

Bangkok Aviation Fuel Services Public Company Limited
and its subsidiaries
Review report and consolidated interim financial statements
For the three-month and nine-month periods ended
30 September 2018

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Bangkok Aviation Fuel Services Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries as at 30 September 2018, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month and nine-month periods then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Bangkok Aviation Fuel Services 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*.

Vissuta Jariyathanakorn

Certified Public Accountant (Thailand) No. 3853

EY Office Limited

Bangkok: 5 November 2018

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2018

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2018	31 December 2017	30 September 2018	31 December 2017
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	3	1,292,219	1,453,688	611,265	782,630
Current investments	4	779,488	610,914	210,275	209,390
Trade and other receivables	5	355,973	353,059	270,556	291,800
Inventories		34,171	33,681	17,309	16,697
Current portion of long-term loan to and receivable from related party	2	-	-	71,580	71,580
Other current financial assets		97,209	51,005	5,162	9,804
Other current assets		35,142	53,760	20,705	28,941
Total current assets		2,594,202	2,556,107	1,206,852	1,410,842
Non-current assets					
Restricted bank deposits	14	70,213	70,251	-	-
Long-term investment		1,996	1,994	-	-
Investment in subsidiaries	6	-	-	4,449,602	4,393,102
Investment in associate	7	9,996	-	10,000	-
Long-term loan to and receivable from related party, net of current portion	2	-	-	167,012	220,697
Investment property	8	47,953	47,953	47,953	47,953
Property, leasehold improvement and equipment	9	10,591,883	7,204,190	2,272,809	2,418,460
Project costs under concession agreements	10	1,603,098	1,675,775	118,804	129,770
Right to use assets under lease agreements	11	32,319	35,071	-	-
Intangible assets	12	39,323	37,818	36,035	34,626
Deferred tax assets		195,950	187,437	166,598	161,280
Advance payment for construction		314,893	589,302	8,255	7,864
Other non-current assets		11,443	8,503	9,982	6,871
Total non-current assets		12,919,067	9,858,294	7,287,050	7,420,623
Total assets		15,513,269	12,414,401	8,493,902	8,831,465

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2018

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2018	31 December 2017	30 September 2018	31 December 2017
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	13	596,437	430,297	107,272	197,055
Current portion of liabilities under finance lease agreement		9,027	10,775	62,169	62,971
Current portion of long-term loans	14	337,152	497,444	197,710	357,044
Current portion of long-term liabilities under rehabilitation plan	15	3,971	4,118	-	-
Current portion of provision for land leased related to concession agreement	16	4,063	3,645	4,063	3,645
Corporate income tax payable		64,998	64,322	29,073	25,755
Other current liabilities		77,489	67,593	44,192	46,073
Total current liabilities		1,093,137	1,078,194	444,479	692,543
Non-current liabilities					
Liabilities under finance lease agreement, net of current portion		13,976	9,502	37,297	54,646
Long-term loans, net of current portion	14	5,554,502	2,645,966	2,169,640	2,274,200
Long-term liabilities under rehabilitation plan, net of current portion	15	8,504	11,462	-	-
Provision for land leased related to concession agreement, net of current portion	16	38,405	41,477	38,405	41,477
Provision for long-term employee benefits	17	980,344	939,313	823,019	795,550
Other non-current liabilities		154,388	118,766	5,687	5,795
Total non-current liabilities		6,750,119	3,766,486	3,074,048	3,171,668
Total liabilities		7,843,256	4,844,680	3,518,527	3,864,211

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2018

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>30 September 2018</u>	<u>31 December 2017</u>	<u>30 September 2018</u>	<u>31 December 2017</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
637,496,657 ordinary shares of Baht 1 each	637,497	637,497	637,497	637,497
Issued and fully paid-up				
637,496,153 ordinary shares of Baht 1 each	637,496	637,496	637,496	637,496
Share premium	434,975	434,975	434,975	434,975
Difference resulting from change in interest in subsidiary				
without loss of control	410,077	410,077	-	-
Retained earnings				
Appropriated - statutory reserve	63,750	63,750	63,750	63,750
- other reserve	2,118,295	1,947,283	2,118,295	1,947,283
Unappropriated	2,631,279	2,735,995	1,720,859	1,883,750
Equity attributable to owners of the Company	6,295,872	6,229,576	4,975,375	4,967,254
Non-controlling interests of the subsidiaries	1,374,141	1,340,145	-	-
Total shareholders' equity	7,670,013	7,569,721	4,975,375	4,967,254
Total liabilities and shareholders' equity	15,513,269	12,414,401	8,493,902	8,831,465
	-	-	-	-

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

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Directors
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Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries**Statement of comprehensive income**

For the three-month period ended 30 September 2018

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Profit or loss:					
Revenues					
Service income		928,905	875,484	590,207	552,499
Dividend income		-	-	95,210	91,965
Other income		11,579	10,631	30,887	27,549
Total revenues		940,484	886,115	716,304	672,013
Expenses					
Costs of service		381,199	370,622	253,496	252,685
Administrative expenses		119,217	117,713	76,972	71,223
Total expenses		500,416	488,335	330,468	323,908
Profit before share of loss from investment in associate,					
finance cost and income tax expenses					
		440,068	397,780	385,836	348,105
Share of loss from investment in associate	7	(4)	-	-	-
Profit before finance cost and income tax expenses		440,064	397,780	385,836	348,105
Finance cost		(34,752)	(37,694)	(32,330)	(36,245)
Profit before income tax expenses		405,312	360,086	353,506	311,860
Income tax expenses	18	(83,745)	(73,196)	(51,834)	(43,979)
Profit for the period		321,567	286,890	301,672	267,881
Other comprehensive income:					
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		321,567	286,890	301,672	267,881

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)**

For the three-month period ended 30 September 2018

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Profit attributable to:				
Equity holders of the Company	304,583	271,798	301,672	267,881
Non-controlling interests of the subsidiaries	16,984	15,092		
	<u>321,567</u>	<u>286,890</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	304,583	271,798	301,672	267,881
Non-controlling interests of the subsidiaries	16,984	15,092		
	<u>321,567</u>	<u>286,890</u>		
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>0.48</u>	<u>0.43</u>	<u>0.47</u>	<u>0.42</u>

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries**Statement of comprehensive income**

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017
Profit or loss:					
Revenues					
Service income		2,807,166	2,669,754	1,752,711	1,663,458
Dividend income	6	-	-	267,502	256,589
Other income		36,431	46,156	87,278	83,972
Total revenues		2,843,597	2,715,910	2,107,491	2,004,019
Expenses					
Costs of service		1,174,063	1,143,906	791,259	772,977
Administrative expenses		398,837	375,058	269,616	242,985
Total expenses		1,572,900	1,518,964	1,060,875	1,015,962
Profit before share of loss from investment in associate,					
finance cost and income tax expenses					
		1,270,697	1,196,946	1,046,616	988,057
Share of loss from investment in associate	7	(4)	-	-	-
Profit before finance cost and income tax expenses		1,270,693	1,196,946	1,046,616	988,057
Finance cost		(104,577)	(115,348)	(98,983)	(111,046)
Profit before income tax expenses		1,166,116	1,081,598	947,633	877,011
Income tax expenses	18	(238,871)	(219,682)	(136,282)	(123,924)
Profit for the period		927,245	861,916	811,351	753,087
Other comprehensive income:					
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		927,245	861,916	811,351	753,087

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)**

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Profit attributable to:				
Equity holders of the Company	869,526	808,580	811,351	753,087
Non-controlling interests of the subsidiaries	57,719	53,336		
	<u>927,245</u>	<u>861,916</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	869,526	808,580	811,351	753,087
Non-controlling interests of the subsidiaries	57,719	53,336		
	<u>927,245</u>	<u>861,916</u>		
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>1.36</u>	<u>1.27</u>	<u>1.27</u>	<u>1.18</u>

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries**Cash flow statement**

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Cash flows from operating activities				
Profit before tax	1,166,116	1,081,598	947,633	877,011
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:-				
Depreciation and amortisation	420,231	416,772	222,463	222,796
Loss (gain) on disposal of equipment	(544)	413	137	341
Unrealised loss on exchange	252	765	258	718
Amortisation in premium of forward contract	14	13	14	13
Share of loss from investment in associate	4	-	-	-
Dividend income	-	-	(267,502)	(256,589)
Long-term employee benefit expenses	46,097	34,396	35,799	26,651
Interest income	(16,339)	(30,736)	(17,671)	(22,289)
Interest expenses	104,577	115,348	98,983	111,046
Income from operating activities before changes in operating assets and liabilities	1,720,408	1,618,569	1,020,114	959,698
Operating assets (increase) decrease				
Trade and other receivables	(3,246)	34,461	20,912	19,627
Inventories	(490)	(2,234)	(612)	1,167
Other current assets	(27,230)	18,979	13,437	17,662
Other non-current assets	(2,940)	(1,275)	(3,111)	(1,324)
Operating liabilities increase (decrease)				
Trade and other payables	(50,165)	(79,390)	(51,037)	(46,244)
Other current liabilities	9,956	(12,271)	(1,821)	(4,230)
Provision for long-term employee benefits	(22,673)	(42,054)	(22,673)	(42,054)
Other non-current liabilities	31,181	48,767	(4,549)	(2,001)
Cash flows from operating activities	1,654,801	1,583,552	970,660	902,301
Cash paid for corporate income tax	(246,505)	(233,824)	(138,282)	(119,057)
Net cash flows from operating activities	1,408,296	1,349,728	832,378	783,244

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries**Cash flow statement (continued)**

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Cash flows from investing activities				
Increase in current investment	(168,574)	(2,378)	(885)	(759)
Increase in long-term investment	(2)	(1)	-	-
Decrease in long-term loan to and receivable from related party	-	-	53,685	53,685
Decrease (increase) in restricted bank deposits	38	(140)	-	-
Interest received	15,780	29,843	17,112	21,394
Dividend income from subsidiaries	-	-	267,502	256,589
Increase in investment in subsidiary	-	-	(56,500)	-
Increase in investment in associate	(10,000)	-	(10,000)	-
Increase in advance payment for construction	(74,254)	(330,025)	(391)	-
Acquisitions of property, leasehold improvement and equipment	(3,100,708)	(1,891,247)	(97,904)	(53,876)
Acquisitions of intangible assets	(8,884)	(3,136)	(7,580)	(3,052)
Proceed from disposal of equipment	854	232	6	180
Cash flows from (used in) investing activities	(3,345,750)	(2,196,852)	165,045	274,161
Cash flows from financing activities				
Repayment of liabilities under finance lease agreements	(8,010)	(10,331)	(25,528)	(25,591)
Cash receipt from long-term loans	3,118,438	90,119	-	-
Repayment of long-term loans	(370,194)	(376,694)	(263,894)	(263,894)
Repayment of long-term liabilities under rehabilitation plan	(3,105)	(3,252)	-	-
Dividend paid	(803,230)	(777,744)	(803,230)	(777,744)
Cash receipt from increase in share capital of the subsidiary	6,000	-	-	-
Dividend paid to non-controlling interests of subsidiaries	(29,723)	(30,951)	-	-
Interest paid	(134,197)	(97,306)	(76,136)	(90,382)
Net cash flows from (used in) financing activities	1,775,979	(1,206,159)	(1,168,788)	(1,157,611)
Unrealised loss (gain) on exchange for cash and cash equivalents	6	(47)	-	-
Net decrease in cash and cash equivalents	(161,469)	(2,053,330)	(171,365)	(100,206)
Cash and cash equivalents at beginning of period	1,453,688	4,148,228	782,630	767,345
Cash and cash equivalents at end of period	1,292,219	2,094,898	611,265	667,139
	-	-	-	-

Supplemental cash flow information:

Non-cash transactions

Increase in vehicles under finance lease agreements	12,398	5,133	4,851	4,828
Write-off vehicles with liabilities under finance lease agreement	2,446	1,559	2,446	1,254
Transfer advance payment for construction to property, leasehold improvement and equipment	348,663	85,149	-	399
Construction and equipment payables increase (decrease)	214,667	93,104	(40,491)	(7,082)

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

(Unaudited but reviewed)

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

Consolidated financial statements									
Equity attributable to owners of the Company									
	Issued and fully paid-up share capital	Share premium	Difference resulting from change in interest in subsidiary without loss of control	Retained earnings			Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiary	Total
				Legal reserve	Other reserve	Unappropriated			
Balance as at 1 January 2017	637,496	434,975	410,077	63,750	1,664,528	2,845,863	6,056,689	1,314,510	7,371,199
Profit for the period	-	-	-	-	-	808,580	808,580	53,336	861,916
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	808,580	808,580	53,336	861,916
Dividend paid from subsidiary	-	-	-	-	-	-	-	(30,951)	(30,951)
Dividend paid (Note 20)	-	-	-	-	-	(777,744)	(777,744)	-	(777,744)
Other reserve	-	-	-	-	282,754	(282,754)	-	-	-
Balance as at 30 September 2017	637,496	434,975	410,077	63,750	1,947,282	2,593,945	6,087,525	1,336,895	7,424,420
Balance as at 1 January 2018	637,496	434,975	410,077	63,750	1,947,283	2,735,995	6,229,576	1,340,145	7,569,721
Profit for the period	-	-	-	-	-	869,526	869,526	57,719	927,245
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	869,526	869,526	57,719	927,245
Increase in investment in subsidiary during the period (Note 6)	-	-	-	-	-	-	-	6,000	6,000
Dividend paid from subsidiary	-	-	-	-	-	-	-	(29,723)	(29,723)
Dividend paid (Note 20)	-	-	-	-	-	(803,230)	(803,230)	-	(803,230)
Other reserve	-	-	-	-	171,012	(171,012)	-	-	-
Balance as at 30 September 2018	637,496	434,975	410,077	63,750	2,118,295	2,631,279	6,295,872	1,374,141	7,670,013

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

(Unaudited but reviewed)

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2018

(Unit: Thousand Baht)

	Separate financial statements					
	Issued and fully paid-up share capital	Share premium	Retained earnings			Total
			Appropriated		Unappropriated	
			Legal reserve	Other reserve		
Balance as at 1 January 2017	637,496	434,975	63,750	1,664,528	2,104,815	4,905,564
Profit for the period	-	-	-	-	753,087	753,087
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	753,087	753,087
Dividend paid (Note 20)	-	-	-	-	(777,744)	(777,744)
Other reserve	-	-	-	282,754	(282,754)	-
Balance as at 30 September 2017	637,496	434,975	63,750	1,947,282	1,797,404	4,880,907
Balance as at 1 January 2018	637,496	434,975	63,750	1,947,283	1,883,750	4,967,254
Profit for the period	-	-	-	-	811,351	811,351
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	811,351	811,351
Dividend paid (Note 20)	-	-	-	-	(803,230)	(803,230)
Other reserve	-	-	-	171,012	(171,012)	-
Balance as at 30 September 2018	637,496	434,975	63,750	2,118,295	1,720,859	4,975,375

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

Bangkok Aviation Fuel Services Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and nine-month periods ended 30 September 2018

1. General information

1.1 Basis for 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 Thai language financial statements.

1.2 Basis of consolidation

These interim consolidated financial statements include the financial statements of Bangkok Aviation Fuel Services Public Company Limited ("the Company") and its subsidiaries ("the subsidiaries") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2017. There have been no changes in the composition of the group, except during the period, the Company invested in BAFS Intech Company Limited, in which the Company's interest is 90 percent (as details mentioned in Note 6 to the financial statements).

The separate financial statements present investments in subsidiaries under the cost method.

1.3 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 standards 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 and a set of 5 standards related to financial instruments, which are effective for fiscal years beginning on or after 1 January 2020. Key principles of these standards 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.

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

Thai Financial Reporting Standards related to financial instruments

The 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

Financial Reporting Standard Interpretations:

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 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 (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. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The management of the Company and its subsidiaries is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

1.4 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.

2. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and its subsidiaries and those related parties. The Company and its subsidiaries have the following policy on pricing for its related transactions.

(Unaudited but reviewed)

1. Service expenses paid to the subsidiaries are based on the actual service provided and expenses incurred.
2. Rental charge for an office building from subsidiaries is based on the every year increase and every-3-year increase in the average rate of CPI by the minimum rate of 5 percent but is not exceeding 7 percent from the latest rental charge.
3. Rental charge for receiving pipeline system from subsidiary is based on the contract price between the parties.
4. Interest on loan is charged at the rate of MLR-1.25 and 1.50 percent per annum.
5. Service income is based on the contract price between the parties.
6. Rental charge for receiving pipeline system from subsidiary is charged at the rate of 21.50 percent of the annual income received (before discounts and relevant tax) from the transportation of the fuel, JET A-1, via the pipeline system.
7. Rental charges for land is based on rental expense paid to Treasury Department and plus 5 percent of annual rental.
8. Rental charge for land and building include utilities at Suvarnabhumi aviation fuel storage station to a related company is based on the every year increase in the average rate of CPI but is not exceeding 7 percent of the latest rental charge. For Don Muang aviation fuel storage station, the contract is renewed every-3-year at the agreed price. From 1 July 2013, the rental charge at Don Muang aviation fuel storage station is based on a fixed rate throughout the 3 years lease agreement.
Rental charge for other land at the rate stipulated in the agreement.
9. The Company has to pay a concession fee for Into-plane service at Suvarnabhumi Airport at the rate stipulated in the agreement.
10. The subsidiary has to pay a concession fee for Hydrant network system at a rate stipulated in the agreement of the subsidiary's income before deducting expenses.
11. The Company and its subsidiaries have to pay the rental fee for land and space at a rate stipulated in the agreement.
12. The Company has to pay a concession fee for pipeline system at Don Muang Airport. The rental charge is based on the every year increase in the rate of CPI.
13. Land rental and utilities expenses paid to related company at an agreed price.
14. Dividend income is based on the resolution of the Annual General Meeting of shareholders of subsidiary.

(Unaudited but reviewed)

Significant transactions between the Company and its subsidiaries and related parties are as follows:

(Unit: Million Baht)

	For the three-month periods ended 30 September				Pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Office building and land rental income	-	-	4	6	(2) (7)
Pipeline receiving system rental income	-	-	9	7	(3) (6)
Dividend income	-	-	96	92	(14)
Interest income	-	-	3	4	(4)
Other income	-	-	9	5	(5)
Service expenses	-	-	2	2	(1)
<u>Transactions with related companies</u>					
Service income	929	874	590	552	(5)
Land and certain structures rental and utilities income	3	3	3	3	(8)
Other income	1	1	-	-	(5)
Land and utilities expenses	1	1	-	-	(13)
Airport concession fee expenses - Into-plane service	61	61	61	61	(9)
Airport concession fee expenses - Hydrant network system	3	3	-	-	(10)
Space and land rental expenses	7	10	6	9	(11)
Pipeline system rental expenses	7	7	8	7	(12)

(Unit: Million Baht)

	For the nine-month periods ended 30 September				Pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Office building and land rental income	-	-	11	12	(2) (7)
Pipeline receiving system rental income	-	-	25	22	(3) (6)
Dividend income	-	-	268	257	(14)
Interest income	-	-	10	13	(4)
Other income	-	-	22	17	(5)
Service expenses	-	-	7	7	(1)
<u>Transactions with related companies</u>					
Service income	2,807	2,667	1,753	1,663	(5)
Land and certain structures rental and utilities income	9	8	9	8	(8)
Other income	3	3	-	-	(5)
Land and utilities expenses	3	3	-	-	(13)
Airport concession fee expenses - Into-plane service	188	182	188	182	(9)
Airport concession fee expenses - Hydrant network system	10	9	-	-	(10)
Space and land rental expenses	22	24	19	21	(11)
Pipeline system rental expenses	23	23	23	23	(12)

(Unaudited but reviewed)

The balances of the accounts as at 30 September 2018 and 31 December 2017 between the Company, its subsidiaries and those related parties are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2018	2017	2018	2017
		(Audited)		(Audited)
<u>Trade accounts receivable - related parties (Note 5)</u>				
Related companies (shareholder or common shareholder or representative director)	346,980	352,490	264,942	286,829
<u>Other receivables - related parties (Note 5)</u>				
Subsidiary companies	-	-	-	4,808
Related companies (shareholder or common shareholder or representative director)	8,892	470	5,614	163
Total other receivables - related parties	8,892	470	5,614	4,971
<u>Long-term loan to and receivable from related party</u>				
Subsidiary company				
Fuel Pipeline Transportation Limited	-	-	238,592	292,277
Less: Current portion	-	-	(71,580)	(71,580)
Long-term loan to and receivable from related party - net of current portion	-	-	167,012	220,697
<u>Trade accounts payable - related parties (Note 13)</u>				
Related companies (shareholder or common shareholder or representative director)	40,938	47,567	30,137	33,413
<u>Other payables - related parties (Note 13)</u>				
Subsidiary company	-	-	54,623	62,213
Related company (shareholder or common shareholder or representative director)	27	70	27	14
Total other payables - related parties	27	70	54,650	62,227

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2018	2017	2018	2017
	(Audited)		(Audited)	
<u>Liabilities under finance lease agreement - related party</u>				
Subsidiary company				
Fuel Pipeline Transportation Limited				
Current portion of liabilities under finance lease agreement	-	-	54,706	54,115
Liabilities under finance lease agreement, net current portion	-	-	30,033	46,117
<u>Long-term liabilities under rehabilitation plan (Note 15)</u>				
Related company (shareholder)	12,475	15,580	-	-
<u>Provision for land lease related to concession agreement</u>				
<u>(Note 16)</u>				
Related company (shareholder)	42,468	45,122	42,468	45,122
<u>Other non-current liabilities</u>				
Related company (shareholder or representative director)	13,744	13,744	-	-

The movement of long-term loan to and receivable from related party during the nine-month period ended 30 September 2018 was as follows:

(Unit: Thousand Baht)

	Separate financial statements		
	Balance as at 1 January 2018	Decrease during the period	Balance as at 30 September 2018
Long-term loan to and receivable from			
Fuel Pipeline Transportation Limited			
Loans from debt restructuring	51,834	(9,522)	42,312
Loans from purchase of debts	240,443	(44,163)	196,280
Total	292,277	(53,685)	238,592
Less: current portion	(71,580)	-	(71,580)
Net of current portion	220,697	(53,685)	167,012

The loans are secured by oil pipelines and oil depot system of Fuel Pipeline Transportation Limited as collateral under the terms of rehabilitation plan.

(Unaudited but reviewed)

Directors and management's remuneration

During the three-month and nine-month periods ended 30 September 2018 and 2017, the Company and its subsidiaries had employee benefit expenses of their directors and management as below.

(Unit: Thousand Baht)

For the three-month periods ended 30 September

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Short-term employee benefits	24,492	23,555	11,393	10,943
Post-employment benefits	3,949	2,232	2,356	1,089
Other long-term employee benefits	20	17	3	1
Total directors and managements remuneration	<u>28,461</u>	<u>25,804</u>	<u>13,752</u>	<u>12,033</u>

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Short-term employee benefits	86,148	83,911	39,748	39,996
Post-employment benefits	12,088	7,479	7,308	4,045
Other long-term employee benefits	59	51	8	2
Total directors and managements remuneration	<u>98,295</u>	<u>91,441</u>	<u>47,064</u>	<u>44,043</u>

3. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
		(Audited)		(Audited)
Cash on hand	146	605	60	521
Deposit with banks and financial institutions	404,657	853,546	123,644	182,572
Bond and promissory note	887,416	599,537	487,561	599,537
Total cash and cash equivalents	<u>1,292,219</u>	<u>1,453,688</u>	<u>611,265</u>	<u>782,630</u>

(Unaudited but reviewed)

4. Current investments

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2018	2017	2018	2017
		(Audited)		(Audited)
Fixed deposit	209,275	208,390	209,275	208,390
Restricted bank deposits	213,737	93,123	-	-
Restricted government bond	344,980	299,927	-	-
Others	11,496	9,474	1,000	1,000
Total current investments	<u>779,488</u>	<u>610,914</u>	<u>210,275</u>	<u>209,390</u>

The subsidiary has pledged government bond and bank deposits totaling approximately Baht 559 million (31 December 2017: Baht 393 million) to a bank as collateral, in accordance with an agreement to pledge rights in bank deposits and government bond as business collateral under the terms of a loan agreement with the bank, as mentioned in Note 14 of consolidated financial statements.

As of 30 September 2018, the Company has fixed deposit of Baht 90 million (31 December 2017: Baht 90 million) with a bank to use for support of “The employee housing loan project” which the Company’s employees who participate in the project will have privileges on the interest rate at below the market rate. However, the Company is able to withdraw the deposit to use in its normal business operations, and then the interest rate of the employees’ loans will be adjusted to the market rate.

5. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2018	2017	2018	2017
		(Audited)		(Audited)
<u>Trade receivables</u>				
Related parties (Note 2)	346,980	352,490	264,942	286,829
Unrelated parties	-	30	-	-
Total trade receivables	<u>346,980</u>	<u>352,520</u>	<u>264,942</u>	<u>286,829</u>
<u>Other receivables</u>				
Related parties (Note 2)	8,892	470	5,614	4,971
Unrelated parties	101	69	-	-
Total other receivables	<u>8,993</u>	<u>539</u>	<u>5,614</u>	<u>4,971</u>
Trade and other receivables	<u>355,973</u>	<u>353,059</u>	<u>270,556</u>	<u>291,800</u>

All the trade receivables of the Company and its subsidiaries are within their credit terms.

(Unaudited but reviewed)

6. Investments in subsidiaries

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

Company's name	Paid-up capital		Shareholding percentage		Cost		(Unit: Thousand Baht) Dividend received during the nine-month periods ended 30 September	
	30 September	31 December	30 September	31 December	30 September	31 December	2018	2017
	2018	2017	2018	2017	2018	2017		
		(Audited)	(%)	(%)		(Audited)		
Fuel Pipeline Transportation Ltd.	3,660,664	3,660,664	75.00	75.00	3,155,502	3,155,502	-	10,982
Intoplane Services Co., Ltd.	120	120	83.33	83.33	100	100	-	-
Thai Aviation Refuelling Co., Ltd.	530,000	530,000	90.00	90.00	1,235,000	1,235,000	267,502	245,607
BAFS Innovation Development Co., Ltd.	5,000	2,500	100.00	100.00	5,000	2,500	-	-
BAFS Intech Co., Ltd.	60,000	-	90.00	-	54,000	-	-	-
Total investments in subsidiaries					4,449,602	4,393,102	267,502	256,589

On 9 May 2018, the Company's Board of Directors Meeting no. 2/2018 passed a resolution to approve the incorporation of BAFS Intech Company Limited, in which the Company's interest is 90 percent, with a registered capital of Baht 60 million (600,000 ordinary shares of Baht 100 each). The Company paid in share capital in proportion to the Company's interest, amounting to Baht 54 million, in June 2018.

7. Investment in associate

7.1 Separate financial statements - Investment in associate

On 9 May 2018, meeting no. 2/2018 of the Company's Board of Directors passed a resolution to approve the incorporation of BPTG Company Limited, in which the Company's interest is 40 percent, with a registered capital of Baht 100 million (1,000,000 ordinary shares of Baht 100 each). That company called up the first tranche of its share capital, which was 25% of the total capital, or Baht 25 million and the Company paid in share capital in proportion to its interest, amounting to Baht 10 million, in July 2018.

7.2 Consolidated financial statements - Investment in associate

	(Unit: Thousand Baht)
Cost	10,000
Share of loss for the period	(4)
Carrying amounts based on equity method as at 30 September 2018	9,996

(Unaudited but reviewed)

8. Investment property

Investment property comprises land that is located in Chiangmai province.

9. Property, leasehold improvement and equipment

Movements of the property, leasehold improvement and equipment account during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2018	7,204,190	2,418,460
Acquisitions during period - at cost	3,676,436	62,264
Capitalised interest	51,436	-
Disposal during period - net book value at disposal date	(2,756)	(2,589)
Depreciation for the period	(337,423)	(205,326)
Net book value as at 30 September 2018	<u>10,591,883</u>	<u>2,272,809</u>

As at 30 September 2018, the Company and its subsidiaries had vehicles and equipment under finance lease agreements with net book values amounting to Baht 23 million (31 December 2017: Baht 43 million) (Separate financial statements: Baht 97 million (31 December 2017: Baht 114 million)).

Fuel Pipeline Transportation Limited (subsidiary) has mortgaged the multi-product pipeline system and main depot facilities to secure long-term liabilities under the rehabilitation plan and mortgaged land, including present and future structures thereon to secure long-term loan.

BAFS Intech Company Limited (subsidiary) has mortgaged land, including present and future structures thereon to secure long-term loan.

10. Project costs under concession agreements

Movements of the project costs under concession agreements account during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2018	1,675,775	129,770
Amortisation for the period	(72,677)	(10,966)
Net book value as at 30 September 2018	<u>1,603,098</u>	<u>118,804</u>

(Unaudited but reviewed)

Under the Into-plane Service Agreement and the Permission for Performance Agreement of the fuel hydrant network at Suvarnabhumi Airport, made with Airports of Thailand Public Company Limited by the Company and a subsidiary, Thai Aviation Refuelling Company Limited, respectively, the Company is to transfer ownership of all equipment, buildings, related fixtures and construction to the Ministry of Finance immediately upon completion of construction, and the subsidiary is to transfer the Hydrant network to the Airports of Thailand Public Company Limited within 60 days before it begins operating the service. As of 30 September 2018, transfer of ownership under the 2 agreements is in progress.

11. Right to use assets under leased agreements

	(Unit: Thousand Baht)
	Consolidated financial statements
Net book value as at 1 January 2018	35,071
Amortisation for the period	(2,752)
Net book value as at 30 September 2018	<u>32,319</u>

The Company has invested in a subsidiary, and the excess of the cost of the investment over the shareholders' equity of the subsidiary at the acquisition date has been recorded as "Rights to use leased land of subsidiary" and presented as an asset under the caption of "Right to use assets under leased agreements" in the consolidated statement of financial position. This is amortised by the straight-line method over 17 years and 10 months, which was the remaining term for which the subsidiary has approval from Airports of Thailand Public Company Limited to lease land outside the fence at Suvarnabhumi Airport for provision of aviation fuel transport services and a hydrant network from the refinery plant to the Company's fuel depot. Amortisation is from 8 December 2008 until the agreement expires.

Under a land rental agreement between the Airports of Thailand Public Company Limited and a subsidiary, Thai Aviation Refuelling Company Limited, the subsidiary is to transfer ownership of all buildings and construction on the leased land to the Ministry of Finance 3 years after the date of completion of the construction (30 September 2008). As of 30 September 2018, the subsidiary is in the process of transferring ownership in accordance with the agreement.

(Unaudited but reviewed)

12. Intangible assets

Movement of the intangible assets account during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Computer software		
Net book value as at 1 January 2018	37,818	34,626
Acquisitions during period - at cost	8,884	7,580
Amortisation for the period	(7,379)	(6,171)
Net book value as at 30 September 2018	<u>39,323</u>	<u>36,035</u>

13. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2018	2017	2018	2017
		(Audited)		(Audited)
Trade payables - related parties (Note 2)	40,938	47,567	30,137	33,413
Trade payables - unrelated parties	8,887	15,871	5,562	7,766
Other payables - related parties (Note 2)	27	70	54,650	62,227
Other payables - unrelated parties	534,389	331,859	14,625	72,359
Accrued expenses	12,196	34,930	2,298	21,290
Total trade and other payables	<u>596,437</u>	<u>430,297</u>	<u>107,272</u>	<u>197,055</u>

14. Long-term loans

Movements in the long-term loans account during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2018	3,143,410	2,631,244
Add: Additional loans during the period	3,118,438	-
Less: Repayment of loans during the period	(370,194)	(263,894)
Balance as at 30 September 2018	5,891,654	2,367,350
Less: Current portion	(337,152)	(197,710)
Long-term loans - net of current portion	<u>5,554,502</u>	<u>2,169,640</u>

(Unaudited but reviewed)

The loan agreements contain covenants as specified in the agreements that, among other things, require the Company to maintain certain debt to equity and debt service coverage ratios according to the agreements.

As at 30 September 2018, the long-term credit facilities of subsidiaries which have not yet been drawn down amounted to Baht 3,311 million (31 December 2017: Baht 6,432 million).

The loans of the subsidiaries are secured by the mortgage of land, including present and future structures thereon, and the pledge of government bond, savings and fixed deposits of the subsidiary.

15. Long-term liabilities under rehabilitation plan

Movements in the long-term liabilities under rehabilitation plan of Fuel Pipeline Transportation Limited account (subsidiary) during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Balance as at 1 January 2018	15,580
Less: Repayment of loan during the period	(3,105)
Balance as at 30 September 2018	12,475
Less: Current portion	(3,971)
Long-term liabilities under rehabilitation plan - net of current portion	<u>8,504</u>

The subsidiary is required to settle outstanding long-term liabilities under the rehabilitation plan principal and interest in monthly installments within a period of 10 years after the date the court approved the rehabilitation plan, with the first installment as at 31 October 2012. However, if the subsidiary has excess cash, it has to use the excess cash to make early repayment of its outstanding debt.

Long-term liabilities under the rehabilitation plan are secured by the mortgage of the subsidiary's multi-product pipeline system and main depot facilities. Moreover, the rehabilitation plan stipulates certain conditions which the subsidiary is required to comply.

(Unaudited but reviewed)

16. Provision for land lease related to concession agreement

Movements of provision for land lease related to concession agreement account during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)
	Consolidated and separate financial statements
Balance as at 1 January 2018	45,122
Payment during the period	(4,441)
Interest cost	1,787
Balance as at 30 September 2018	42,468
Less: Current portion	(4,063)
Provision for land lease related to concession agreement, net of current portion	<u>38,405</u>

17. Provision for long-term employee benefits

Movements of provision for long-term employee benefit account during the nine-month period ended 30 September 2018 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2018	939,313	795,550
Increase during the period	63,704	50,142
Decrease from actual payment	(22,673)	(22,673)
Balance as at 30 September 2018	<u>980,344</u>	<u>823,019</u>

18. 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 expense for the three-month and nine-month periods ended 30 September 2018 and 2017 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Current income tax:				
Current income tax charge	85,985	73,123	53,013	43,112
Deferred tax:				
Relating to origination and reversal of temporary differences	(2,240)	73	(1,179)	867
Income tax expense reported in the statement of comprehensive income	<u>83,745</u>	<u>73,196</u>	<u>51,834</u>	<u>43,979</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Current income tax:				
Current income tax charge	247,385	221,869	141,601	123,767
Deferred tax:				
Relating to origination and reversal of temporary differences	(8,514)	(2,187)	(5,319)	157
Income tax expense reported in the statement of comprehensive income	<u>238,871</u>	<u>219,682</u>	<u>136,282</u>	<u>123,924</u>

19. Segment information

The Company and its subsidiaries are principally engaged in the aviation fuel pipeline transportation services and refueling service at the airport. Its operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

20. Dividends

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Final dividends for 2016	Annual General Meeting of the shareholders on 27 April 2017	637,495	1.00
Interim dividends for 2017	Board of Directors' meeting on 7 August 2017	140,249	0.22
Total for 2017		<u>777,744</u>	<u>1.22</u>
Final dividends for 2017	Annual General Meeting of the shareholders on 26 April 2018	656,609	1.03
Interim dividends for 2018	Board of Directors' meeting on 8 August 2018	146,621	0.23
Total for 2018		<u>803,230</u>	<u>1.26</u>

21. Commitments and contingent liabilities

21.1 Capital commitments

As at 30 September 2018, the Company and its subsidiaries had capital commitments of approximately Baht 3,477 million (31 December 2017: Baht 6,257 million), relating to the construction of assets and acquisition of equipment (Separate financial statements: Baht 102 million (31 December 2017: Baht 138 million)).

21.2 Commitments under various agreements

- a) The Company and its subsidiaries have entered into several lease agreements in respect of the lease of hydrant equipment, land, airport space and building and motor vehicle. The terms of the agreements are generally between 1 and 30 years. These operating lease contracts are non-cancellable agreements, under which the Company and its subsidiaries are required to comply with the certain conditions, including obligations to transfer the ownership of constructed assets to the lessors under some land lease agreements.

Future minimum lease payments required under these non-cancellable operating leases contracts were as follows.

(Unit: Million Baht)

	As at 30 September 2018			
	In over 1 and			Total
	In up to 1 year	up to 5 years	Over 5 year	
Bangkok Aviation Fuel Services Public Co., Ltd.	65	70	-	135
Thai Aviation Refuelling Co., Ltd.	7	4	-	11
Fuel Pipeline Transportation Ltd.	63	188	237	488
Total	135	262	237	634

(Unit: Million Baht)

	As at 31 December 2017			
	In over 1 and			Total
	In up to 1 year	up to 5 years	Over 5 year	
Bangkok Aviation Fuel Services Public Co., Ltd.	25	12	-	37
Thai Aviation Refuelling Co., Ltd.	13	3	-	16
Fuel Pipeline Transportation Ltd.	60	210	255	525
Total	98	225	255	578

(Unaudited but reviewed)

- b) The Company has entered into an agreement with Airports of Thailand Public Company Limited (AOT) whereby it was granted permission to provide into-plane services at Suvarnabhumi Airport for a period of 20 years from the date the airport officially opened for service (28 September 2006). The Company is to compensate AOT at the rate stipulated in the agreement, and has to comply with certain obligations. These obligations include entering into an agreement to rent land, erect buildings and certain structures on the land and transfer ownership of such construction to the Ministry of Finance immediately upon completion, without charge. They also include the installation of equipment and systems to be used in implementing the project and, at its own expense, maintaining such equipment and systems in good and workable condition throughout the term of the agreement.
- c) A subsidiary, Thai Aviation Refuelling Company Limited has been granted approval by Airports of Thailand Public Company Limited to operate aviation fuel hydrant network services at Suvarnabhumi Airport, for a period of 30 years from the date of first operation of that company at the airport (28 September 2006). The subsidiary is obliged to comply with certain conditions, including an obligation to transfer the ownership of the hydrant refueling, network including related supplies and spare parts, free of charge to Airports of Thailand Public Company Limited, and to pay a concession fee at a percentage of the subsidiary's income before deducting expenses, as stipulated in the agreement, as from the year of first operation.

21.3 Guarantees

The Company and its subsidiaries have outstanding bank guarantees as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Guarantees for tax refund	43	94	-	-
Guarantees for electricity use	14	10	3	3
Guarantees for land lease agreement	56	56	6	6
Guarantees for performance	124	103	89	70

21.4 Legal cases

On 4 May 2012, the Company was summoned as the fourth defendant in a lawsuit where a state-enterprise and 3 state agencies were sued by 28 plaintiffs who alleged that they had been disturbed by the smell of fuel fumes from the aviation fuel storage station. The 27 plaintiffs claimed damages amounting Baht 300,000 - 400,000 each, and another plaintiff claimed damages totaling Baht 1 million, making total damages of Baht 9.10 million. In addition, each plaintiff claimed monthly damages in the amount of Baht 10,000 until there is no fuel smell from the Company's storage station. The plaintiffs also asked the Company to cease the usage of the depot and storage of fuel until there is equipment for preventing and controlling the fuel smell. Afterwards, on 15 October 2012, 76 additional plaintiffs filed lawsuits, bringing the total number of plaintiffs in this case to 104, with damages including interest (calculated up to 30 September 2018) totaling Baht 176 million. The case is currently under the consideration of the Administrative Court.

However, the management is of the opinion that even if the Court eventually holds the Company liable for the damages, it would be liable only for a portion of the total damages, together with other defendants, i.e. the state enterprise and 2 other state agencies (defendants Nos. 1 - 3). Therefore, the Company's management believes that no significant losses will be incurred to the Company and thus the Company did not record a provision for the contingent liabilities relating to this case in the accounts.

22. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 5 November 2018.