<b>Total comprehensive income for the period attributable to:</b>					
Equity holders of the parent		(17,848,000)	23,890,739	(17,370,249)	24,284,840
Non-controlling interests		(434,489)	(364,357)	-	-
		<u>(18,282,489)</u>	<u>23,526,382</u>	<u>(17,370,249)</u>	<u>24,284,840</u>
<b>BASIC EARNINGS(LOSS) PER SHARE</b>					
Equity holders of the parent		<u>(0.09)</u>	<u>0.12</u>	<u>(0.09)</u>	<u>0.12</u>

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht						
	Consolidated financial statements						
	Issued and paid-up share capital	Premium on share capital	Retained earnings(Deficit) Appropriated statutory reserve	Deficit	Total other components of the parent company	Non-controlling interests	Total
Balance as at 1 January 2019	100,000,000	88,102,029	1,000,000	(51,392,804)	137,709,225	-	137,709,225
Invests in subsidiaries	-	-	-	-	-	4,850,020	4,850,020
Share subscriptions receivable of non-controlling interest	-	-	-	-	-	(4,850,015)	(4,850,015)
Profit(loss) for the period	-	-	-	23,890,739	23,890,739	(364,357)	23,526,382
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	23,890,739	23,890,739	(364,357)	23,526,382
Balance as at 30 September 2019	<u>100,000,000</u>	<u>88,102,029</u>	<u>1,000,000</u>	<u>(27,502,065)</u>	<u>161,599,964</u>	<u>(364,352)</u>	<u>161,235,612</u>
Balance as at 1 January 2020	100,000,000	88,102,029	1,000,000	(23,022,279)	166,079,750	(406,959)	165,672,791
Loss for the period	-	-	-	(17,848,000)	(17,848,000)	(434,489)	(18,282,489)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(17,848,000)	(17,848,000)	(434,489)	(18,282,489)
Balance as at 30 September 2020	<u>100,000,000</u>	<u>88,102,029</u>	<u>1,000,000</u>	<u>(40,870,279)</u>	<u>148,231,750</u>	<u>(841,448)</u>	<u>147,390,302</u>

The notes to interim financial statements are an integral part of these interim financial statements.



(Unaudited)

**M VISION PUBLIC COMPANY LIMITED**  
**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht				
	Separate financial statements				
	Issued and paid-up share capital	Premium on share capital	Retained earnings(Deficit)		Total
			Appropriated statutory reserve	Deficit	
Balance as at 1 January 2019	100,000,000	88,102,029	1,000,000	(51,392,804)	137,709,225
Profit for the period	-	-	-	24,284,840	24,284,840
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	24,284,840	24,284,840
Balance as at 30 September 2019	<u>100,000,000</u>	<u>88,102,029</u>	<u>1,000,000</u>	<u>(27,107,964)</u>	<u>161,994,065</u>
Balance as at 1 January 2020	100,000,000	88,102,029	1,000,000	(22,571,191)	166,530,838
Loss for the period	-	-	-	(17,370,249)	(17,370,249)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(17,370,249)	(17,370,249)
Balance as at 30 September 2020	<u>100,000,000</u>	<u>88,102,029</u>	<u>1,000,000</u>	<u>(39,941,440)</u>	<u>149,160,589</u>

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENT OF CASH FLOWS**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit(loss) before tax income(expense)	(17,651,663)	27,764,732	(16,739,423)	28,523,190
Adjustments to reconcile profit(loss) to cash used in operating activities				
Gain from changes in value of investments	(569)	(206,216)	(569)	(206,216)
Gain from sale of investment	(467)	(183,839)	(467)	(183,839)
Allowance for sales return	-	(118,915)	-	(118,915)
Bad debts and doubtful accounts	265,600	485,450	265,600	485,450
Reversal of reduction cost on inventories to net realisable value	(511,823)	(376,227)	(511,823)	(376,227)
Share of loss from investment in associate	6,885	-	-	-
Depreciation	10,570,276	7,294,380	10,570,276	7,294,380
Amortization of intangible assets	1,152,561	1,338,849	1,145,427	1,335,521
Disposal of intangible assets	-	396,917	-	396,917
Gain on disposal of assets	(158,876)	(249,595)	(158,876)	(249,595)
Written off of withholding tax	9,782	21,543	-	21,543
Provisions for employee benefit obligations	981,523	884,744	981,523	884,744
Interest expenses	3,001,261	1,512,234	3,001,261	1,512,234
Profit(loss) from operating before change in operating assets and liabilities	(2,335,510)	38,564,057	(1,447,071)	39,319,187
Decrease(increase) in operating assets				
Trade and other receivables	29,625,931	(35,039,966)	29,345,562	(35,058,773)
Inventories	90,699	(9,914,735)	90,699	(9,914,735)
Other current assets	5,211,391	(3,311,581)	5,209,312	(2,905,366)
Deposits and guarantees	(7,500)	225	(7,500)	225
Increase(decrease) in operating liabilities				
Trade and other payables	(40,152,009)	(8,832,438)	(40,162,809)	(8,876,940)
Other current liabilities	(1,096,787)	1,636,396	(1,064,442)	1,636,397
Cash paid from operating activities	(8,663,785)	(16,898,042)	(8,036,249)	(15,800,005)
Cash paid for income tax	(3,192,842)	(6,281,817)	(3,190,740)	(6,273,554)
Net cash flow used in operating activities	(11,856,627)	(23,179,859)	(11,226,989)	(22,073,559)

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Decrease(increase) in restricted deposit at bank	1,290,000	(10,536,000)	1,290,000	(10,536,000)
Decrease(increase) in short term investment	(11,636)	7,140,000	(11,636)	7,140,000
Cash paid for investment in subsidiary	-	-	-	(2,599,995)
Cash paid for investment in associate	-	(1,999,995)	-	(1,999,995)
Proceeds from sale of equipment	158,879	393,900	158,879	393,900
Cash paid for acquisition of plant and equipment	(3,025,401)	(4,265,207)	(3,025,401)	(4,121,207)
Cash paid for acquisition of intangible assets	(20,000)	(2,268,195)	(20,000)	(2,172,895)
Net cash flow used in investing activities	<u>(1,608,158)</u>	<u>(11,535,497)</u>	<u>(1,608,158)</u>	<u>(13,896,192)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Increase(decrease) in short-term loans from financial institutions	(17,848,492)	15,035,744	(17,848,492)	15,035,744
Cash paid for lease liabilities	(6,405,742)	(5,262,073)	(6,405,742)	(5,262,073)
Cash received from long-term loans	30,000,000	-	30,000,000	-
Repayment of long-term loans	(2,007,858)	(3,766,514)	(2,007,858)	(3,766,514)
Interest paid	(3,001,261)	(1,512,234)	(3,001,261)	(1,512,234)
Cash received from non-controlling interests for paid up share capital of subsidiary	-	5	-	-
Net cash flow provided by(used in) financing activities	<u>736,647</u>	<u>4,494,928</u>	<u>736,647</u>	<u>4,494,923</u>
<b>Net decrease in cash and cash equivalents</b>	<u>(12,728,138)</u>	<u>(30,220,428)</u>	<u>(12,098,500)</u>	<u>(31,474,828)</u>
Cash and cash equivalents at beginning of period	<u>14,745,173</u>	<u>41,904,721</u>	<u>14,067,203</u>	<u>41,904,721</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>2,017,035</u></u>	<u><u>11,684,293</u></u>	<u><u>1,968,703</u></u>	<u><u>10,429,893</u></u>
<b>Supplement disclosures of cash flows information</b>				
Non-cash transactions				
Purchases of equipment under finance lease agreements	9,615,747	3,929,770	9,615,747	3,929,770
Purchases of equipment recorded in other payables	-	18,840	-	18,840
Investment in subsidiaries and associates payable	-	-	-	2,549,985
Share subscription receivable of non-controlling Interest	-	4,850,015	-	-

The notes to interim financial statements are an integral part of these interim financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

**1. GENERAL INFORMATION**

M Vision Public Company Limited principally engaged in events organizing businesses, including mobile phone, IT and various technologies, exhibition, sport tournament, tourism campaign, seminar and others events. The Company is also a publisher and distributor online and offline media. In addition, the Company operate commercial business. The registered office of the Company is at 11/1 soi Ramkhamhaeng 121, Huamak, Bangkok, Bangkok.

**The outbreak of the coronavirus disease 2019 (COVID-19)**

The COVID-19 pandemic is continuing to evolve, resulting in an economic slowdown and impacting the Group’s business activities. The Group has assessed the impact and amended its business plan to reflect the current circumstances. Since the full current and future impact on the Group’s financial position, operating results and cash flows cannot be reasonably estimated at this stage, the Group’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and will record the impact when it is possible to do so.

**2. BASIS FOR INTERIM FINANCIAL STATEMENTS PREPARATION**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 Interim Financial Reporting; guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2019. 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 for the year ended 31 December 2019.

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

The consolidated financial statements included the accounts of subsidiaries that the Company being influence over the control is as follow:

Company name	Established in the country	The date of commencing control	Percentage of holding by company	
			30 September 2020	31 December 2019
<b>Subsidiaries :</b>				
Idol Master Co., Ltd. <i>Rendering the consulting services of public relations communication</i>	Thailand	2 April 2019	52	52
Multitechnology Expert Co., Ltd. <i>Sales and service for information technology</i>	Thailand	24 April 2019	51	51

### **3. NEW FINANCIAL REPORTING STANDARDS THAT BECAME EFFECTIVE IN THE CURRENT PERIOD**

During the period, the Group has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal periods beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Group’s financial statements. However, the new standard involves changes to key principles, which are summarised below:

#### **3.1 Financial reporting standards related to financial instruments**

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations:

TRFIC 16	Hedges of a Net Investment in a Foreign Operation
TRFIC 19	Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost by taking into account the type of instrument, the characteristics of the contractual cash flows and the Company’s business model, calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments.

Recognition of credit losses-The Group is to recognise an allowance for expected credit losses on its financial assets, and they are no longer necessary for a credit impaired event to have occurred. The Group’s apply simplified approach to consider impairment of trade receivables.

These standards do not have any significant impact on the Group’s financial statements.

#### **3.2 TFRS 16 Leases**

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases.

This standard do not have any significant impact on the Group’s financial statements.

#### **3.3 Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”**

The Federation of Accounting Professions announced Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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On 22 April 2020, the Accounting Treatment Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between 1 January 2020 and 31 December 2020.

The Group has elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.
- Not to use information relating to the COVID-19 situation in determining whether sufficient taxable profits will be available in future periods against which deferred tax assets can be utilised.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

#### **4. SIGNIFICANT ACCOUNTING POLICIES**

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2019 except the changes in accounting policies related to financial instruments and leases.

##### **Financial instruments**

###### **Classification and measurement**

Financial assets are measured at fair value through profit or loss, or amortised cost. Classification is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial liabilities are classified and measured at amortised cost.

###### **Impairment of financial assets**

The Group recognises an allowance for expected credit losses on its financial assets measured at amortised cost, without requiring a credit-impaired event to have occurred prior to the recognition. The Group accounts for changes in expected credit losses in stages, with differing methods of determining allowance for credit losses and the effective interest rate applied at each stage. An exception from this approach is that for trade receivables that do not contain a significant financing component, the Group applies a simplified approach to determine the lifetime expected credit losses.

###### **Leases**

###### **Right-of-use assets**

The Group recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Group is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis from the commencement date of the lease to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

###### **Lease liabilities**

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

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**Short-term leases and leases of low-value assets**

Payments under leases that, have a lease term of 12 months or less at the commencement date, or are leases of low-value assets, are recognised as expenses on a straight-line basis over the lease term.

**5. CUMULATIVE EFFECTS OF CHANGES IN ACCOUNTING POLICIES DUE TO THE ADOPTION OF NEW FINANCIAL REPORTING STANDARDS**

As described in Note 3 to the interim consolidated financial statements, during the current period, the Group has adopted TFRSs related to financial instruments and TFRS 16. However, the changes in accounting policies do not have any impact on the opening balance of retained earnings of the year 2019.

**Financial instruments**

The classifications, measurement basis and carrying values of financial assets and financial liabilities in accordance with TFRS 9 as at 1 January 2020, and with the carrying amounts under the former basis, are as follows:

**Consolidated financial statements**

	In Baht				<b>Total</b>
	Carrying amounts under the former basis	Classification and measurement in accordance with TFRS 9			
		Fair value through profit or loss	Fair value through comprehensive income	Amortised cost	
<b>Financial assets as at 1 January 2020</b>					
Cash and cash equivalents	14,745,173	-	-	14,745,173	14,745,173
Trade and other receivables (Unless advances payment for services, prepaid contract costs and advance payment for projects)	124,615,287	-	-	124,615,287	124,615,287
Other current financial assets					
- Fixed deposit*	2,234	-	-	2,234	2,234
<b>Total financial assets</b>	<b>139,362,694</b>	<b>-</b>	<b>-</b>	<b>139,362,694</b>	<b>139,362,694</b>

**Separate financial statements**

	In Baht				<b>Total</b>
	Carrying amounts under the former basis	Classification and measurement in accordance with TFRS 9			
		Fair value through profit or loss	Fair value through comprehensive income	Amortised cost	
<b>Financial assets as at 1 January 2020</b>					
Cash and cash equivalents	14,067,203	-	-	14,067,203	14,067,203
Trade and other receivables (Unless advances payment for services, prepaid contract costs and advance payment for projects)	124,128,582	-	-	124,128,582	124,128,582
Other current financial assets					
- Fixed deposit*	2,234	-	-	2,234	2,234
<b>Total financial assets</b>	<b>138,198,019</b>	<b>-</b>	<b>-</b>	<b>138,198,019</b>	<b>138,198,019</b>

\* Previously reclassified as current investment

As at 1 January 2020, the Group has not designated any financial liabilities at fair value through profit or loss.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
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**Leases**

Upon initial application of TFRS 16. Leases previously classified as finance leases, the Group recognised the carrying amount of the right-of-use assets and lease liabilities based on the carrying amounts of the lease assets and lease liabilities immediately before the date of initial application of TFRS 16.

**Consolidated and Separate financial statements**

	<u>In Baht</u>
Disclosed operating lease commitments as at 31 December 2019	1,637,014
<u>Less:</u> Short-term leases and leases of low-value assets	(1,637,014)
Finance lease liabilities as at 31 December 2019	<u>34,779,266</u>
Lease liabilities as at 1 January 2020	<u>34,779,266</u>
Comprise of:	
Current lease liabilities	11,850,323
Non-current lease liabilities	<u>22,928,943</u>
	<u>34,779,266</u>

**6. TRANSACTIONS WITH RELATED PERSONS AND COMPANIES**

**6.1 Relationships and pricing policies**

The relationship and pricing policies among the Company, related persons and companies are as follows:

	<u>Relationships</u>	<u>Description</u>	<u>Pricing Policy</u>
<b><u>Subsidiaries :</u></b>			
Idol Master Co., Ltd.	Shareholding by the Company	Service income	At contract price which had been agreed upon
		Service expenses	Normal price comparable charged to others
Multitechnology Expert Co., Ltd.	Shareholding by the Company	Service income	At contract price which had been agreed upon
<b><u>Associate :</u></b>			
MR Connex Co., Ltd.	Shareholding by the Company	Service income	At contract price which had been agreed upon
<b><u>Related Companies :</u></b>			
MV Foods Co., Ltd.	Common directors and shareholders	Purchase of goods	Normal price comparable charged to others
Forth Smart Service Public Company Limited	Common director and management	Service income	Normal price comparable charged to others
		Service expenses	At contract price which had been agreed upon
Studio 888 Co., Ltd.	Common directors and shareholders	Service income	At contract price which had been agreed upon
Related Persons	Directors	Guarantee	No fee charge



**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
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**6.2 Balances of transactions between the Company with subsidiaries and related companies**

Balances of transactions between the Company with subsidiaries and related companies as at 30 September 2020 and 31 December 2019 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
<b>Trade account receivables (Note 7)</b>				
Related company	-	2,140,000	-	2,140,000
<b>Other receivables (Note 7)</b>				
Subsidiaries	-	-	54,473	62,073
<b>Advances payment for services (Note 7)</b>				
Related company	1,605,000	2,407,500	1,605,000	2,407,500

**6.3 Revenues and expenses between the Company and related persons and related companies**

Revenues and expenses transactions between the Company and related persons and companies for the three-month periods ended 30 September 2020 and 2019 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<b>Other income</b>				
Subsidiary	-	-	-	60,000
Associate	-	30,000	-	30,000
Total	-	30,000	-	90,000
<b>Purchase of goods and equipment</b>				
Related company	-	59,500	-	59,500
<b>Directors and management's remuneration</b>				
Short-term employee benefits	4,349,734	5,851,237	4,349,734	5,851,237
Post-employment benefits	189,867	144,146	189,867	144,146
Total	4,539,601	5,995,383	4,539,601	5,995,383

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
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Revenues and expenses transactions between the Company and related persons and related companies for the nine-month periods ended 30 September 2020 and 2019 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<b>Other income</b>				
Subsidiary	-	-	-	90,000
Associate	-	30,000	-	30,000
Total	-	30,000	-	120,000
<b>Purchase of goods and equipment</b>				
Related company	6,468	203,058	6,468	203,058
<b>Service expenses</b>				
Subsidiary	-	-	-	120,000
Related company	802,500	-	802,500	-
Total	802,500	-	802,500	120,000
<b>Directors and management's remuneration</b>				
Short-term employee benefits	14,766,086	19,055,949	14,766,086	19,055,949
Post-employment benefits	569,601	432,438	569,601	432,438
Total	15,335,687	19,488,387	15,335,687	19,488,387

**7. TRADE AND OTHER RECEIVABLES**

	In Baht			
	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Trade account receivables-related company (Note 6.2)	-	2,140,000	-	2,140,000
Trade account receivables-other companies	96,996,707	112,839,447	96,727,007	112,345,047
Trade account receivables-net	96,996,707	114,979,447	96,727,007	114,485,047
Unbilled receivables	7,200,899	9,568,340	7,200,899	9,568,340
Advances payment for services-related companies (Note 6.2)	1,605,000	2,407,500	1,605,000	2,407,500
Prepaid contract costs	31,846,947	45,739,953	31,846,947	45,739,953
Advance payment for projects	25,670,869	20,499,679	25,646,026	20,445,455
Other receivables-subsidiaries (Note 6.2)	-	-	54,473	62,073
Other receivables-other companies	50,466	67,500	29,976	13,122
Total	163,370,888	193,262,419	163,110,328	192,721,490

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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Aging of trade receivables as at 30 September 2020 and 31 December 2019 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Trade account receivables				
Net yet due	30,124,691	69,560,320	30,124,691	69,065,920
Overdue:				
Less than 3 months	15,996,469	25,588,703	15,996,469	25,588,703
3-6 months	5,049,022	19,498,824	5,049,022	19,498,824
7-12 months	29,898,593	331,600	29,628,893	331,600
Over 12 months	16,518,682	325,150	16,518,682	325,150
Total	97,587,457	115,304,597	97,317,757	114,810,197
<u>Less Allowance for doubtful accounts</u>	<u>(590,750)</u>	<u>(325,150)</u>	<u>(590,750)</u>	<u>(325,150)</u>
Trade account receivables-net	<u>96,996,707</u>	<u>114,979,447</u>	<u>96,727,007</u>	<u>114,485,047</u>

The Company measures the loss on impairment of trade receivable by using the historical experience information. The Company has been indicated to not recoverable. During the nine-month period ended 30 September 2020, the Company has recognised a loss of doubtful amounting of Baht 0.3 million.

Trade accounts receivable amounting to Baht 10.6 million to have transferred of right over collection of each plan of the service fees as a guarantee of credit facilities from financial institutions in Note 15.

**8. INVENTORIES**

	In Baht			
	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Inventories	9,786,726	9,877,425	9,786,726	9,877,425
<u>Less Allowance for diminution in value of inventories</u>	<u>(575,688)</u>	<u>(1,087,511)</u>	<u>(575,688)</u>	<u>(1,087,511)</u>
Inventories-net	<u>9,211,038</u>	<u>8,789,914</u>	<u>9,211,038</u>	<u>8,789,914</u>

During the period, the Company reduced cost of inventories by Baht 0.5 million to reflect the net realisable value. This was presented as cost of sales.

**9. RESTRICTED DEPOSIT AT BANK-CURRENT PORTION**

Bank deposits of Baht 3.5 million have been pledged as collateral against loans from two local banks as describes in Note 15 and Note 25 to the financial statements. Restricted deposit as collateral for the redemption within one year are considered by the repayment schedule according to the agreed conditions.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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**10. OTHER CURRENT ASSETS**

	In Baht			
	Consolidate financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Undue input vat	2,674,852	5,148,993	2,672,753	5,144,815
Deposits and guarantee	1,212,064	3,949,314	809,000	3,546,250
Total	<u>3,886,916</u>	<u>9,098,307</u>	<u>3,481,753</u>	<u>8,691,065</u>

**11. INVESTMENT IN ASSOCIATE**

**Consolidated and Separate financial statements as at 30 September 2020 and 31 December 2019**

Company	Nature of business	Paid up Capital	Shareholding		In Baht			
			Percentage		Cost		In the equity method	
			30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019
			%	%				
MR Connex Co., Ltd.	Providing comprehensive sports competition services	5,000,000	40	40	<u>1,999,995</u>	<u>1,999,995</u>	<u>1,982,110</u>	<u>1,988,995</u>

Company	In Baht			
	Consolidated financial statements		Separate financial statements	
	Share of loss from Investment in associat ended 30 September 2020		Dividend received ended 30 September 2020	
	For the three-month period	For the nine-month period	For the three-month period	For the nine-month period
MR Connex Co., Ltd.	2,380	6,885	-	-

**12. INVESTMENTS IN SUBSIDIARIES**

**Separate financial statements as at 30 September 2020 and 31 December 2019**

Activities	Paid up Capital	%	At Cost
	(In Baht)	Holdings	(In Baht)
Rendering the consulting services of public relations communication and related services	5,000,000	52	2,599,995
Sales and service for information technology	5,000,000	51	2,549,985
			<u>5,149,980</u>

The Board of Directors Meeting of the Company No. 1/2019 held on 26 February 2019 has approved the investment in new companies, Idol Master Co., Ltd. and Multitechnology Expert Co., Ltd., in the proportion of 52 and 51 percent of the registered capital, respectively. Such subsidiaries registered the establishment of the company with the Ministry of Commerce in April 2019 and called for full share payment.

As at 30 September 2020 and 31 December 2019, the Company has not paid for shares of Multitechnology Expert Co., Ltd., therefore the Company presented such outstanding balance as investment payables in the amount of Baht 2,549,985 in the separate financial statements.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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**13. PROPERTY, PLANT AND EQUIPMENT**

	In Baht	
	Consolidated financial statements	Separate financial statements
For the nine-month period ended 30 September 2020		
Net book value at beginning of period	93,506,112	93,362,112
<u>Add</u> Acquisition of assets	12,641,148	12,641,148
<u>Less</u> Disposals	(3)	(3)
Depreciation	(10,570,276)	(10,570,276)
Net book value at end of period	<u>95,576,981</u>	<u>95,432,981</u>

As at 30 September 2020, land and building of the Company, with net book value amounting to Baht 24.0 million (31 December 2019 : Baht 24.8 million) are mortgaged as collateral for overdrafts and short-term loans from financial institutions Note 15 and long-term loans facilities Note 18.

**14. INTANGIBLE ASSETS**

	In Baht	
	Consolidated financial statements	Separate financial statements
For the nine-month period ended 30 September 2020		
Net book value at beginning of period	5,543,763	5,454,194
<u>Add</u> Acquisition	20,000	20,000
<u>Less</u> Amortization	(1,152,561)	(1,145,427)
Net book value at end of period	<u>4,411,202</u>	<u>4,328,767</u>

**15. OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS**

	Interest rate (per annum)	In Baht			
		Consolidated financial statements		Separate financial statements	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
Promissory note	4 - 5%	-	20,900,000	-	20,900,000
Short-term loans	3 - 5%	3,051,508	-	3,051,508	-
Total		<u>3,051,508</u>	<u>20,900,000</u>	<u>3,051,508</u>	<u>20,900,000</u>

As at 30 September 2020, the Company has overdrafts facility and short-term loans with financial institution amounting to Baht 59.0 million (31 December 2019 : Baht 39.9 million), guaranteed by land and structures there on of the Company as described in Note 13 to the financial statements, bank deposits as described in Note 9 to the financial statements and some are secured by the transfer of rights over collection of revenues from construction projects in Note 7.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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**16. TRADE AND OTHER PAYABLES**

	In Baht			
	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
Trade account payables	8,769,645	45,001,813	8,769,645	45,001,813
Current portion of trade account payable (Note 17)	21,490,652	16,000,000	21,490,652	16,000,000
Liabilities arising from contracts				
-Revenue received in advance	12,721,089	7,309,148	12,721,089	7,309,148
Accrued expenses	18,680,927	18,684,334	18,585,927	18,600,134
Withholding tax payable and revenue department payable	196,281	701,223	196,281	701,223
Other payables	32,418	855,850	32,418	855,850
<b>Total</b>	<b>61,891,012</b>	<b>88,552,368</b>	<b>61,796,012</b>	<b>88,468,168</b>

Revenue received in advance

As at 30 September 2020, revenue aggregating to Baht 71.6 million is expected to be recognised in the future relating to performance obligations that are unsatisfied (or partially unsatisfied) of contracts with customers (31 December 2019 : Baht 74.5 million). The Group expects to satisfy the performance obligations in year 2020 in amount of Baht 64.9 million.

**17. NON-CURRENT TRADE PAYABLES**

**Consolidated and Separate financial statements**

	In Baht	
	30 September 2020	31 December 2019
Trade account payable	25,987,536	33,987,537
<u>Less</u> Current portion of trade account payable (Note 16)	<u>(21,490,652)</u>	<u>(16,000,000)</u>
Net	<u>4,496,884</u>	<u>17,987,537</u>

As at 30 September 2020, the Company has an outstanding balance of account payable amounting Baht 26.0 million (31 December 2019 : Baht 34.0 million). The Company entered into the additional Memorandum of Understanding in respect of payment such account payable and shall have to comply with certain conditions as specified in the Memorandum of Understanding. The payment conditions in each periods are as follows:

1<sup>st</sup> year: repayment from May to December 2019 amounting Baht 12.0 million.

2<sup>nd</sup> year: repayment from January to December 2020 amounting Baht 16.0 million.

3<sup>rd</sup> year: repayment from January to December 2021 amounting Baht 18.0 million.

In quarter 1 of year 2020, the Company has agreed with such payable to change the payment during April 2020 to December 2020, which remain the payment schedule in the amendment memorandum.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
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**18. LONG-TERM LOANS**

**Consolidated and Separate financial statements**

Loans	Interest rates (per annum)	Payment	In Baht	
			30 September 2020	31 December 2019
1. loans from a local financial institution	4 - 7%	Monthly payment from 2013 to 2020	534,732	710,167
2. loans from a local financial institution	4 - 7%	Monthly payment from 2013 to 2020	726,768	991,130
3. loans from a local financial institution	4 - 7%	Monthly payment from 2015 to 2023	2,884,857	3,145,103
4. loans from a local financial institution	4%	Monthly payment from 2016 to 2023	1,817,840	2,370,223
5. loans from a local financial institution	4 - 7%	Monthly payment from 2017 to 2022	2,317,719	2,571,713
6. loans from a local financial institution	3 - 7%	Monthly payment from 2017 to 2024	2,816,519	3,317,957
7. loans from a local financial institution	3 - 5%	Monthly payment from 2022 to 2025	20,000,000	-
8. loans from a local financial institution	5 - 6%	Monthly payment from 2021 to 2027	10,000,000	-
Total			41,098,435	13,106,293
<u>Less</u> Current portion			(5,428,905)	(4,284,880)
Long-term loans-net of current portion			<u>35,669,530</u>	<u>8,821,413</u>

Movement of the long-term loans from financial institutions for the nine-month period ended 30 September 2020 are as follows:

	In Baht
Balance at the beginning of the period	13,106,293
Received loan during the period	30,000,000
Repayment loan during the period	(2,007,858)
Balance at the end of the period	<u>41,098,435</u>

The loan agreements contain covenants as specified in that among other things, require the Company to comply throughout periods of the loan agreements. The loan agreements are guaranteed by the Company's land and structures Note 13, certain directors and guarantee by Thai Credit Guarantee Corporation.

In April 2020, the Company has received the assistance for the suspension payment of principal and interest from bank for 6 months under the assistance measures from the COVID-19 situation.

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

**19. LEASE LIABILITIES**

	In Baht	
	Consolidated and Separate financial statements	
	30 September 2020	31 December 2019
Lease liabilities	48,620,676	41,161,236
<u>Less</u> Deferred interest and input tax	(10,631,405)	(6,381,970)
Current portion of lease liabilities	(8,331,171)	(11,850,323)
Net	<u>29,658,100</u>	<u>22,928,943</u>

Expenses related to the lease agreements for the nine-month periods ended 30 September 2020 and 2019, recognised in profit or loss as follows:

	In Baht	
	Consolidated and Separate financial statements	
	2020	2019
Interest expense on lease liabilities	1,391,008	875,537
Leases of low-value underlying assets	565,716	565,716
Total	<u>1,956,724</u>	<u>1,441,253</u>

In April 2020, the Company has received the assistance for payment holiday of principal and interest from lease liabilities for 12 months under the assistance measures from the COVID-19 situation.

**20. EMPLOYEE BENEFIT OBLIGATIONS**

**Consolidated and Separate financial statements**

Movement in the present value of the defined benefit obligations:

	In Baht
<b>For the nine-month period ended 30 September 2020</b>	
Employee benefit obligations at 1 January 2020	11,024,189
Current service cost and interest	<u>981,523</u>
<b>Employee benefit obligations at 30 September 2020</b>	<u>12,005,712</u>



**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

**21. INCOME TAX**

Tax expense(income) for the three-month periods ended 30 September 2020 and 2019 are made up as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<b>Income tax recognized in profit or loss</b>				
<b>Current income tax:</b>				
Corporate income tax	-	-	-	-
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	302,219	(36,858)	302,219	(36,858)
<b>Total</b>	<b>302,219</b>	<b>(36,858)</b>	<b>302,219</b>	<b>(36,858)</b>

Income tax expense for the nine-month periods ended 30 September 2020 and 2019 are made up as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<b>Income tax recognized in profit or loss</b>				
<b>Current income tax:</b>				
Corporate income tax	-	-	-	-
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	630,826	4,238,350	630,826	4,238,350
<b>Total</b>	<b>630,826</b>	<b>4,238,350</b>	<b>630,826</b>	<b>4,238,350</b>

Deferred tax assets is presented in the statements of financial position as at 30 September 2020 and 31 December 2019 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
<b>Deferred tax assets</b>				
Trade account receivables	118,150	65,030	118,150	65,030
Inventories	115,138	217,502	115,138	217,502
Employee benefit obligations	2,401,142	2,204,838	2,401,142	2,204,838
Unused tax losses	7,122,401	7,122,401	7,122,401	7,122,401
Total deferred tax assets	9,756,831	9,609,771	9,756,831	9,609,771
<b>Deferred tax liabilities</b>				
Property, plant and equipment	1,396,564	646,997	1,396,564	646,997
Intangible assets	56,705	28,386	56,705	28,386
Total deferred tax liabilities	1,453,269	675,383	1,453,269	675,383
<b>Deferred tax assets-net</b>	<b>8,303,562</b>	<b>8,934,388</b>	<b>8,303,562</b>	<b>8,934,388</b>

**M VISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

**22. SEGMENT INFORMATION**

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The Company operations are mainly carried on in the geographic area of Thailand. The management demonstrated and structured business units to 3 principal reportable segments as follows;

1. Event organizing segment comprising mobile phone, IT and technology exhibition, sport tournament, tourism campaign, seminar, caravan render and other events.
2. Media and agency segment comprising publishing and distribution online and offline media and marketing activities agency.
3. Commerce segment comprising sale of goods i.e. mobile phone, smart phone, tablet, accessories, electronics, electronic motorcycle and technology equipment.

**Consolidated financial statements**

The following tables present revenue and profit information regarding the Group's operating segments for the three-month periods ended 30 September 2020 and 2019, respectively.

Revenue type	(In Thousand Baht)							
	Event organizing		Media and agency		Commerce		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Revenues	27,509	23,341	33,749	21,255	732	27	61,990	44,623
Segment profit(loss)	538	4,743	14,105	19,570	380	(287)	15,023	24,026
Other income							17	202
Cost of distributions							(2,128)	(2,623)
Administrative expenses							(10,947)	(14,761)
Profit from operating activities							1,965	6,844
Finance expenses							(1,432)	(477)
Share of loss from investments in associate							(3)	-
Profit before tax income(expense)							530	6,367
Tax income(expense)							(302)	37
Profit for the period							228	6,404

The following tables present revenue and profit information regarding the Group's operating segments for the nine-month periods ended 30 September 2020 and 2019, respectively.

Revenue type	(In Thousand Baht)							
	Event organizing		Media and agency		Commerce		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Revenues	95,184	161,382	44,739	43,295	1,579	16,643	141,502	221,320
Segment profit	13,544	56,437	18,221	21,929	282	1,390	32,047	79,756
Other income							2,811	956
Cost of distributions							(8,749)	(8,864)
Administrative expenses							(40,752)	(42,572)
Profit(loss) from operating activities							(14,643)	29,276
Finance expenses							(3,001)	(1,512)
Share of loss from investments in associate							(7)	-
Profit(loss) before income tax expense							(17,651)	27,764
Income tax expense							(631)	(4,238)
Profit(loss) for the period							(18,282)	23,526

### **23. LITIGATION**

In September 2018, the Company was sued by a disputant company for its non-compliance with the memorandum signed in August 2018, claiming a compensation for damage of Baht 9.2 million. As on 13 December 2018, the Company has submitted its testimony responding and counterclaiming for damages in the amount by Baht 106.3 million, including the interest, on the ground of the breach of contract against the Company.

The Company's lawyer suggested that the Company had not breached the above memorandum, and the Company's management concurred that the case would be ruled in the favor of the Company. Consequence, the Company has not established any loss reserve in its accounts.

### **24. CONTRACT COMMITMENT**

As at 30 September 2020, the Company entered into the operating lease agreements in respect of the lease of vehicles. The term of agreements were 1 to 5 years. The Company had future minimum lease payments under the operating lease agreements, as follows:

<u>Year</u>	<u>In Million Baht</u>
Repayments within 1 year	0.7
Repayments over 1 to 5 years	0.1

### **25. GUARANTEES**

As at 30 September 2020, there were outstanding letters of guarantees of approximately Baht 35.4 million (31 December 2019 : Baht 7.3 million) issued by financial institutions on behalf of the Company in respect of certain performance bonds as required in the normal course of business of the Company including those to guarantee performance in accordance with contracts, and for electricity use and credit line.

### **26. APPROVAL OF INTERIM FINANCIAL STATEMENTS**

These interim financial statements have been approved by the Company's Board of Directors on 16 November 2020.