

Trinity Watthana Public Company Limited
and its subsidiaries
Review report and interim consolidated financial statements
For the three-month period ended 31 March 2018

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Trinity Watthana Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Trinity Watthana Public Company Limited and its subsidiaries as at 31 March 2018, the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Trinity Watthana Public Company Limited for the same period. 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 Thai Accounting Standard 34 *Interim Financial Reporting*.

Sumana Punpongsanon

Certified Public Accountant (Thailand) No. 5872

EY Office Limited

Bangkok: 11 May 2018

Trinity Watthana Public Company Limited and its subsidiaries

Statement of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	4	32,768	82,208	1,406	667
Current investments	5	558,581	498,663	122,451	64,674
Receivables from Clearing House	6	94,596	144,387	-	-
Securities and derivatives business receivables	7	2,500,883	2,784,178	-	-
Other receivables	9	21,719	15,547	63,762	62,437
Short-term loans to subsidiary	3	-	-	718,000	447,000
Short-term loans to others	10	131,950	131,950	131,950	131,950
Derivatives assets		19	-	-	-
Other current assets		29,362	15,751	1,369	1,134
Total current assets		3,369,878	3,672,684	1,038,938	707,862
Non-current assets					
Investments in subsidiaries	11	-	-	1,492,205	1,474,997
Investment in associate	12	3,460	3,262	3,460	3,262
Other long-term investments	5	84,500	97,187	78,800	91,800
Premises improvement and equipment	13	22,727	23,845	4,141	4,431
Goodwill		50,865	50,865	-	-
Intangible assets	14	9,924	10,117	-	-
Deferred tax assets		42,479	39,581	21,865	20,921
Other non-current assets		58,369	57,303	-	-
Total non-current assets		272,324	282,160	1,600,471	1,595,411
Total assets		3,642,202	3,954,844	2,639,409	2,303,273

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

Trinity Watthana Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2018	31 December 2017	31 March 2018	31 December 2017
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term borrowings from financial institutions	15	270,000	1,102,000	-	-
Payables to Clearing House		110,969	56,528	-	-
Securities and derivatives business payables	16	187,248	376,621	-	-
Other payables	3, 17	65,197	72,024	22,769	38,832
Other short-term borrowings	15	339,856	39,957	-	-
Short-term unsecured debentures	15	875,000	535,000	875,000	535,000
Unsecured debentures - due within one year	18	100,000	100,000	100,000	100,000
Short-term loans from subsidiaries	3	-	-	6,000	8,500
Derivatives liabilities		3	-	-	-
Income tax payable		21,829	16,040	-	-
Other current liabilities		5,860	5,499	1,673	381
Total current liabilities		1,975,962	2,303,669	1,005,442	682,713
Non-current liabilities					
Provision for long-term employee benefits		29,997	28,275	840	775
Other non-current liabilities		18,592	18,694	15,476	15,579
Total non-current liabilities		48,589	46,969	16,316	16,354
Total liabilities		2,024,551	2,350,638	1,021,758	699,067
Shareholders' equity					
Share capital	19				
Registered					
326,243,191 ordinary shares of Baht 5 each					
(31 December 2017: 197,496,000 ordinary shares of Baht 5 each)					
		1,631,216	987,480	1,631,216	987,480
Issued and fully paid-up					
197,495,461 ordinary shares of Baht 5 each		987,477	987,477	987,477	987,477
Share premium		288,886	288,886	288,886	288,886
Retained earnings					
Appropriated - statutory reserve		65,224	65,224	65,224	65,224
Unappropriated		289,683	265,923	289,683	265,923
Other components of shareholders' equity	5.2	(13,619)	(3,304)	(13,619)	(3,304)
Total shareholders' equity		1,617,651	1,604,206	1,617,651	1,604,206
Total liabilities and shareholders' equity		3,642,202	3,954,844	2,639,409	2,303,273
		-	-	-	-

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

Directors

(Unaudited but reviewed)

Trinity Watthana Public Company Limited and its subsidiaries
Statement of comprehensive income
For the three-month period ended 31 March 2018

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Profit or loss:					
Revenues					
Advisory fees		3,230	6,150	-	-
Securities business income	21	139,329	131,521	-	-
Derivatives business income		5,539	3,286	-	-
Gain on securities trading	5.3	33,528	36,228	19,223	18,657
Gain on derivatives trading		-	-	2,211	461
Interest and dividend income		6,946	8,916	7,796	9,884
Other income		2,698	1,900	3,948	2,614
Total revenues		191,270	188,001	33,178	31,616
Expenses					
Operating and administrative expenses					
Personnel expenses		97,709	90,563	15,621	17,225
Depreciation and amortisation		3,120	3,480	290	242
Fee and service expenses		18,666	15,318	1,902	936
Other expenses		19,702	19,162	431	690
Doubtful accounts	8	6,887	-	-	-
Loss on derivatives trading		2,158	6,115	-	-
Total expenses		148,242	134,638	18,244	19,093
Profit before share of profit from investments in subsidiaries and associate, finance cost and income tax expenses					
		43,028	53,363	14,934	12,523
Share of profit from investments in subsidiaries	11.2	-	-	17,123	25,833
Share of profit from investment in associate	12.2	198	27	198	27
Profit before finance cost and income tax expenses		43,226	53,390	32,255	38,383
Finance cost		(12,758)	(13,701)	(6,838)	(5,368)
Profit before income tax expenses		30,468	39,689	25,417	33,015
Income tax expenses	22	(6,708)	(8,145)	(1,657)	(1,471)
Profit for the period		23,760	31,544	23,760	31,544

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

(Unaudited but reviewed)

Trinity Watthana Public Company Limited and its subsidiaries
Statement of comprehensive income (continued)
For the three-month period ended 31 March 2018

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2018	2017	2018	2017
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Gain (loss) on re-measuring available-for-sale securities		(12,894)	9,171	(13,000)	9,042
Income tax effect	22	2,579	(1,834)	2,600	(1,809)
Gain (loss) on re-measuring available-for-sale securities - net income tax	5.2	(10,315)	7,337	(10,400)	7,233
Share of other comprehensive income from investments in subsidiaries	11.2	-	-	85	104
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		(10,315)	7,337	(10,315)	7,337
Other comprehensive income for the period		(10,315)	7,337	(10,315)	7,337
Total comprehensive income for the period		13,445	38,881	13,445	38,881
Earnings per share	23				
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht/share)		0.12	0.16	0.12	0.16
Diluted earnings per share					
Profit attributable to equity holders of the Company (Baht/share)		0.12		0.12	

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

(Unaudited but reviewed)

Trinity Watthana Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2018

(Unit: Thousand Baht)

Consolidated financial statements

	Issued and fully paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity Other comprehensive income Gain (loss) on re-measuring available-for-sale investments	Total
			Appropriated - statutory reserve	Unappropriated		
Balance as at 1 January 2017	987,477	288,886	63,820	318,254	(58,354)	1,600,083
Profit for the period	-	-	-	31,544	-	31,544
Other comprehensive income for the period	-	-	-	-	7,337	7,337
Total comprehensive income for the period	-	-	-	31,544	7,337	38,881
Balance as at 31 March 2017	<u>987,477</u>	<u>288,886</u>	<u>63,820</u>	<u>349,798</u>	<u>(51,017)</u>	<u>1,638,964</u>
Balance as at 1 January 2018	987,477	288,886	65,224	265,923	(3,304)	1,604,206
Profit for the period	-	-	-	23,760	-	23,760
Other comprehensive income for the period	-	-	-	-	(10,315)	(10,315)
Total comprehensive income for the period	-	-	-	23,760	(10,315)	13,445
Balance as at 31 March 2018	<u>987,477</u>	<u>288,886</u>	<u>65,224</u>	<u>289,683</u>	<u>(13,619)</u>	<u>1,617,651</u>
	-	-	-	-	-	-
	-	-	-	-	-	-

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

(Unaudited but reviewed)

Trinity Watthana Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2018

(Unit: Thousand Baht)

	Separate financial statements					Total
	Issued and fully paid-up share capital	Share premium	Retained earnings Appropriated - statutory reserve	Unappropriated	Other components of shareholders' equity Other comprehensive income Gain (loss) on re-measuring available-for-sale investments	
Balance as at 1 January 2017	987,477	288,886	63,820	318,254	(58,354)	1,600,083
Profit for the period	-	-	-	31,544	-	31,544
Other comprehensive income for the period	-	-	-	-	7,337	7,337
Total comprehensive income for the period	-	-	-	31,544	7,337	38,881
Balance as at 31 March 2017	<u>987,477</u>	<u>288,886</u>	<u>63,820</u>	<u>349,798</u>	<u>(51,017)</u>	<u>1,638,964</u>
Balance as at 1 January 2018	987,477	288,886	65,224	265,923	(3,304)	1,604,206
Profit for the period	-	-	-	23,760	-	23,760
Other comprehensive income for the period	-	-	-	-	(10,315)	(10,315)
Total comprehensive income for the period	-	-	-	23,760	(10,315)	13,445
Balance as at 31 March 2018	<u>987,477</u>	<u>288,886</u>	<u>65,224</u>	<u>289,683</u>	<u>(13,619)</u>	<u>1,617,651</u>
	-	-	-	-	-	-
	-	-	-	-	-	-

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

(Unaudited but reviewed)

Trinity Watthana Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2018**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from operating activities				
Profit before tax	30,468	39,689	25,417	33,015
Adjustments to reconcile profit before tax to net cash provided by (paid for) operating activities:				
Depreciation and amortisation	3,120	3,480	290	242
Long-term employee benefits expenses	1,722	1,224	65	52
Doubtful accounts	6,887	-	-	-
Share of profit from investments in subsidiaries	-	-	(17,123)	(25,833)
Share of profit from investment in associate	(198)	(27)	(198)	(27)
Unrealised loss on revaluation of investments in trading securities	447	4,520	257	2,955
Unrealised gain on revaluation of derivatives	(7)	-	-	-
Gain on sale of available-for-sale investments	(13)	-	-	-
Loss (gain) on disposal and write-off of equipment	8	(1,503)	-	-
Interest and dividend income	(16,365)	(17,009)	(7,796)	(9,884)
Interest expenses	12,758	13,701	6,838	5,368
Profit from operating activities before changes in operating assets and liabilities	38,827	44,075	7,750	5,888
Operating assets (increase) decrease				
Current investments	(60,365)	(45,435)	(58,034)	(133,901)
Receivables from Clearing House	49,791	(215,380)	-	-
Securities and derivatives business receivables	276,408	65,094	-	-
Other receivables	(1,347)	(4,215)	(1,289)	64,181
Derivative assets	(13)	-	-	-
Other current assets	(13,702)	(4,349)	(315)	(176)
Other non-current assets	(1,066)	(753)	-	-
Operating liabilities increase (decrease)				
Payables to Clearing House	54,441	(279,195)	-	-
Securities and derivatives business payables	(189,373)	(55,888)	-	-
Other payables	(7,180)	(49,957)	(16,371)	46,060
Derivative liabilities	4	-	-	-
Other current liabilities	361	(3,393)	1,291	218
Paid for long-term employee benefits	-	(800)	-	-
Other non-current liabilities	(102)	1,338	(103)	1,917
Cash flows from (used in) operating activities	146,684	(548,858)	(67,071)	(15,813)
Cash received from interest and dividend	11,540	16,626	7,760	8,305
Cash paid for interest expenses	(11,587)	(11,634)	(6,530)	(5,368)
Cash received (paid) for income tax	(1,147)	(1,140)	80	(120)
Net cash flows from (used in) operating activities	145,490	(545,006)	(65,761)	(12,996)

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

(Unaudited but reviewed)

Trinity Watthana Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 31 March 2018

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cash flows from investing activities				
Dividend received from subsidiary	-	-	-	69,600
Increase in short-term loans to subsidiary	-	-	(271,000)	(248,000)
Decrease in short-term loans to others	-	220,000	-	220,000
Cash paid for purchases of other long-term investments	(257)	-	-	-
Cash received from disposal other long-term investments	63	-	-	-
Cash paid for purchases of equipment	(1,575)	(5,528)	-	(1,249)
Cash received from disposal of equipment	-	1,506	-	-
Cash paid for purchase of intangible assets	(242)	(80)	-	-
Net cash flows from (used in) investing activities	(2,011)	215,898	(271,000)	40,351
Cash flows from financing activities				
Increase (decrease) in short-term borrowings from financial institutio	(832,000)	345,000	-	-
Increase (decrease) in short-term loans from subsidiaries	-	-	(2,500)	500
Increase (decrease) in other short-term borrowings	299,081	(427,325)	-	(427,095)
Cash received from debentures issuance	495,000	400,000	495,000	400,000
Repayment of debentures	(155,000)	-	(155,000)	-
Net cash flows from (used in) financing activities	(192,919)	317,675	337,500	(26,595)
Net increase (decrease) in cash and cash equivalents	(49,440)	(11,433)	739	760
Cash and cash equivalents at the beginning of the period	82,208	54,814	667	1,435
Cash and cash equivalents at the end of the period	32,768	43,381	1,406	2,195
	-	-	-	-
Supplemental cash flows information :				
Non-cash items				
Dividend receivable - long-term investments	-	1,560	-	1,560
Gain (loss) on re-measuring available-for-sale investments				
- net of income tax	(10,315)	7,337	(10,400)	7,233

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

Trinity Watthana Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month period ended 31 March 2018

1. General information

1.1 Corporate information

- a) Trinity Watthana Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in investments in other companies. The registered office of the Company is at 179/111, 26th Floor, Bangkok City Tower, South Sathorn Road, Thungmahamek, Sathorn, Bangkok.
- b) The Company invests 99.9% of the registered share capital of Trinity Securities Company Limited, a subsidiary, which operates its business in Thailand and undertakes securities businesses licensed, as follows:
1. Securities brokerage
 2. Securities trading
 3. Investment advisory
 4. Securities underwriting
 5. Securities borrowing and lending
 6. Private fund asset management
 7. Financial advisory
 8. Derivatives agent

The registered office of the subsidiary is at 179, 25th-26th, 29th Floor, Bangkok City Tower, South Sathorn Road, Thungmahamek, Sathorn, Bangkok.

As at 31 March 2018, the subsidiary has 7 branches (31 December 2017: 7 branches).

1.2 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the interim Thai language financial statements.

1.3 Basis of consolidation

The basis of consolidation is the same as that for the consolidated financial statements for the year ended 31 December 2017, with there being no structural changes relating to the subsidiaries during the period.

1.4 New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements.

(b) Financial reporting standard that will become effective in the future

During the period, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after 1 January 2019. Key principles of this standard are summarised below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

At present, the management of the Company and its subsidiaries is evaluating the impact of this standard to the financial statements in the year when it is adopted.

2. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2017.

3. Related party transactions

The relationships between the Company and its related parties that have significant business transactions during the periods are summarised below:

<u>Name of related parties</u>	<u>Relationship</u>
Trinity Securities Company Limited	Subsidiary
Trinity Advisory 2001 Company Limited	Subsidiary
Trinity Intelligence Plus Company Limited	Subsidiary
Asset Backed Holdings Limited	Associate
Conduit Management Services Limited	Under the control of the associate

During the periods, the Company and its subsidiaries had significant business transactions with related parties, which have been concluded on commercial terms and bases agreed upon in the ordinary course of businesses between the Company and those parties. Below is a summary of those transactions.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		Transfer Pricing Policy
	For the three-month periods ended 31 March		For the three-month periods ended 31 March		
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	
<u>Related party transactions</u>					
Brokerage fees from securities business					
- Directors of the Group	105	254	-	-	At the subsidiary's normal rate charged to other clients, in accordance with Association of Thai Securities Companies' notification
Brokerage fees from derivatives business					
- Directors of the Group	88	54	-	-	At the subsidiary's normal rate charged to other clients, in accordance with Association of Thai Securities Companies' notification
Management service income					
- Subsidiary	-	-	3,600	2,550	Contract price
- Associate	412	61	-	-	Contract price
Interest income					
- Subsidiaries	-	-	2,428	1,309	Savings deposit interest rate plus 1.0% per annum (2017: savings deposit interest rate plus 0.6% per annum)
Interest expenses					
- Subsidiaries	-	-	18	12	Savings deposit interest rate plus 0.35% per annum
Management service expenses					
- Subsidiary	-	-	400	350	Contract price
Brokerage fee expenses					
- Subsidiary	-	-	14,370	9,461	At the subsidiary's normal rate charged to other clients, in accordance with Association of Thai Securities Companies' notification
Private fund management fees					
- Directors of the Group	240	210	-	-	Contract price

(Unaudited but reviewed)

The balances of the accounts as at 31 March 2018 and 31 December 2017 between the Company, its subsidiaries and those related parties are as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
<u>Outstanding balances of the transactions</u>				
Securities and derivatives business receivables				
Directors of the Group	5,473	5,390	-	-
Other receivable - subsidiary				
Trinity Securities Company Limited	-	-	60,242	61,528
Short-term loans to subsidiary				
Trinity Securities Company Limited	-	-	718,000	447,000
Short-term loans from subsidiaries				
Trinity Advisory 2001 Company Limited	-	-	6,000	7,000
Trinity Intelligence Plus Company Limited	-	-	-	1,500
Securities and derivatives business payables				
Directors of the Group	11,406	9,294	-	-
Other payables - subsidiaries				
Trinity Securities Company Limited	-	-	9,098	27,120
Trinity Intelligence Plus Company Limited	-	-	-	299

Short-term loans to subsidiary are due at call. Movements in the balances of the loans during the period were as follows:

	(Unit: Thousand Baht)			
	Separate financial statements			
	Balance as at 1 January 2018	During the period		Balance as at 31 March 2018
	Increase	Decrease		
Short-term loans to subsidiary				
Trinity Securities Company Limited	447,000	42,851,000	(42,580,000)	718,000

(Unaudited but reviewed)

Short-term loans from subsidiaries are due at call. Movements in the balances of the loans during the period were as follows:

(Unit: Thousand Baht)

	Separate financial statements			Balance as at 31 March 2018
	Balance as at 1 January 2018	During the period		
		Increase	Decrease	
Short-term loans from subsidiaries				
Trinity Advisory 2001 Company Limited	7,000	12,500	(13,500)	6,000
Trinity Intelligence Plus Company Limited	1,500	-	(1,500)	-
	<u>8,500</u>	<u>12,500</u>	<u>(15,000)</u>	<u>6,000</u>

Directors and management's benefits

The Company and its subsidiaries had employee benefit payable to their directors and management as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Short-term benefits	11,987	11,674	2,194	2,156
Post-employment benefits	2,187	1,931	-	-
Total	<u>14,174</u>	<u>13,605</u>	<u>2,194</u>	<u>2,156</u>

4. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	Cash on hand	170	165	-
Deposits at financial institutions	172,045	176,782	1,406	667
Total cash and cash equivalents	172,215	176,947	1,406	667
Less: Deposits for customers' account	(139,447)	(94,739)	-	-
Net cash and cash equivalents	<u>32,768</u>	<u>82,208</u>	<u>1,406</u>	<u>667</u>

(Unaudited but reviewed)

5. Current investments and other long-term investments

5.1 Fair value of obligated investments in equity securities

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2018	31 December 2017
Securities borrowing and not yet due		
Equity securities	22,815	9,006
Total obligated investments	<u>22,815</u>	<u>9,006</u>

5.2 Loss on re-measuring available-for-sale investments

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Balance - beginning of the period	(3,304)	(58,354)	(3,304)	(58,354)
Changes during the period (net of income tax)				
- from revaluation	(10,302)	7,337	(10,400)	7,233
- from disposals	(13)	-	-	-
Share of other comprehensive income from investments in subsidiaries	-	-	85	104
Balance - end of the period	<u>(13,619)</u>	<u>(51,017)</u>	<u>(13,619)</u>	<u>(51,017)</u>

5.3 Gain on securities trading

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Unrealised loss on trading securities	(447)	(4,520)	(257)	(2,955)
Realised gain on sales of trading securities	33,672	39,952	19,480	21,612
Realised gain on sales of available-for- sale securities	303	796	-	-
Total	<u>33,528</u>	<u>36,228</u>	<u>19,223</u>	<u>18,657</u>

(Unaudited but reviewed)

5.4 Deposits at financial institutions and investments in debt securities with maturity over 3 months but less than 1 year

	(Unit: Thousand Baht)	
	Consolidated	
	financial statements	
	31 March	31 December
	2018	2017
Fixed deposits with maturity over 3 months but less than 1 year	420,100	210,100
Promissory notes with maturity over 3 months but less than 1 year	180,000	400,000
BOT bonds with maturity over 3 months but less than 1 year	99,969	99,691
Less: Deposits at financial institutions and investments in debt securities for customers' account of the subsidiary	(700,069)	(709,791)
Total	-	-

6. Receivables from Clearing House

	(Unit: Thousand Baht)	
	Consolidated	
	financial statements	
	31 March	31 December
	2018	2017
Receivables from Clearing House	118,394	170,302
Less: Receivables from Clearing House for customers' accounts of the subsidiary	(23,798)	(25,915)
Net receivables from Clearing House	94,596	144,387

7. Securities and derivatives business receivables

	(Unit: Thousand Baht)	
	Consolidated	
	financial statements	
	31 March	31 December
	2018	2017
Securities business receivables		
Cash customers' accounts	181,116	411,588
Credit balance accounts	2,174,807	2,230,492
Collateral receivables	25,145	10,120

(Unaudited but reviewed)

Other receivables	190,626	196,928
Total securities business receivables	2,571,694	2,849,128
Less: Allowance for doubtful accounts	(75,925)	(69,038)
Net securities business receivables	2,495,769	2,780,090
Derivatives business receivables		
Derivatives business receivables	1,994	968
Other receivables	3,120	3,120
Total derivatives business receivables	5,114	4,088
Net securities and derivatives business receivables	2,500,883	2,784,178

- 7.1 As at 31 March 2018, Trinity Securities Company Limited, the Company's subsidiary, has other receivables of approximately Baht 126 million (31 December 2017: Baht 126 million) for which it has stopped recognising interest income.
- 7.2 Trinity Securities Company Limited, the Company's subsidiary, has classified securities business receivables and derivatives business in accordance with the Notification of the Office of the Securities and Exchange Commission governing accounting for doubtful debts of securities company. The classified is as follows:

(Unit: Million Baht)

	Consolidated financial statements					
	31 March 2018			31 December 2017		
	Debt balance	Allowance for doubtful accounts set up by the subsidiary	Debt balance net of allowance for doubtful accounts	Debt balance	Allowance for doubtful accounts set up by the subsidiary	Debt balance net of allowance for doubtful accounts
Normal debts	2,383	-	2,383	2,653	-	2,653
Sub-standard debts	118	-	118	131	-	131
Doubtful debts	76	(76)	-	69	(69)	-
Total	2,577	(76)	2,501	2,853	(69)	2,784

8. Allowance for doubtful accounts

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2018	31 December 2017
Balance - beginning of the period / year	69,038	60,115
Add: Doubtful accounts	6,887	9,210
Less: Bad debt written-off	-	(287)
Balance - end of the period / year	75,925	69,038

(Unaudited but reviewed)

9. Other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
Accrued income	21,719	15,547	3,520	909
Other receivables - subsidiary (Note 3)	-	-	60,242	61,528
Total other receivables	21,719	15,547	63,762	62,437

10. Short-term loans to others

As at 31 March 2018, the Company has loans to others amounting to Baht 132 million (31 December 2017: Baht 132 million) carry interest at MOR plus 0.12% - 3.38% per annum (31 December 2017: MOR plus 0.12% - 2.87% per annum) and to be due within November 2018 (31 December 2017: within July 2018) and secured by a pledge of the borrower's securities.

11. Investments in subsidiaries

11.1 Details of investments in subsidiaries as presented in the separate financial statements are as follows:

Company's name	Paid-up capital		Shareholding percentage		Cost		Carrying amounts based on the equity method	
	31 March 2018	31 December 2017	31 March 2018 (%)	31 December 2017 (%)	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	Trinity Securities Company Limited	1,200,000	1,200,000	99.9	99.9	1,169,803	1,169,803	1,476,986
Trinity Advisory 2001 Company Limited	10,000	10,000	99.9	99.9	10,000	10,000	14,085	15,047
Trinity Intelligence Plus Company Limited	3,000	3,000	99.9	99.9	3,000	3,000	1,134	2,501
Total					1,182,803	1,182,803	1,492,205	1,474,997

(Unaudited but reviewed)

11.2 Share of comprehensive income

During the periods, the Company has recognised its share of comprehensive income from investment in subsidiaries in the separate financial statements as follows:

(Unit: Thousand Baht)

Company's name	Separate financial statements			
	Share of profit or loss		Share of other comprehensive income	
	For the three-month periods ended 31 March			
	2018	2017	2018	2017
Trinity Securities Company Limited	19,452	26,785	85	104
Trinity Advisory 2001 Company Limited	(961)	(952)	-	-
Trinity Intelligence Plus Company Limited	(1,368)	-	-	-
Total	17,123	25,833	85	104

12. Investment in associate

12.1 Detail of investment in associate

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage		Cost		Carrying amounts based on the equity method	
			31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017
			(%)	(%)				
Asset Backed Holdings Limited	Investments in securitisation	Thailand	49.9	49.9	50	50	3,460	3,262

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Separate financial statements					
			Shareholding percentage		Cost		Carrying amounts based on the cost method	
			31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017
			(%)	(%)				
Asset Backed Holdings Limited	Investments in securitisation	Thailand	49.9	49.9	3,532	3,532	3,460	3,262

Asset Backed Holdings Limited, which operates its business in Thailand and its principal activity is investments in securitisation entities authorised by the Office of the Securities and Exchange Commission, invested in a subsidiary in the percentage of shareholding as follow:

(Unaudited but reviewed)

Subsidiary of Asset Backed Holdings Limited	Type of business	Percentage of shareholding	
		31 March 2018	31 December 2017
		(%)	(%)
Conduit Management Services Limited	Management service for special purpose vehicles	100	100

12.2 Share of comprehensive income

During the periods, the Company has recognised its share of profit from investment in associate in the consolidated financial statements and the separate financial statements as follows:

(Unit: Thousand Baht)

Company's name	Consolidated / Separate financial statements			
	Share of profit		Share of other comprehensive income	
	For the three-month periods ended 31 March			
	2018	2017	2018	2017
Asset Backed Holdings Limited *	198	27	-	-
Total	198	27	-	-

* The Company's interest in the equity of Asset Backed Holdings Limited was calculated based on the financial statements which prepared by the company's management and has not yet been reviewed by its auditor.

13. Premises improvement and equipment

Movements of the premises improvement and equipment during the three-month period ended 31 March 2018 are summarised below.

(Unit: Thousand Baht)

	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2018	23,845	4,431
Acquisitions during period - at cost	1,575	-
Write-off during the period - net book value on write-off date	(8)	-
Depreciation for the period	(2,685)	(290)
Net book value as at 31 March 2018	22,727	4,141

14. Intangible assets

Movements of the intangible assets during the three-month period ended 31 March 2018 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements
Net book value as at 1 January 2018	10,117
Acquisitions during period - at cost	242
Amortisation for the period	(435)
Net book value as at 31 March 2018	<u>9,924</u>

15. Short-term borrowings from financial institutions, other short-term borrowings and short-term unsecured debentures

(Unit: Thousand Baht)

Type	Interest rate		Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	(% per annum)	(% per annum)				
Short-term borrowings from financial institutions						
Promissory notes	Inter bank rate	Inter bank rate	270,000	1,102,000	-	-
			<u>270,000</u>	<u>1,102,000</u>	<u>-</u>	<u>-</u>
Other short-term borrowings						
Bills of exchange	Inter bank rate plus 0.30%	Inter bank rate plus 0.30%	339,856	39,957	-	-
			<u>339,856</u>	<u>39,957</u>	<u>-</u>	<u>-</u>
Short-term unsecured debentures						
Debentures No. 1/2017	Fixed at 3.25%	Fixed at 3.25%	200,000	200,000	200,000	200,000
Debentures No. 1/2017 series III	-	Fixed at 2.60%	-	155,000	-	155,000
Debentures No. 2/2017	Fixed at 3.25%	Fixed at 3.25%	180,000	180,000	180,000	180,000
Debentures No. 1/2017 series 5	Fixed at 2.60%	-	95,000	-	95,000	-
Debentures No. 1/2018	Fixed at 3.25%	-	200,000	-	200,000	-
Debentures No. 1/2017 series 6	Fixed at 2.00%	-	200,000	-	200,000	-
			<u>875,000</u>	<u>535,000</u>	<u>875,000</u>	<u>535,000</u>

There is no collateral for these short-term borrowings from financial institutions, other short-term borrowings and short-term unsecured debentures, remaining period to maturity within 1 year.

(Unaudited but reviewed)

16. Securities and derivatives business payables

(Unit: Thousand Baht)

Consolidated
financial statements

	31 March 2018	31 December 2017
Securities business payables		
Cash customers' accounts	158,477	374,823
Securities borrowing and lending payables	24,680	-
Add: Accrued interest	1,640	-
Total securities business payables	<u>184,797</u>	<u>374,823</u>
Derivatives business payables		
Derivatives business payables	2,451	1,798
Total derivatives business payables	<u>2,451</u>	<u>1,798</u>
Total securities and derivatives business payables	<u><u>187,248</u></u>	<u><u>376,621</u></u>

17. Other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
Accrued expenses	65,197	72,024	13,671	11,413
Other payables - subsidiary (Note 3)	-	-	9,098	27,419
Total other payables	<u><u>65,197</u></u>	<u><u>72,024</u></u>	<u><u>22,769</u></u>	<u><u>38,832</u></u>

18. Unsecured debenture

On 27 July 2016, the Company issued Baht 100 million of unsubordinated and unsecured without a debentureholders' representative debenture with interest at a fixed rate of 3.2% per annum with terms of 2 years and 3 days. It will mature on 30 July 2018.

(Unit: Thousand Baht)

Issue date	Number of debenture (shares)	Interest rate per annum	Term	Maturity date	Consolidated financial statements	
					31 March 2018	31 December 2017
27 July 2016	100,000	Fixed at 3.2%	2 years and 3 days	30 July 2018	100,000	100,000
Less: Debenture due within one year					(100,000)	(100,000)
Debenture due over one year					<u><u>-</u></u>	<u><u>-</u></u>

19. Share capital

On 9 March 2018, the Extraordinary General Meeting of the Company's shareholders approved the reduction of the Company's registered share capital by cancelling 539 authorised but unissued shares with a par value of Baht 5 per share from the existing registered shares of Baht 987,480,000 to be the new registered shares of Baht 987,477,305, consisting of 197,495,461 ordinary shares with a par value of Baht 5 per share. In addition, the meeting approved the increase of the Company's registered share capital by Baht 643,738,650, consisting of 128,747,730 ordinary shares with a par value of Baht 5 per share, from the existing registered capital of Baht 987,477,305 to a new registered capital of Baht 1,631,215,955, with the new ordinary shares to be allocated as follows:

- 1) Warrants to purchase ordinary shares of the Company ("TNITY-W1")
Not more than 98,747,730 new ordinary shares are to be reserved to support the exercise of TNITY-W1, which are registered and transferable warrants, as discussed in Note 20.1 to the financial statements.
- 2) 30,000,000 additional ordinary shares are to be allocated to support the adjustment of the rights of the ESOP warrants, as discussed in Note 20.2 to the financial statements.

The Company registered the change in its registered share capital with the Ministry of Commerce on 19 March 2018.

Reconciliation of share capital

	Consolidated / Separate financial statements	
	(Number of share)	(Thousand Baht)
<u>Registered share capital</u>		
As at 1 January 2018	197,496,000	987,480
Decrease from approval of the Extraordinary General Meeting of the Company's shareholders on 9 March 2018	(539)	(3)
Increase from approval of the Extraordinary General Meeting of the Company's shareholders on 9 March 2018	128,747,730	643,739
As at 31 March 2018	<u>326,243,191</u>	<u>1,631,216</u>

20. Warrants**20.1 TNITY-W1**

On 9 March 2018, the Extraordinary General Meeting of the Company's shareholders approved the allotment of up to 98,747,730 warrants (TNITY-W1), which are registered and transferable warrants, to the Company's existing shareholders who subscribe to the newly issued shares. Details of the warrants are summarised below.

Number of warrants issued	:	98,747,323 units
Number of warrants subscribed	:	98,747,323 units
Offering price	:	Baht 0 per unit
Offering method	:	2 existing ordinary shares to one unit of the TNITY-W1 warrants
Exercise ratio and price	:	1 warrant per 1 newly issued ordinary share at a price of Baht 5.00 per share
Date of issuance	:	22 March 2018
Term of the warrant	:	3 years from the issuance date of warrants
Expiry date	:	21 March 2021
Exercise dates	:	On the last business day of March, June, September and December

Reconciliation of number of TNITY-W1 warrants

	(Unit: Units)
	Consolidated / Separate financial statements
Number of warrants as at 1 January 2018	-
Allotment during the period	98,747,323
Number of warrants as at 31 March 2018	<u>98,747,323</u>

20.2 ESOP warrants

On 9 March 2018, the Extraordinary General Meeting of the Company's shareholders approved the allotment of warrants under Employee Stock Option Plan to the directors, executives and employees of the Company and its subsidiaries for 30,000,000 units. The details are as follows:

No. of securities offered:	30,000,000 units
No. of shares reserved for exercise:	30,000,000 shares

(Unaudited but reviewed)

Term:	3 years from the issuance date of warrants
Offering date:	23 March 2018
Expiry date:	22 March 2021
Offering price:	0 Baht
Exercise price:	5.94 Baht per share (equal to the average 5 business days of closing price of TNITY after the date of shareholders granted the right to purchase ordinary shares), except there is an adjustment of right under the right adjustment conditions.
Exercise ratio:	1 ordinary share per 1 warrant.
Allotment method:	The number of warrants issued to each director, executive and employee of the Company and its subsidiaries depends on the corporate position, service period, knowledge, experience, responsibility, performance, potential or benefits contributed to the Group. No directors, executives and employees of the Company and its subsidiaries is offered more than 5% of the warrants issued.
Exercise periods:	On the last business day of each quarter which the exercised proportion cannot be more than one-third of the allocated warrants each year. The exercise price above may be adjusted pursuant to the conditions for the adjustment of the rights.

The estimated fair value of each share option granted is Baht 0.315. This was calculated using the Binomial formula. The model inputs were the share price at the price determination date of Baht 5.90, the exercise price of Baht 5.94, expected volatility of 18.12%, an expected dividend yield of 8.90%, the life of the share options of 3 years, and a risk-free interest rate of 1.57%.

As at 31 March 2018, 3,805,500 warrants remain unallocated.

(Unaudited but reviewed)

movements in the number of ESOP warrants during the period are as follows:

	(Unit: Units)
	Consolidated / Separate financial statements
Number of warrants as at 1 January 2018	-
Allotted during period	26,194,500
Number of warrants as at 31 March 2018	26,194,500

21. Securities business income

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	For the three-month periods ended 31 March	
	<u>2018</u>	<u>2017</u>
Brokerage fees from securities business	86,821	75,608
Fees and services income	10,116	10,074
Interest and dividend	9,419	8,093
Interest on margin loans	32,973	37,746
Total	<u>139,329</u>	<u>131,521</u>

(Unaudited but reviewed)

22. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2018 and 2017 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month		For the three-month	
	periods ended 31 March		periods ended 31 March	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Current income tax:				
Interim corporate income tax charge	7,027	7,155	-	480
Deferred tax:				
Relating to origination and reversal of temporary differences	(319)	990	1,657	991
Tax expenses reported in the statements of comprehensive income	<u>6,708</u>	<u>8,145</u>	<u>1,657</u>	<u>1,471</u>

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2018 and 2017 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods		For the three-month periods	
	ended 31 March		ended 31 March	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Deferred tax relating to gain (loss) on change in value of available-for-sale investments	2,579	(1,834)	2,600	(1,809)

23. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

(Unaudited but reviewed)

Diluted earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

The following table sets forth the computation of basic and diluted earnings per share:

	Consolidated financial statements					
	Profit for three-month periods ended 31 March		Weighted average number of ordinary shares		Earnings per share	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to equity holders of the parent	23,760	<u>31,544</u>	197,495	<u>197,495</u>	<u>0.12</u>	<u>0.16</u>
Effect of dilutive potential ordinary shares						
TNITY-W1	-		<u>1,658</u>			
Diluted earnings per share						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>23,760</u>		<u>199,153</u>		<u>0.12</u>	
	Separate financial statements					
	Profit for three-month periods ended 31 March		Weighted average number of ordinary shares		Earnings per share	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to equity holders of the parent	23,760	<u>31,544</u>	197,495	<u>197,495</u>	<u>0.12</u>	<u>0.16</u>
Effect of dilutive potential ordinary shares						
TNITY-W1	-		<u>1,658</u>			
Diluted earnings per share						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>23,760</u>		<u>199,153</u>		<u>0.12</u>	

There is no disclosure of diluted earnings per share of ESOP warrants for the three-month period ended 31 March 2018 since the exercise price of ESOP warrants was higher than the average market price of the Company's ordinary shares.

24. Segment information

The Company and its subsidiaries are organised into business units based on their products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2018 and 2017.

(Unit: Million Baht)

	For the three-month period ended 31 March 2018				
	Securities and derivatives business	Financial advisory business and investment banking	Total reportable segments	Adjustments and eliminations	Total
Revenue from external customers	143	4	147	-	147
Inter-segment revenue	1	4	5	(5)	-
Interest income	43	3	46	(2)	44
Interest expenses	(15)	-	(15)	2	(13)
Segment profit	146	11	157	(5)	152
Unallocated expenses:					
Operating expenses					
Personnel expenses					(98)
Depreciation and amortisation					(3)
Other expenses					(20)
Income tax expenses					(7)
Profit for the period					24

(Unit: Million Baht)

	For the three-month period ended 31 March 2017				
	Securities and derivatives business	Financial advisory business and investment banking	Total reportable segments	Adjustments and eliminations	Total
Revenue from external customers	124	7	131	-	131
Inter-segment revenue	1	3	4	(4)	-
Interest income	45	7	52	(1)	51
Interest expenses	(15)	-	(15)	1	(14)
Segment profit	141	16	157	(4)	153
Unallocated expenses:					
Operating expenses					
Personnel expenses					(91)
Depreciation and amortisation					(3)
Other expenses					(19)
Income tax expenses					(8)
Profit for the period					32

(Unaudited but reviewed)

25. Commitments and contingent liabilities

25.1 The Company and its subsidiaries have the outstanding rental and service commitments under long-term lease agreements for their office and equipment as follows:

(Unit: Million Baht)

	Consolidated financial statements	
	31 March 2018	31 December 2017
Payable:		
In up to 1 year	29.3	29.4
In over 1 and up to 5 years	43.1	50.4

25.2 Trinity Securities Company Limited, the Company's subsidiary, has commitments to pay the fees related to its securities business to the Stock Exchange of Thailand and Thailand Clearing House Company Limited. These comprise a monthly fixed amount and/or a percentage of trading volume each month and/or a percentage of net settlements each month.

25.3 Trinity Securities Company Limited, the Company's subsidiary, has commitments to pay the fees related to its derivatives business to Thailand Futures Exchange Public Company Limited and Thailand Clearing House Company Limited. These comprise a monthly fixed amount and/or the fixed payment for each purchase or sale of a futures contract transaction.

25.4 Trinity Securities Company Limited, the Company's subsidiary, is required to pay fee to the Office of the Securities and Exchange Commission in relation to securities business licensed for securities brokerage, securities trading, investment advisory, securities underwriting, securities borrowing and lending and private fund asset management. The fee is charged at the certain rate from the aforesaid activities.

25.5 Trinity Securities Company Limited, the Company's subsidiary, has commitments to pay certain service fees to Thailand Securities Depository Company Limited (TSD), as its Back Office Service Bureau. These comprise a monthly fixed amount and certain other fees as specified in the agreement.

25.6 As at 31 March 2018 and 31 December 2017, the Company's subsidiary has commitments in respect of futures contracts and options traded through the Thailand Futures Exchange as detailed in Note 26.2 to the financial statements.

25.7 Litigation

On 27 July 2017, the subsidiary was sued as a co-defendant in a lawsuit filed by one of its securities business receivables against the subsidiary and two other securities companies for the sale of collateral, as the plaintiff's securities could not be traded on the Stock Exchange of Thailand. The plaintiff sought the return of these assets and asked the Court to suspend the sale of the plaintiff's shares. The Court considered the indictment and took the view that it had no grounds because the plaintiff's securities could not be traded on the Stock Exchange of Thailand, in accordance with the temporary suspension order, and there was not enough evidence to support the issue of a temporary injunction prior to the ruling of the Court. Therefore, the Court dismissed the case. The subsidiary's legal counsellor is of an opinion that there were no grounds and evidence to support the claim made by the plaintiff.

On 19 October 2017, the plaintiff filed a request with the Court again to seek a court injunction to prevent the trading of the plaintiff's shares, and the Court considered the request on the same day. The subsidiary was not aware of such request. The plaintiff provided additional statement to the Court that the shares were not traded through the Stock Exchange of Thailand, so the suspension order made by the Office of the Securities and Exchange commission could not be applied to off-exchange trading. If the subsidiary and two other securities companies offered shares for trading, the plaintiff will suffer damage. Therefore, the Court ordered the suspension of the trading of the plaintiff's shares until ordered otherwise. The subsidiary filed a request to revoke the injunction on 30 October 2017, and in January 2018 there was a mediation, but no agreement could be reached. The Court scheduled a hearing on 26 March 2018, but the hearing was not completed. The Court therefore scheduled another hearing for 4 June 2018.

26. Financial instruments

26.1 Fair value of financial instruments

The Company and its subsidiaries use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiaries endeavor to use relevant observable inputs as much as possible. TFRS 13 *Fair Value Measurement* establishes a fair value hierarchy categorising such inputs into three levels as follows:

(Unaudited but reviewed)

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As of 31 March 2018 and 31 December 2017, the Company and its subsidiaries had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

Consolidated financial statements				
31 March 2018				
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments in trading securities				
Equity securities	231	-	-	231
Unit trusts	2	-	-	2
Debt securities	-	99	-	99
Investments in available-for-sale securities				
Equity securities	71	-	-	71
Unit trusts	5	-	-	5
Debt securities	-	226	-	226

(Unit: Million Baht)

Separate financial statements				
31 March 2018				
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments in trading securities				
Equity securities	121	-	-	121
Unit trusts	2	-	-	2
Investments in available-for-sale securities				
Equity securities	71	-	-	71

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated financial statements			
	As at 31 December 2017			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments in trading securities				
Equity securities	136	-	-	136
Debt securities	-	147	-	147
Investments in available-for-sale securities				
Equity securities	84	-	-	84
Unit trusts	5	-	-	5
Debt securities	-	216	-	216

(Unit: Million Baht)

	Separate financial statements			
	As at 31 December 2017			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments in trading investments				
Equity securities	65	-	-	65
Investments in available-for-sale securities				
Equity securities	84	-	-	84

Valuation techniques and inputs to Level 2 valuation

The fair value of investments in debt securities has been determined by using the yield rates of the last working day of the reporting period as announced by the Thai Bond Market Association.

During the current period, there were no transfers within the fair value hierarchy.

(Unaudited but reviewed)

26.2 Commitments in respect of derivatives trading

The fair values of financial derivatives which are the commitments of Trinity Securities Company Limited, the Company's subsidiary, are as follows:

(Unit: Million Baht)

	31 March 2018				
	Remaining period before maturity date				
	1 - 3	3 - 6	6 - 9	10 - 12	Total
	months	months	months	months	
Futures and Options					
Long position	85	2	-	-	87
Short position	105	-	-	-	105

(Unit: Million Baht)

	31 December 2017				
	Remaining period before maturity date				
	1 - 3	3 - 6	6 - 9	10 - 12	Total
	months	months	months	months	
Futures and Options					
Long position	34	-	-	-	34
Short position	71	-	-	-	71

27. Event after the reporting period

On 24 April 2018, the Annual General Meeting of the Company's shareholders approved the payment of final dividend for the year 2017 at the rate of Baht 0.45 per share or in the total amount of Baht 88.87 million. The payment of such dividend shall be made within 11 May 2018.

28. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 11 May 2018.