

**PRINCIPAL CAPITAL PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND SEPARATE  
FINANCIAL INFORMATION  
(UNAUDITED)**

**30 JUNE 2020**

## **AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION**

To the Shareholders and the Board of Directors of Principal Capital Public Company Limited

I have reviewed the interim consolidated financial information of Principal Capital Public Company Limited and its subsidiaries, and the interim separate financial information of Principal Capital Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 June 2020, the consolidated and separate statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the six-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

### **Scope of review**

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### **Conclusion**

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

### **Emphasis of matter**

I draw attention to note 4 of the interim financial information, which describes the accounting policies in relation to adopting the temporary exemptions announced by the Federation of Accounting Professions to relieve the impact from COVID-19 for the reporting periods ending between 1 January 2020 and 31 December 2020. My conclusion is not modified in respect to this matter.

PricewaterhouseCoopers ABAS Ltd.

**Chanchai Chaiprasit**  
Certified Public Accountant (Thailand) No. 3760  
Bangkok  
13 August 2020

**Principal Capital Public Company Limited**  
**Statement of Financial Position**  
**As at 30 June 2020**

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2020 Baht	Audited 31 December 2019 Baht	Unaudited 30 June 2020 Baht	Audited 31 December 2019 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		173,502,186	395,864,506	26,567,082	53,079,771
Financial assets measured at fair value					
through profit or loss	9	179,528,112	-	118,352,049	-
Short-term fixed deposits		1,701,714	-	-	-
Short-term investments		-	525,827,195	-	484,568,615
Restricted deposits at					
financial institutions - current		5,000,000	5,000,000	5,000,000	5,000,000
Trade and other receivables, net	10	188,525,140	233,450,311	39,220,937	48,066,031
Current portion of lease receivables, net		-	-	1,640,065	1,610,766
Short-term loans to a subsidiary	19	-	-	975,298,132	1,355,988,644
Short-term loan to third party		39,503,180	39,044,440	39,503,180	39,044,440
Inventories, net		76,447,416	59,120,105	7,118,424	5,058,708
Other current assets		52,989,312	54,495,093	12,093,277	12,504,764
<b>Total current assets</b>		<b>717,197,060</b>	<b>1,312,801,650</b>	<b>1,224,793,146</b>	<b>2,004,921,739</b>
<b>Non-current assets</b>					
Restricted deposits at					
financial institutions		2,799,725	2,799,725	-	-
Lease receivables, net		-	-	5,916,337	6,743,766
Investment in an associate		397,485	410,724	-	-
Investments in subsidiaries	11	-	-	7,968,353,340	7,963,253,540
Financial assets measured at fair value					
through profit or loss	9	330,000	-	330,000	-
Long-term investments		-	330,000	-	330,000
Long-term loans to a subsidiary	19	-	-	1,474,199,083	-
Investment property, net	12	1,552,494,507	1,576,376,289	-	-
Property, plant and equipment, net	13	10,051,602,241	9,896,169,674	3,023,411,647	3,033,818,641
Intangible assets, net		83,545,656	93,977,215	3,889,747	4,631,436
Right-of-use assets, net	14	417,402,602	-	118,596,694	-
Leasehold rights		-	26,512,846	-	-
Goodwill	18	1,823,978,253	1,657,153,409	-	-
Deferred tax assets		25,127,466	23,278,149	-	-
Other non-current assets	15	499,612,503	30,235,735	6,090,005	3,533,695
<b>Total non-current assets</b>		<b>14,457,290,438</b>	<b>13,307,243,766</b>	<b>12,600,786,853</b>	<b>11,012,311,078</b>
<b>Total assets</b>		<b>15,174,487,498</b>	<b>14,620,045,416</b>	<b>13,825,579,999</b>	<b>13,017,232,817</b>

Director \_\_\_\_\_ Director \_\_\_\_\_

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 30 June 2020**

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 June	31 December	30 June	31 December
		2020	2019	2020	2019
		Baht	Baht	Baht	Baht
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term borrowings from financial institutions	17	-	50,010,959	-	-
Trade and other payables	16	484,769,851	485,984,915	139,696,657	91,469,880
Advances received from customers - current		33,530,432	36,796,688	8,085,278	10,560,023
Short-term borrowings from related parties	17, 19	353,111,672	348,416,234	2,000,417,664	1,886,110,809
Current portion of lease liabilities	17	62,552,270	64,811,684	32,912,637	27,249,664
Current portion of long-term borrowings from financial institutions	17	291,927,629	260,324,773	103,467,579	95,611,054
Current portion of promissory notes from a related party	17, 19	543,792,339	539,337,616	543,792,339	539,337,616
Income tax payable		19,315,983	15,457,743	-	-
Deposits received from customers - current		25,823,936	24,638,843	7,911,474	7,187,000
Other current liabilities		86,669,095	92,631,682	17,314,818	6,446,686
<b>Total current liabilities</b>		<b>1,901,493,207</b>	<b>1,918,411,137</b>	<b>2,853,598,446</b>	<b>2,663,972,732</b>
<b>Non-current liabilities</b>					
Lease liabilities	17	225,397,555	204,917,951	81,667,422	90,691,684
Long-term borrowings from financial institutions	17	3,062,186,407	2,267,470,954	2,224,005,396	1,457,763,495
Deposits received from customers		23,263,388	24,479,412	-	-
Deferred tax liabilities	18	368,629,155	333,879,767	159,282,980	164,789,591
Employee benefit obligations		138,937,490	117,847,500	18,700,302	18,534,694
Other non-current liabilities		5,099,080	41,812,005	2,018,073	17,436,987
<b>Total non-current liabilities</b>		<b>3,823,513,075</b>	<b>2,990,407,589</b>	<b>2,485,674,173</b>	<b>1,749,216,451</b>
<b>Total liabilities</b>		<b>5,725,006,282</b>	<b>4,908,818,726</b>	<b>5,339,272,619</b>	<b>4,413,189,183</b>

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 30 June 2020**

	Consolidated financial information		Separate financial information	
	Unaudited 30 June 2020 Baht	Audited 31 December 2019 Baht	Unaudited 30 June 2020 Baht	Audited 31 December 2019 Baht
<b>Liabilities and equity (Cont'd)</b>				
<b>Equity</b>				
Share capital				
Authorised share capital				
3,564,096,272 ordinary shares				
at a par value of Baht 1 each	3,564,096,272	3,564,096,272	3,564,096,272	3,564,096,272
Issued and paid-up share capital				
3,462,336,820 paid-up ordinary shares				
at a par value of Baht 1 each	3,462,336,820	3,462,336,820	3,462,336,820	3,462,336,820
Premium on paid-up share capital	5,163,517,392	5,163,517,392	5,163,517,392	5,163,517,392
Retained earnings (deficits)				
Appropriated - legal reserve	44,199,790	44,199,790	44,199,790	44,199,790
Unappropriated	(913,168,291)	(626,349,548)	(183,746,622)	(66,010,368)
Other components of equity	764,873,173	766,023,166	-	-
<b>Equity attributable to owners of the parent</b>	<b>8,521,758,884</b>	<b>8,809,727,620</b>	<b>8,486,307,380</b>	<b>8,604,043,634</b>
Non-controlling interests	927,722,332	901,499,070	-	-
<b>Total equity</b>	<b>9,449,481,216</b>	<b>9,711,226,690</b>	<b>8,486,307,380</b>	<b>8,604,043,634</b>
<b>Total liabilities and equity</b>	<b>15,174,487,498</b>	<b>14,620,045,416</b>	<b>13,825,579,999</b>	<b>13,017,232,817</b>

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Comprehensive Income**  
**For the three-month period ended 30 June 2020**

	Note	Consolidated financial information		Separate financial information	
		Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
		Baht	Baht	Baht	Baht
Revenues from hospital operations	7	447,103,902	537,316,088	31,552,179	65,583,920
Revenues from sales and services	7	76,015,609	141,946,159	32,295,151	67,300,200
Costs of hospital operations		(438,739,469)	(467,191,220)	(54,410,851)	(64,713,924)
Costs of sales and services		(70,883,891)	(58,663,615)	(24,421,078)	(34,693,188)
<b>Gross profit (loss)</b>		13,496,151	153,407,412	(14,984,599)	33,477,008
Other income		12,951,682	14,968,608	20,790,017	7,178,041
Selling expenses		(14,832,103)	(15,619,410)	(2,593,483)	(4,235,690)
Administrative expenses		(171,431,312)	(221,859,411)	(41,995,398)	(52,342,621)
Other expenses		(3,763,095)	(4,493,381)	-	-
Finance costs		(30,220,893)	(43,470,665)	(28,568,245)	(26,536,219)
Share of profit (loss) of an associate		(43,092)	-	-	-
<b>Loss before income tax expense</b>		(193,842,662)	(117,066,847)	(67,351,708)	(42,459,481)
Income tax (expense) income		10,249,480	5,119,495	4,618,809	(125,991)
<b>Loss for the period</b>		(183,593,182)	(111,947,352)	(62,732,899)	(42,585,472)
Other comprehensive income		-	-	-	-
<b>Total comprehensive expense for the period</b>		(183,593,182)	(111,947,352)	(62,732,899)	(42,585,472)
<b>Profit (loss) attributable to:</b>					
Owner of the parent		(169,123,799)	(101,795,909)	(62,732,899)	(42,585,472)
Non-controlling interests		(14,469,383)	(10,151,443)	-	-
		(183,593,182)	(111,947,352)	(62,732,899)	(42,585,472)
<b>Total comprehensive income (expense) attributable to:</b>					
Owner of the parent		(169,123,799)	(101,795,909)	(62,732,899)	(42,585,472)
Non-controlling interests		(14,469,383)	(10,151,443)	-	-
		(183,593,182)	(111,947,352)	(62,732,899)	(42,585,472)
<b>Loss per share (Baht)</b>					
Basic loss per share		(0.049)	(0.031)	(0.018)	(0.013)

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Comprehensive Income**  
**For the six-month period ended 30 June 2020**

	Note	Consolidated financial information		Separate financial information	
		Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
		Baht	Baht	Baht	Baht
Revenues from hospital operations	7	1,027,153,139	1,085,702,067	77,462,326	121,203,940
Revenues from sales and services	7	206,526,278	295,679,273	100,823,581	143,165,242
Costs of hospital operations		(946,498,245)	(889,235,532)	(124,163,526)	(121,551,125)
Costs of sales and services		(155,862,486)	(160,898,271)	(59,642,586)	(69,639,752)
<b>Gross profit (loss)</b>		131,318,686	331,247,537	(5,520,205)	73,178,305
Other income		26,619,539	25,456,185	39,915,588	13,735,446
Selling expenses		(30,070,737)	(30,306,975)	(6,909,048)	(8,006,932)
Administrative expenses		(368,324,229)	(412,902,874)	(93,244,410)	(102,007,305)
Other expenses		(7,705,724)	(8,215,871)	-	-
Finance costs		(62,445,433)	(81,686,483)	(57,484,789)	(51,601,955)
Share of profit (loss) of an associate		(13,238)	-	-	-
<b>Loss before income tax expense</b>		(310,621,136)	(176,408,481)	(123,242,864)	(74,702,441)
Income tax (expense) income		5,600,645	(4,446,799)	5,506,610	(29,351)
<b>Loss for the period</b>		(305,020,491)	(180,855,280)	(117,736,254)	(74,731,792)
Other comprehensive income		-	-	-	-
<b>Total comprehensive expense for the period</b>		(305,020,491)	(180,855,280)	(117,736,254)	(74,731,792)
<b>Profit (loss) attributable to:</b>					
Owner of the parent		(286,818,743)	(175,361,284)	(117,736,254)	(74,731,792)
Non-controlling interests		(18,201,748)	(5,493,996)	-	-
		(305,020,491)	(180,855,280)	(117,736,254)	(74,731,792)
<b>Total comprehensive income (expense) attributable to:</b>					
Owner of the parent		(286,818,743)	(175,361,284)	(117,736,254)	(74,731,792)
Non-controlling interests		(18,201,748)	(5,493,996)	-	-
		(305,020,491)	(180,855,280)	(117,736,254)	(74,731,792)
<b>Loss per share (Baht)</b>					
Basic loss per share		(0.083)	(0.054)	(0.034)	(0.023)

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Changes in Equity**  
**For the six-month period ended 30 June 2020**

Consolidated financial information (Unaudited)											
Attributable to owners of the parent											
	Note	Retained earnings (deficits)				Other components of equity			Total owners of the parent	Non-controlling interests	Total equity
		Issued and paid-up share capital	Premium on share capital	Appropriated - legal reserve	Unappropriated	Difference arising from business combination under common control	Difference arising from change in ownership interest in subsidiaries	Total other components of equity			
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
<b>Opening balance as at 1 January 2019</b>		3,240,087,520	4,476,767,055	44,199,790	(447,622,766)	764,129,669	-	764,129,669	8,077,561,268	764,057,968	8,841,619,236
Proceeds from ordinary shares issued of a subsidiary		-	-	-	-	-	-	-	-	60,000,000	60,000,000
Change in ownership interest in a subsidiary		-	-	-	-	-	185,390	185,390	185,390	36,541,378	36,726,768
Dividend paid		-	-	-	-	-	-	-	-	(8,000,000)	(8,000,000)
Total comprehensive expense for the period		-	-	-	(175,361,284)	-	-	-	(175,361,284)	(5,493,996)	(180,855,280)
<b>Closing balance as at 30 June 2019</b>		<u>3,240,087,520</u>	<u>4,476,767,055</u>	<u>44,199,790</u>	<u>(622,984,050)</u>	<u>764,129,669</u>	<u>185,390</u>	<u>764,315,059</u>	<u>7,902,385,374</u>	<u>847,105,350</u>	<u>8,749,490,724</u>
<b>Opening balance as at 1 January 2020</b>		3,462,336,820	5,163,517,392	44,199,790	(626,349,548)	764,129,669	1,893,497	766,023,166	8,809,727,620	901,499,070	9,711,226,690
Change in ownership interest in a subsidiary		-	-	-	-	-	(1,149,993)	(1,149,993)	(1,149,993)	1,149,993	-
Subsidiary establishment		-	-	-	-	-	-	-	-	4,900,000	4,900,000
Entire business transfer	18	-	-	-	-	-	-	-	-	38,375,017	38,375,017
Total comprehensive expense for the period		-	-	-	(286,818,743)	-	-	-	(286,818,743)	(18,201,748)	(305,020,491)
<b>Closing balance as at 30 June 2020</b>		<u>3,462,336,820</u>	<u>5,163,517,392</u>	<u>44,199,790</u>	<u>(913,168,291)</u>	<u>764,129,669</u>	<u>743,504</u>	<u>764,873,173</u>	<u>8,521,758,884</u>	<u>927,722,332</u>	<u>9,449,481,216</u>

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Changes in Equity (Cont'd)**  
**For the six-month period ended 30 June 2020**

	<b>Separate financial information (Unaudited)</b>				<b>Total equity Baht</b>
	<b>Issued and paid-up share capital Baht</b>	<b>Premium on share capital Baht</b>	<b>Retained earnings (deficits)</b>		
			<b>Appropriated - legal reserve Baht</b>	<b>Unappropriated Baht</b>	
<b>Opening balance as at 1 January 2019</b>	3,240,087,520	4,476,767,055	44,199,790	187,111,539	7,948,165,904
Total comprehensive expense for the period	-	-	-	(74,731,792)	(74,731,792)
<b>Closing balance as at 30 June 2019</b>	<u>3,240,087,520</u>	<u>4,476,767,055</u>	<u>44,199,790</u>	<u>112,379,747</u>	<u>7,873,434,112</u>
<b>Opening balance as at 1 January 2020</b>	3,462,336,820	5,163,517,392	44,199,790	(66,010,368)	8,604,043,634
Total comprehensive expense for the period	-	-	-	(117,736,254)	(117,736,254)
<b>Closing balance as at 30 June 2020</b>	<u>3,462,336,820</u>	<u>5,163,517,392</u>	<u>44,199,790</u>	<u>(183,746,622)</u>	<u>8,486,307,380</u>

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Cash Flows**  
**For the six-month period ended 30 June 2020**

	Consolidated		Separate	
	financial information		financial information	
	Unaudited 2020 Baht	Unaudited 2019 Baht	Unaudited 2020 Baht	Unaudited 2019 Baht
<b>Cash flows from operating activities</b>				
Loss before income tax	(310,621,136)	(176,408,481)	(123,242,864)	(74,702,441)
Adjustments for:				
Depreciation and amortisation	273,532,483	229,683,495	63,687,489	43,528,614
Allowance for (reversal of)				
- doubtful accounts - trade and other receivables	1,839,805	11,953,638	1,480,551	319,466
Amortisation of withholding tax	150,750	-	-	-
Realised gains on disposals of trading securities	(788,363)	-	(737,805)	-
Unrealised gains on changes in				
fair values of trading securities	(139,218)	(56)	(32,779)	-
Gain on disposals of equipment	(238,289)	(33,744)	(144,833)	(32,196)
Loss on write-offs of equipment	507,923	17,598	114,850	-
Loss on write-offs of intangible assets	-	17,881	-	17,833
Employee benefit expenses	12,322,554	30,889,542	1,207,228	3,037,463
Interest income	(793,135)	(734,456)	(33,448,842)	(8,621,840)
Finance costs	62,445,433	81,686,483	57,484,789	51,601,955
Share of profit (loss) from an associate	13,238	-	-	-
Profit (loss) from operating activities before changes				
in operating assets and liabilities	38,232,045	177,071,900	(33,632,216)	15,148,854
Trade and other receivables	43,085,366	4,480,390	7,404,585	(17,743,811)
Inventories	(9,539,663)	(112,817)	(2,059,716)	494,815
Other current assets	3,870,664	(946,952)	1,776,522	928,574
Other non-current assets	(337,876,768)	(81,955)	(2,556,309)	785,592
Trade and other payables	(86,827,496)	90,129,384	(30,335,355)	(2,450,744)
Advances received from customers	(3,266,256)	(1,979,888)	(2,474,746)	(10,351)
Deposits received from customers	(30,931)	(2,297,014)	724,474	(2,431,994)
Other current liabilities	(5,962,587)	(14,378,065)	10,868,133	(2,781,918)
Employee benefits paid	(3,990,979)	(8,020)	(910,020)	-
Other non-current liabilities	(36,712,925)	15,036,821	(15,418,914)	9,852,368
Cash (used in) generated from operations	(399,019,530)	266,913,784	(66,613,562)	1,791,385
Interest paid	(55,854,671)	(73,240,111)	(31,218,409)	(42,629,007)
Income tax paid	(8,955,560)	(33,541,782)	(1,365,035)	(1,896,425)
Net cash (used in) generated from operating activities	(463,829,761)	160,131,891	(99,197,006)	(42,734,047)

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Cash Flows (Cont'd)**  
**For the six-month period ended 30 June 2020**

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited 2020 Baht	Unaudited 2019 Baht	Unaudited 2020 Baht	Unaudited 2019 Baht
<b>Cash flows from investing activities</b>					
Proceeds from disposals of short-term investments		477,531,140	474,345	476,987,151	-
Purchases of short-term investments		(132,006,191)	(33,408)	(110,000,000)	(27,312)
Cash received from short-term loans to subsidiaries		-	-	127,000,000	287,000,000
Payments of short-term loans to a subsidiary		-	-	(1,187,799,932)	(213,499,978)
Payments for subsidiary establishment	11	-	-	(5,099,800)	-
Payments for entire business transfer	18	(529,850,000)	(96,000,000)	-	-
Cash received from lease receivables		-	-	798,130	-
Cash received from interest income		1,899,055	676,885	283,491	196,651
Proceeds from deposit in disposal of investment in a subsidiary		-	265,800,000	-	-
Proceeds from disposals of equipment		283,853	63,491	973,713	61,933
Purchases of investment property		(802,073)	(873,651)	-	-
Purchases of plant and equipment		(331,015,869)	(565,946,075)	(82,164,652)	(242,584,640)
Purchases of intangible assets		(10,431,559)	(62,959,429)	-	(661,260)
Payments for right-of-use assets		(7,762,885)	(1,291,156)	-	-
Net cash payments in investing activities		(532,154,529)	(460,088,998)	(779,021,899)	(169,514,606)
<b>Cash flows from financing activities</b>					
Payments for financing fees		-	(1,500,000)	-	(1,500,000)
Proceeds from borrowings from financial institutions		942,906,528	1,482,278,792	819,301,980	1,315,870,985
Repayments of borrowings from financial institutions		(165,554,333)	(1,349,685,198)	(44,319,998)	(1,014,833,332)
Proceeds from borrowings from related parties		-	200,000,000	106,124,645	106,000,000
Payments on borrowings from related parties		(2,000,000)	-	(15,000,000)	(200,000,000)
Payments on lease liabilities		(33,630,219)	(18,961,603)	(14,400,411)	(6,241,856)
Dividends paid to non-controlling interests		(6)	(8,000,000)	-	-
Proceeds from a subsidiary establishment		4,900,000	-	-	-
Proceeds from share issuance		-	60,000,000	-	-
Proceeds from partial disposal of investment in subsidiaries		27,000,000	16,000,000	-	-
Net cash receipts from financing activities		773,621,970	380,131,991	851,706,216	199,295,797
<b>Net (decrease) increase in cash and cash equivalents</b>		(222,362,320)	80,174,884	(26,512,689)	(12,952,856)
Cash and cash equivalents at the beginning of the period, net		395,864,506	441,904,877	53,079,771	91,809,673
<b>Cash and cash equivalents at end of the period</b>		173,502,186	522,079,761	26,567,082	78,856,817

The accompanying notes are an integral part of this interim financial information.

**Principal Capital Public Company Limited**  
**Statement of Cash Flows (Cont'd)**  
**For the six-month period ended 30 June 2020**

	Consolidated		Separate	
	financial information		financial information	
	Unaudited 2020 Baht	Unaudited 2019 Baht	Unaudited 2020 Baht	Unaudited 2019 Baht
<b>Cash and cash equivalents include the following for the purposes of the statement of cash flows:</b>				
Cash and cash equivalents	173,502,186	522,954,024	26,567,082	78,856,817
Bank overdrafts from a financial institution	-	(874,263)	-	-
	<b>173,502,186</b>	<b>522,079,761</b>	<b>26,567,082</b>	<b>78,856,817</b>

**Non-cash transactions**

Significant non-cash transactions for the six-month period ended 30 June are as follows:

Purchases of plant and equipment not yet paid for	152,998,221	67,644,787	88,664,880	24,758,772
Purchases of equipment under finance lease contracts	25,724,904	109,263,068	1,084,445	17,590,790
Purchases of intangible assets not yet paid for	228,599	5,000,000	-	-

The accompanying notes are an integral part of this interim financial information.

## 1 General information

Principal Capital Public Company Limited (“the Company”) is a public limited company which listed on the Stock Exchange of Thailand and is incorporated and domiciled in Thailand. The address of the Company’s registered office is as follows:

No. 29, 23<sup>rd</sup> floor, Bangkok Business Center Building, Sukhumvit 63 Road, Klongtonnua, Wattana, Bangkok.

In addition, the Company has branches located at No. 1, Soi Suanplu, Sathorn Road, Thungmahamek, Sathorn, Bangkok, and No.35/2, Moo 12, Bangna-Trad Road, Bangkaew, Bangphli, Samut Prakan.

The principal business operations of the Company and its subsidiaries (“the Group”) are operating private hospitals, serviced apartments, office building rental and property development and rental.

The interim consolidated and separate financial information are presented in Thai Baht and rounded to the nearest thousand, unless otherwise stated.

The interim consolidated financial information were authorised for issue by the Board of Directors on 13 August 2020.

## 2 Significant events during the current period

The outbreak of Coronavirus Disease 2019 (“COVID-19”) in early 2020 has adverse effects on the operating results for the six-month period ended 30 June 2020 particularly on the hotel businesses. It resulted that the revenue from hotel businesses dropped by Baht 76.0 million equivalent to 52.77% comparing to prior year. The series of precautionary measures continued to be implemented across regions including certain level of restrictions and controls over travelling has resulted in a decrease in revenue of hospital businesses of existing hospitals Baht 178.2 million equivalent to 17.17% when comparing with prior year. Management expected that the precautionary measures will continue to affect the hospital operation throughout the year 2020. The Group is now paying close attention to the development of the COVID-19 situation, evaluating its impact on the operation while strategizing effective solutions.

## 3 Basis of preparation

The interim consolidated and separated financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting, accounting guidance issued by the Federation of Accounting Professions (TFAC) and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2019.

An English version of these interim consolidated and separate financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

**Principal Capital Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2020**

**4 Accounting policies**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2019, except for the following:

- 1) the adoption of the new financial reporting as described in Note 5; and
- 2) the following application of the temporary exemption guidance to relieve the impact from COVID-19 (temporary measures to relieve the impact from COVID-19) announced by TFAC for the reporting periods ending between 1 January 2020 and 31 December 2020.

**Impairment of assets**

The Group has chosen to exclude information related to COVID-19 as an indication of the impairment of assets.

For goodwill that the Group has to test for impairment annually, the Group has chosen not to include information related to COVID-19 that potentially affect financial projections to consider for the asset's impairment testing.

**5 Adoption of new financial reporting standards and changes in accounting policies**

The Group has adopted financial reporting standards relating to financial instruments (TAS 32, TFRS 7 and TFRS 9) retrospectively from 1 January 2020, but has not restated comparatives for the 2019 reporting period, and leases standard (TFRS 16) by applied simplified approach, as permitted in the standards. The reclassifications and adjustments arising from the new requirements are therefore recognised in the opening statement of financial position on 1 January 2020.

The following tables show the adjustments made to the amounts recognised in each line item in the statement of financial position upon adoption of the financial reporting standards relate to financial instruments (TAS 32 and TFRS 9) and leases standard (TFRS 16):

	<b>Consolidated financial information</b>			
	<b>As at 31 December 2019 Previously reported Baht</b>	<b>TAS 32 and TFRS 9 Reclassifications and adjustments Baht</b>	<b>TFRS 16 Reclassifications and adjustments Baht</b>	<b>As at 1 January 2020 Restated Baht</b>
<b>Assets</b>				
<b>Current assets</b>				
Financial assets measured at fair value through profit or loss	-	519,600,530	-	519,600,530
Short-term fixed deposits*	-	6,226,665	-	6,226,665
Short-term investments	525,827,195	(525,827,195)	-	-
Trade and other receivables*	233,450,311	-	-	233,450,311
<b>Total current assets</b>	<b>1,312,801,650</b>	<b>-</b>	<b>-</b>	<b>1,312,801,650</b>
<b>Non-current assets</b>				
Financial assets measured at fair value through profit or loss	-	330,000	-	330,000
Long-term investments	330,000	(330,000)	-	-
Property, plant and equipment	9,896,169,674	-	(282,534,609)	9,613,635,065
Right-of-use assets	-	-	333,588,141	333,588,141
Leasehold rights	26,512,846	-	(26,512,846)	-
Deferred tax assets	23,278,149	-	-	23,278,149
<b>Total non-current assets</b>	<b>13,307,243,766</b>	<b>-</b>	<b>24,540,686</b>	<b>13,331,784,452</b>
<b>Total assets</b>	<b>14,620,045,416</b>	<b>-</b>	<b>24,540,686</b>	<b>14,644,586,102</b>

**Principal Capital Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2020**

	Consolidated financial information			
	As at 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	As at 1 January 2020 Restated Baht
<b>Liabilities and equity</b>				
<b>Current liabilities</b>				
Current portion of lease liabilities	64,811,684	-	7,011,426	71,823,110
<b>Total current liabilities</b>	<b>1,918,411,137</b>	<b>-</b>	<b>7,011,426</b>	<b>1,925,422,563</b>
<b>Non-current liabilities</b>				
Lease liabilities	204,917,951	-	17,529,260	222,447,211
Deposits received from customers*	24,479,412	-	-	24,479,412
Deferred tax liabilities	333,879,767	-	-	333,879,767
Other non-current liabilities*	41,812,005	-	-	41,812,005
<b>Total non-current liabilities</b>	<b>2,990,407,589</b>	<b>-</b>	<b>17,529,260</b>	<b>3,007,936,849</b>
<b>Total liabilities</b>	<b>4,908,818,726</b>	<b>-</b>	<b>24,540,686</b>	<b>4,933,359,412</b>
<b>Equity</b>				
Retained earnings (deficits)				
- Unappropriated	(626,349,548)	-	-	(626,349,548)
Other components of equity	766,023,166	-	-	766,023,166
<b>Total equity</b>	<b>9,711,226,690</b>	<b>-</b>	<b>-</b>	<b>9,711,226,690</b>
<b>Total liabilities and equity</b>	<b>14,620,045,416</b>	<b>-</b>	<b>24,540,686</b>	<b>14,644,586,102</b>

\* Financial assets and financial liabilities measured at amortised cost.

	Separate financial information			
	As at 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	As at 1 January 2020 Restated Baht
<b>Assets</b>				
<b>Current assets</b>				
Financial assets measured at fair value through profit or loss	-	480,581,464	-	480,581,464
Short-term fixed deposits*	-	3,987,151	-	3,987,151
Short-term investments	484,568,615	(484,568,615)	-	-
Trade and other receivables*	48,066,031	-	-	48,066,031
<b>Total current assets</b>	<b>2,004,921,739</b>	<b>-</b>	<b>-</b>	<b>2,004,921,739</b>
<b>Non-current assets</b>				
Financial assets measured at fair value through profit or loss	-	330,000	-	330,000
Long-term investments	330,000	(330,000)	-	-
Property, plant and equipment	3,033,818,641	-	(117,443,856)	2,916,374,785
Right-of-use assets	-	-	125,488,905	125,488,905
<b>Total non-current assets</b>	<b>11,012,311,078</b>	<b>-</b>	<b>8,045,049</b>	<b>11,020,356,127</b>
<b>Total assets</b>	<b>13,017,232,817</b>	<b>-</b>	<b>8,045,049</b>	<b>13,025,277,866</b>

**Principal Capital Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2020**

	Separate financial information			
	As at 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	As at 1 January 2020 Restated Baht
<b>Liabilities and equity</b>				
<b>Current liabilities</b>				
Current portion of lease liabilities	27,249,664	-	3,491,374	30,741,038
<b>Total current liabilities</b>	<b>2,663,972,732</b>	<b>-</b>	<b>3,491,374</b>	<b>2,667,464,106</b>
<b>Non-current liabilities</b>				
Lease liabilities	90,691,684	-	4,553,675	95,245,359
Deferred tax liabilities	164,789,591	-	-	164,789,591
Other non-current liabilities*	17,436,987	-	-	17,436,987
<b>Total non-current liabilities</b>	<b>1,749,216,451</b>	<b>-</b>	<b>4,553,675</b>	<b>1,753,770,126</b>
<b>Total liabilities</b>	<b>4,413,189,183</b>	<b>-</b>	<b>8,045,049</b>	<b>4,421,234,232</b>
<b>Equity</b>				
Retained earnings (deficits)				
- Unappropriated	(66,010,368)	-	-	(66,010,368)
<b>Total equity</b>	<b>8,604,043,634</b>	<b>-</b>	<b>-</b>	<b>8,604,043,634</b>
<b>Total liabilities and equity</b>	<b>13,017,232,817</b>	<b>-</b>	<b>8,045,049</b>	<b>13,025,277,866</b>

\* Financial assets and financial liabilities measured at amortised cost.

The Group has adopted the new financial reporting standards relating to financial instruments from 1 January 2020 by applying the modified retrospective approach.

The adoption of the new financial reporting standards on financial instruments mainly affects the Group's accounting treatment as follows;

*Classification and measurement of investments in equity instruments (previously called general investments)*

All equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss, or ii) at fair value through other comprehensive income without subsequent recycling to profit or loss.

Currently, the Group has equity instruments measured at cost of Baht 330,000. These instruments will be reclassified and remeasured to fair value through profit or loss. However, there is no significant impact from remeasurement to the opening balance of retained earnings.

*Impairment*

The new requirements on the impairment losses will lead to expected credit losses having to be considered and recognised at the initial recognition and subsequent period. As of 1 January 2020, the Group assesses impairment losses of trade receivables by applied simplified approach. The application of the remeasurement not have significant impact to the opening balance of retained earnings.

On adoption of TFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of TAS 17 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as of 1 January 2020. The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 January 2020 was 4.03%.

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**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2020**

For leases previously classified as finance leases the Group recognised the carrying amount of the lease asset and lease liability immediately before transition as the carrying amount of the right-of-use asset and the lease liability at the date of initial application. The measurement principles of TFRS 16 are only applied after that date.

	<b>Consolidated financial information Baht</b>	<b>Separate financial information Baht</b>
Operating lease commitments disclosed as at 31 December 2019	58,876,537	10,352,248
(Less): discounted using the lessee's incremental borrowing rate of at the date of initial application	(4,006,942)	(395,637)
Add: finance lease liabilities recognised as at 31 December 2019	269,729,636	117,941,348
(Less): short-term leases recognised on a straight-line basis as expense	(1,341,955)	-
(Less): low-value leases recognised on a straight-line basis as expense	(768,536)	-
(Less): contracts reassessed as service agreements / service portion included in leases	(28,218,419)	(1,911,562)
<b>Lease liability recognised as at 1 January 2020</b>	<b>294,270,321</b>	<b>125,986,397</b>
Current lease liabilities	71,823,110	30,741,038
Non-current lease liabilities	222,447,211	95,245,359
	<b>294,270,321</b>	<b>125,986,397</b>

The right-of use assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid and accrued lease payments relating to that lease recognised in the statement of financial position as at 31 December 2019. There were no onerous lease contracts that would have required an adjustment to the right-of-use assets at the date of initial application.

The recognised right-of-use assets relate to the following types of assets:

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>30 June 2020 Baht</b>	<b>1 January 2020 Baht</b>	<b>30 June 2020 Baht</b>	<b>1 January 2020 Baht</b>
Properties	155,210,953	50,051,966	14,386,953	16,259,078
Equipment	248,399,777	269,190,426	99,034,844	104,104,741
Motor vehicles	13,791,872	14,345,749	5,174,897	5,125,086
<b>Total right-of-use assets</b>	<b>417,402,602</b>	<b>333,588,141</b>	<b>118,596,694</b>	<b>125,488,905</b>

*Practical expedients applied*

In applying TFRS 16 for the first time, the Group has used the following practical expedients permitted by the standard:

- the accounting for operating leases with a remaining lease term of less than 12 months as at 1 January 2020 as short-term leases
- the exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application
- the use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease, and
- elect not to reassess whether a contract is, or contains a lease as defined under TFRS 16 at the date of initial application but relied on its assessment made applying TAS 17 and TFRIC 4 Determining whether an Arrangement contains a Lease

## **Changes in accounting policies from adoption of the financial reporting standards related to financial instruments and leases**

### *Financial assets*

#### **Classification and measurements**

From 1 January 2020, the Group classifies its financial assets as follows:

- those to be measured subsequently at fair value either through profit or loss (FVPL) or through other comprehensive income (FVOCI)
- those to be measured at amortised cost.

The Group initially recognises a financial asset on trade date at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset, except financial assets that are measured at FVPL whose transaction costs are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

### *Debt instruments*

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories:

- Amortised cost: Assets that are held for collection of contractual cash flows that represent solely payments of principal and interest (SPPI) are measured at amortised cost. Interest income is included in finance income using the effective interest method. Any gain or loss on derecognition is presented in other gains/(losses), together with foreign exchange gains and losses. Impairment losses are presented as separate line item.
- FVOCI: Assets that are held for collection of contractual cash flows that represent SPPI and for selling the financial assets are measured at FVOCI. Movements in the carrying amount are taken through OCI, except impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit or loss. Interest revenue is included in finance income. Foreign exchange gains and losses are presented in other gains/(losses). Impairment losses are presented as separate line item. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified to profit or loss in other gains/(losses).
- FVPL: Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on subsequent measurement is presented in other gains/(losses).

The Group reclassifies debt instruments only when its business model for managing those assets changes.

### *Equity instruments*

All equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss, or ii) at fair value through other comprehensive income without subsequent recycling to profit or loss. The classification of equity instruments is considered on investment-by-investment basis. Dividends from such investment continue to be recognised in profit or loss as other income.

### *Impairment*

From 1 January 2020, the Group assesses expected credit loss on a forward looking basis for its financial assets carried at FVOCI and at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk, except trade receivables, contract assets, and lease receivables which the Group applies the simplified approach in determining its expected credit loss.

For the reporting periods ending between 1 January 2020 and 31 December 2020, the Group has chosen to apply the temporary measures to relieve the impact from COVID-19 announced by TFAC by excluding forward-looking information in assessing the expected credit loss under the simplified approach of trade receivables.

### *Lease agreements*

The Group leases various lands, offices, equipment and cars. Rental contracts are typically made for fixed periods of 2 to 30 years but may have extension options.

Before 2020 financial year, leases of property, plant and equipment were classified as either finance or operating leases. Payments made under operating leases (net of any incentives received from the lessor) were charged to profit or loss on a straight-line basis over the period of the lease.

From 1 January 2020, leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Group. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Assets and liabilities arising from a lease are initially measured on a present value basis including:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate
- amounts expected to be payable by the lessee under residual value guarantees
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the lessee's incremental borrowing rate is used, being the rate that the lessee would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

Right-of-use assets are measured at cost comprising the amount of the initial measurement of lease liability and include any lease payments made at or before the commencement date less any lease incentives received and restoration costs. Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise of IT-equipment, small items of office furniture, cars, billboards, medical equipments and room.

## **6 Estimates**

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The Group's management assess that the loans to subsidiaries and third party have low default risks. Management decide not to reserve provision for doubtful of these loans during this quarter. However, they will consider the new event and information which may affect to this estimate frequently. If the event might significant effect to this accounting estimate, management will reconsider for reassessment this estimate.

Principal Capital Public Company Limited  
Condensed Notes to Interim Financial Information (Unaudited)  
For the interim period ended 30 June 2020

7 Segment reporting

The Group's committee identifies reportable segments of its business to examine the Group's performance by product lines as follows:

	Consolidated financial information									
	For the three-month period ended 30 June									
	Hospital business		Property development and rental business		Other business		Eliminations		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
<b>Revenues from sales and services</b>										
External customers	447.1	537.3	76.0	137.5	-	4.4	-	-	523.1	679.2
Inter-segment	27.1	20.7	14.1	14.7	-	80.9	(41.2)	(116.3)	-	-
Total	474.2	558.0	90.1	152.2	-	85.3	(41.2)	(116.3)	523.1	679.2
<b>Timing of revenue recognition</b>										
At a point in time	397.4	422.9	1.0	4.6	-	1.6	(1.2)	(0.9)	397.2	428.2
Over time	76.8	135.1	89.1	147.6	-	83.7	(40.0)	(115.4)	125.9	251.0
Total revenue	474.2	558.0	90.1	152.2	-	85.3	(41.2)	(116.3)	523.1	679.2
Gross profit	40.1	95.9	18.7	64.1	-	71.5	(45.3)	(78.1)	13.5	153.4
Selling and administrative expenses	(200.4)	(189.4)	(39.2)	(56.0)	-	(22.1)	53.3	30.0	(186.3)	(237.5)
Profit (loss) before income tax expense	(157.7)	(101.0)	52.2	(2.8)	-	48.7	(88.3)	(62.0)	(193.8)	(117.1)
Income tax (expense) income	1.2	(3.6)	(1.2)	(4.1)	-	0.1	10.2	12.7	10.2	5.1
Profit (loss) for the period	(156.5)	(104.6)	51.0	(6.9)	-	48.9	(78.1)	(49.3)	(183.6)	(111.9)
<b>As at 30 June</b>										
Investment property, net	-	-	1,552.5	2,690.2	-	-	-	-	1,552.5	2,690.2
Property, plant and equipment, net	6,434.8	5,716.0	3,616.8	3,720.9	-	0.2	-	-	10,051.6	9,437.1
Goodwill	1,824.0	1,657.2	-	-	-	4.5	-	-	1,824.0	1,661.7
Total assets	9,454.7	7,126.0	12,676.1	10,770.2	1.7	154.6	(6,958.0)	(3,111.2)	15,174.5	14,939.6

Principal Capital Public Company Limited  
Condensed Notes to Interim Financial Information (Unaudited)  
For the interim period ended 30 June 2020

	Consolidated financial information									
	For the six-month period ended 30 June									
	Hospital business		Property development and rental business		Other business		Eliminations		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
<b>Revenues from sales and services</b>										
External customers	1,027.2	1,085.7	206.5	289.6	-	6.1	-	-	1,233.7	1,381.4
Inter-segment	55.7	43.8	28.4	29.3	-	81.2	(84.1)	(154.3)	-	-
<b>Total</b>	<b>1,082.9</b>	<b>1,129.5</b>	<b>234.9</b>	<b>318.9</b>	<b>-</b>	<b>87.3</b>	<b>(84.1)</b>	<b>(154.3)</b>	<b>1,233.7</b>	<b>1,381.4</b>
<b>Timing of revenue recognition</b>										
At a point in time	898.6	930.0	5.4	9.6	-	2.1	(2.5)	(1.1)	901.5	940.6
Over time	184.3	199.5	229.5	309.3	-	85.2	(81.6)	(153.2)	332.2	440.8
<b>Total revenue</b>	<b>1,082.9</b>	<b>1,129.5</b>	<b>234.9</b>	<b>318.9</b>	<b>-</b>	<b>87.3</b>	<b>(84.1)</b>	<b>(154.3)</b>	<b>1,233.7</b>	<b>1,381.4</b>
Gross profit	145.6	251.5	78.0	143.3	-	59.8	(92.3)	(123.4)	131.3	331.2
Selling and administrative expenses	(373.1)	(361.6)	(90.2)	(114.0)	(0.1)	(27.1)	65.0	59.5	(398.4)	(443.2)
Profit (loss) before income tax expense	(286.4)	(134.8)	68.6	7.0	(0.1)	31.2	(92.7)	(79.8)	(310.6)	(176.4)
Income tax (expense) income	(1.0)	(11.4)	(2.8)	(8.2)	-	0.2	9.4	14.9	5.6	(4.5)
Profit (loss) for the period	(287.4)	(146.2)	65.8	(1.2)	(0.1)	31.4	(83.3)	(64.9)	(305.0)	(180.9)
<b>As at 30 June</b>										
Investment property, net	-	-	1,552.5	2,690.2	-	-	-	-	1,552.5	2,690.2
Property, plant and equipment, net	6,434.8	5,716.0	3,616.8	3,720.9	-	0.2	-	-	10,051.6	9,437.1
Goodwill	1,824.0	1,657.2	-	-	-	4.5	-	-	1,824.0	1,661.7
<b>Total assets</b>	<b>9,454.7</b>	<b>7,126.0</b>	<b>12,676.1</b>	<b>10,770.2</b>	<b>1.7</b>	<b>154.6</b>	<b>(6,958.0)</b>	<b>(3,111.2)</b>	<b>15,174.5</b>	<b>14,939.6</b>

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**8 Fair value**

The following table presents financial assets that are measured at fair value, excluding where its fair value is approximating the carrying amount.

	Consolidated financial information							
	Level 1		Level 2		Level 3		Total	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Assets</b>								
<b>Financial assets measured at fair value through profit or loss</b>								
Debt investments (Note 9)	179,528	519,600	-	-	-	-	179,528	519,600
	Separate financial information							
	Level 1		Level 2		Level 3		Total	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Assets</b>								
<b>Financial assets measured at fair value through profit or loss</b>								
Debt investments (Note 9)	118,352	480,582	-	-	-	-	118,352	480,582

**9 Financial assets measured at fair value through profit or loss**

Movements of investments in trading securities and investments in equity instruments for the six-month period ended 30 June 2020 is as follows:

	Consolidated financial information		Separate financial information	
	Trading securities Thousand Baht	Investments in equity instruments Thousand Baht	Trading securities Thousand Baht	Investments in equity instruments Thousand Baht
Opening net book amount	519,600	330	480,582	330
Additions	194,000	-	110,000	-
Disposals	(535,000)	-	(473,000)	-
Realised gains on disposals	789	-	738	-
Change in fair value	139	-	32	-
Closing net book amount	179,528	330	118,352	330

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**10 Trade and other receivables, net**

Outstanding trade accounts receivable - third parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
Not overdue (due within 1 month)	82,103	111,555	5,998	20,603
Overdue				
Up to 3 months	37,208	51,712	10,602	12,801
3 - 6 months	15,659	22,715	2,881	1,343
6 - 12 months	12,140	7,125	6,976	1,623
Over 12 months	7,264	7,327	2,652	1,157
	154,374	200,434	29,109	37,527
<u>Less</u> Allowance for doubtful accounts	(9,272)	(7,432)	(2,745)	(1,264)
	145,102	193,002	26,364	36,263

Outstanding trade accounts receivable - related parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
Not overdue (due within 1 month)	294	321	5,110	4,627

**11 Investments in subsidiaries**

**11.1 Investment details**

As at 30 June 2020, the change of investments in subsidiaries that have been significantly changed from 31 December 2019 are as follows:

Entity name	Country of incorporation	Nature of business	% of ownership interest		Separate financial information Investment at cost method	
			30 June 2020	31 December 2019	30 June 2020	31 December 2019
			%	%	Baht	Baht
<b>Subsidiaries</b>						
<b>Direct holding</b>						
Principal NKG Co., Ltd.	Thailand	Medical Services	51.00	-	5,099,800	-
<b>Indirect holding: A subsidiary under V Brilliant Group Holding Co., Ltd.</b>						
V33 Co., Ltd.	Thailand	Property rental	99.99	99.99	-	-
<b>Indirect holding: A Subsidiaries under Principal Healthcare Co., Ltd.</b>						
Principal Healthcare-Chumphon Co., Ltd.	Thailand	Hospital	90.00	99.99	-	-
Principal Healthcare-Lamphun Co., Ltd.	Thailand	Hospital	86.67	80.00	-	-
Principal Healthcare-Sisaket Co., Ltd.	Thailand	Hospital	60.00	60.00	-	-

## 11.2 Movements of investments

Movements of investment in subsidiaries for the six-month period ended 30 June 2020 and for the year ended 31 December 2019 are as follows:

	<b>Separate financial information</b>	
	<b>30 June 2020</b>	<b>31 December 2019</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>
Opening net book value	7,963,254	8,013,254
Increase in investment	5,099	-
Disposal in investment	-	(50,000)
Closing net book value	<u>7,968,353</u>	<u>7,963,254</u>

At the Board of Directors' meeting held on 17 December 2019, the Board of Directors have passed a resolution to approve establishment of Principal NKG Co., Ltd. with authorised share capital of Baht 10,000,000 which consisted of 100,000 ordinary shares at a par value of Baht 100 each. The Company acquired 51.00% ownership interest. The Company's subsidiary registered the establishment with the Ministry of Commerce on 18 March 2020.

At the Extraordinary General meeting of V33 Co., Ltd. held on 30 January 2020, the shareholders have passed a resolution to approve decrease in the Company's authorised share capital from 37,500,000 ordinary shares at par Baht 10 each to be 28,125,000 shares at par Baht 10 each in proportion to the number of shares held by each of them. The Company's subsidiary registered the decreased share capital with the Ministry of Commerce on 2 March 2020.

At the Extraordinary General meeting of Principal Healthcare-Chumphon Co., Ltd. held on 17 February 2020, the shareholders have passed a resolution to approve increase the Company's authorised share capital from 100,000 ordinary shares of par Baht 10 each to be 27,000,000 ordinary shares of par Baht 10 each to the existing shareholders in proportion to the number of shares held by each of them. The Company's subsidiary registered the increased share capital with the Ministry of Commerce on 28 February 2020.

At the General meeting of P.N.P hospital Co., Ltd. held on 10 April 2020, the shareholders registered for the dissolution with the Ministry of Commerce on 28 April 2020. Currently, it is in the process of liquidation.

At the General meeting of V33 Co., Ltd. held on 22 April 2020, the shareholders have passed a resolution to approve decrease in the Company's authorised share capital from 28,125,000 ordinary shares at par Baht 10 each to be 28,125,000 shares at par Baht 7.5 each in proportion to the number of shares held by each of them. The Company's subsidiary registered the decreased share capital with the Ministry of Commerce on 8 June 2020.

At the Extraordinary General meeting of Principal Healthcare-Lamphun Co., Ltd. held on 16 June 2020, the shareholders have passed a resolution to approve increase the Company's authorised share capital from 20,000,000 ordinary shares of par Baht 10 each to be 30,000,000 ordinary shares of par Baht 10 each in proportion to the number of shares held by each of them. According to the minority shareholder refused to exercise the right to purchase new shares issued and consequently the major shareholder exercise the right to purchase all new shares issued. As a result, the proportion number of shares held by major shareholders increased from 80.00% to 86.67%. The Company's subsidiary registered the increased share capital with the Ministry of Commerce on 23 June 2020.

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At the Board of Director meeting of Principal Healthcare-Sisaket Co., Ltd. held on 24 June 2020, the shareholders have passed a resolution to incorporate the authorized share capital of 15,000,000 ordinary shares and received the remaining subscription at Baht 6 each with a par value of Baht 10 each. The Company's subsidiaries of Principal Healthcare Co., Ltd. and Sisaket Meditech Co., Ltd. paid underlying subscriptions and registered with the Ministry of Commerce on 21 July 2020 and 3 August 2020.

## 12 Investment property, net

The movements of investment property during the six-month period ended 30 June 2020 are as follows:

	<b>Consolidated financial information Thousand Baht</b>	<b>Separate financial information Thousand Baht</b>
Opening net book amount	1,576,376	-
Additions	802	-
Depreciation	(24,683)	-
Closing net book amount	1,552,495	-

As at 30 June 2020, the Group's land and buildings of net book value of Baht 1,041.2 million (31 December 2019: Baht 1,064.5 million) has been pledged as securities for borrowing facilities from a financial institution (Note 17).

## 13 Property, plant and equipment, net

The movements of property, plant and equipment during the six-month period ended 30 June 2020 are as follows:

	<b>Consolidated financial information Thousand Baht</b>	<b>Separate financial information Thousand Baht</b>
Opening net book amount	9,896,170	3,033,819
Adjustment from adoption of TFRS 16 on 1 January 2020 (Note 5)	(282,535)	(117,444)
Entire business transfer		
- Property, plant and equipment (Note 18)	238,994	-
Additions	400,217	160,871
Disposals and write-offs	(553)	(945)
Depreciation	(200,691)	(52,889)
Closing net book amount	10,051,602	3,023,412

As at 30 June 2020, the Company's land and buildings of net book value of Baht 2,822.2 million (31 December 2019: Baht 2,764.5 million) has been pledged as securities for borrowing facilities from a financial institution (Note 17).

As at 30 June 2020, the Group's land and buildings of net book value of Baht 7,485.3 million (31 December 2019: Baht 7,485.3 million) has been pledged as securities for borrowing facilities from financial institutions (Note 17).

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During the six-month period ended 30 June 2020, borrowing costs totalling Baht 1.0 million (31 December 2019: Baht 14.8 million), arising from financing specifically entered into for the construction of plant and equipment installation of Baht 0.5 million (31 December 2019: Baht 10.1 million) and financing generally of Baht 0.5 million (31 December 2019: Baht 4.7 million), were capitalised during the year and are included in additions. A capitalisation rate of 3.80% (31 December 2019: 3.67%) was used representing actual borrowing cost of the loan used to finance construction of plant and equipment installation.

**14 Right-of-use assets, net**

The movements of right-of-use assets during the six-month period ended 30 June 2020 are as follows:

	<b>Consolidated financial information Thousand Baht</b>	<b>Separate financial information Thousand Baht</b>
Opening net book amount	-	-
Adjustment from adoption of TFRS 16 on 1 January 2020 (Note 5)	333,588	125,489
Entire business transfer - Right-of-use land (Note 18)	76,519	-
Additions	35,293	2,995
Depreciation	(27,997)	(9,887)
Closing net book amount	417,403	118,597

**15 Non-current assets**

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>30 June 2020 Thousand Baht</b>	<b>31 December 2019 Thousand Baht</b>	<b>30 June 2020 Thousand Baht</b>	<b>31 December 2019 Thousand Baht</b>
Advance payment to director	300,000	-	-	-
Entire business transfer (Note 18)	131,500	-	-	-
Deposit construction	54,480	1,000	-	-
Others	13,633	29,236	6,090	3,534
	499,613	30,236	6,090	3,534

In the second quarter of 2020, the Company assigned a company director as a company promoter for a new subsidiary establishment. The purpose of advance payment to director amount Baht 300.0 million is to establish Principal Healthcare-Ubon Ratchathani Co., Ltd. which the transaction is completed on 3 July 2020 (Note 22).

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16 Trade and other payables

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
Trade accounts payable - third parties	81,259	148,770	6,970	30,957
Trade accounts payable - related parties (Note 19)	1,236	1,717	1,808	3,299
Other payables	271,654	149,011	111,033	17,441
Hospital acquisition payable	9,350	-	-	-
Accrued expenses	120,414	173,046	19,029	26,332
Accrued management expenses	857	13,441	857	13,441
	484,770	485,985	139,697	91,470

17 Borrowings

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
<b>Current</b>				
Short-term borrowings				
- Bank borrowings	-	50,000	-	-
- Accrued interest	-	11	-	-
Current portion of long-term borrowings				
- Bank borrowings	291,705	259,820	103,296	95,309
- Accrued interest	223	505	172	302
- Lease liabilities	62,552	64,812	32,913	27,250
Short-term borrowings from related parties (Note 19)				
- Borrowings from related parties	315,000	317,000	1,943,876	1,852,752
- Accrued interest	38,112	31,416	56,541	33,359
Current portion of long-term promissory notes (Note 19)				
- Long-term promissory notes from a related party	510,510	510,510	510,510	510,510
- Accrued interest	33,282	28,828	33,282	28,828
Total current borrowings	1,251,384	1,262,902	2,680,590	2,548,310
<b>Non-current</b>				
Long-term borrowings				
- Bank borrowings	3,062,186	2,267,471	2,224,005	1,457,763
- Lease liabilities	225,398	204,918	81,668	90,692
Total non-current borrowings	3,287,584	2,472,389	2,305,673	1,548,455
<b>Total borrowings</b>	<b>4,538,968</b>	<b>3,735,291</b>	<b>4,986,263</b>	<b>4,096,765</b>

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The borrowings include secured liabilities in a total amount of Baht 3,346.7 million (31 December 2019: Baht 2,577.2 million). Borrowings from financial institutions are secured by land and buildings (Notes 12 and 13).

The movements of borrowings during the six-month period ended 30 June 2020 (excluding lease liabilities) are analysed as follows:

	<b>Consolidated financial information Thousand Baht</b>	<b>Separate financial information Thousand Baht</b>
Opening balance	3,465,561	3,978,823
Additions		
- Principle	943,302	925,427
- Interest	56,107	54,536
Repayments		
- Principle	(167,654)	(59,320)
- Interest	(46,850)	(28,726)
Financing fee for principal drawdown during period	(356)	-
Amortisation of financing fee	907	942
Closing balance	4,251,017	4,871,682

In second quarter of the year 2020, the Group passed the memorandum of loan agreement with a financial institution which amount is Baht 2,330.0 million to extend the principal repayment amounting to Baht 51.7 million for six-month period during June to November 2020.

## 18 Entire business transfer

On 2 March 2020, a subsidiary acquired Virajsilp Hospital, a private hospital operating in Chumphon. The purpose of the acquisition was to create a hub-and-spoke model for the Group's hospitals and enhance the profitability of the Group in the future. The acquisition was through an entire business transfer.

The amounts below are provisional amounts of assets acquired and liabilities assumed at the date of acquisition.

	<b>Thousand Baht</b>
Net purchase consideration	512,200
	<b>Fair value Thousand Baht</b>
Inventories	7,788
Property, plant and equipment	238,994
Right-of-use land	76,519
Other non-current assets	131,500
Trade and other payables	(10,177)
Employee benefit obligations	(12,890)
Deferred tax liabilities	(47,984)
<b>Net identifiable assets acquired (100%)</b>	<b>383,750</b>
<u>Less</u> Non-controlling interests (10%)	<u>(38,375)</u>
Net identifiable assets acquired	345,375
<u>Add</u> Goodwill presented in consolidated financial information	<u>166,825</u>
	<b>512,200</b>

Net identifiable assets acquired from entire business transfer are provisional amounts at the date of acquisition. As at 30 June 2020, the initial accounting for the business combination was still incomplete. The adjustments to the provisional fair values of assets, liabilities and the recognition of intangible assets acquired in a business combination will be made once the measurement has been done.

## 19 Related party transactions

The Company's shares are held by the Viddayakorn Family in the proportions of 81.24%. The remaining 18.76% of the shares are widely held.

Related transaction pricing policy as follow;

Related transaction	Pricing policy
Revenue from service, rental and its related service fees	Arm's Length Price
Interest income/expense	The Company's finance cost plus margin

The following material transactions were carried out with related parties:

**a) Revenue from services, revenue from rental, interest income, rental fees and service fees, and interest expenses**

	For the three-month period ended 30 June			
	Consolidated financial information		Separate financial information	
	2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
<b>Revenue from services</b>				
Subsidiaries	-	-	12,846	12,729
Related parties	825	718	825	615
	825	718	13,671	13,344
<b>Revenue from rental</b>				
Related parties	343	1,791	-	-
<b>Interest income</b>				
Subsidiaries	-	-	18,089	4,419
<b>Rental and its related service fees</b>				
Subsidiaries	-	-	101	1,161
<b>Service fees</b>				
Subsidiaries	-	-	1,669	2,636
Related parties	3,582	199	1,935	-
	3,582	199	3,604	2,636
<b>Interest expenses</b>				
Subsidiaries	-	-	12,120	2,920
Related parties	5,565	9,025	2,228	2,227
	5,565	9,025	14,348	5,147

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	For the six-month period ended 30 June			
	Consolidated financial information		Separate financial information	
	2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
<b>Revenue from services</b>				
Subsidiaries	-	-	25,635	25,458
Related parties	1,650	1,333	1,650	1,230
	1,650	1,333	27,285	26,688
<b>Revenue from rental</b>				
Related parties	737	3,594	-	-
<b>Interest income</b>				
Subsidiaries	-	-	32,906	8,425
<b>Rental and its related service fees</b>				
Subsidiaries	-	-	261	2,294
<b>Service fees</b>				
Subsidiaries	-	-	3,924	4,884
Related parties	7,870	199	4,143	-
	7,870	199	8,067	4,884
<b>Interest expenses</b>				
Subsidiaries	-	-	23,858	6,261
Related parties	11,150	16,972	4,455	4,430
	11,150	16,972	28,313	10,691

**b) Outstanding balances arising from sales/purchases of goods and services**

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
	<b>Accounts receivable</b>			
Subsidiaries	-	-	4,817	4,306
Related parties	3,551	4,235	294	321
	3,551	4,235	5,111	4,627
<b>Deposits</b>				
Subsidiary	-	-	1,006	1,006
<b>Accounts payable</b>				
Subsidiaries	-	-	1,205	2,492
Related parties	1,236	1,717	603	807
	1,236	1,717	1,808	3,299
<b>Accrued expenses</b>				
Subsidiaries	-	-	73	33
Related parties	-	184	-	-
	-	184	73	33

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**c) Short-term loans to a subsidiary**

The movements of short-term loans to a subsidiary during the six-month period ended 30 June 2020 and during the year ended 31 December 2019 are analysed as follows:

	<b>Separate financial information</b>	
	<b>30 June 2020 Thousand Baht</b>	<b>31 December 2019 Thousand Baht</b>
Opening balance	1,355,989	520,836
Loans advanced during the period		
- principle	727,800	1,253,700
- interest	14,760	22,919
Loans repayment received		
- principle	(127,000)	(402,500)
Reclassified as short-term loan to other party	-	(38,966)
Reclassified as long-term loan to a subsidiary	(996,251)	-
Closing balance	975,298	1,355,989
Short-term loans	951,500	1,330,700
Accrued interest	23,798	25,289

Short-term loans to a subsidiary were made on commercial terms and conditions. The loans have bear an interest rate of 12-month fixed deposits rate plus 1.00% per annum and an interest rate of source of borrowings plus 0.50% to 1.00% per annum and are due within 6 months from the borrowing date. No provision has been required in interim period and year ended 2019 for the short-term loans.

The movements of long-term loans to a subsidiary during the six-month period ended 30 June 2020 and during the year ended 31 December 2019 are analysed as follows:

	<b>Separate financial information</b>	
	<b>30 June 2020 Thousand Baht</b>	<b>31 December 2019 Thousand Baht</b>
Opening balance	-	-
Reclassified from short-term loans to a subsidiary	996,251	-
Loan advanced during the period		
- principle	460,000	-
- interest	17,948	-
Closing balance	1,474,199	-
Long-term loans	1,440,000	-
Accrued interest	34,199	-

On 1 June 2020, the Company surrendered the original promissory notes due within 6 months for replacement with the promissory notes due within 3 years, Baht 996.0 million of short-term loans to a subsidiary in form of promissory notes has been reclassified to long-term loans to a subsidiary.

Long-term loans to a subsidiary were made on commercial terms and conditions. The loans have bear an interest rate of MLR deduct 2.10% per annum and an interest rate of 12-month fixed deposits plus 1.50% per annum and are due within 3 years from the borrowing date. No provision has been required in interim period and year ended 2019 for the long-term loans.

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**d) Short-term borrowings from related parties**

The movements of short-term borrowings from related parties during the six-month period ended 30 June 2020 and during the year ended 31 December 2019 are analysed as follows:

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>30 June 2020 Thousand Baht</b>	<b>31 December 2019 Thousand Baht</b>	<b>30 June 2020 Thousand Baht</b>	<b>31 December 2019 Thousand Baht</b>
Opening balance	348,416	461,891	1,886,111	614,851
Borrowings received during the period				
- principle	-	200,000	106,125	1,597,479
- interest	6,696	22,838	23,858	21,112
Borrowings repaid during the period				
- principle	(2,000)	(324,500)	(15,000)	(347,228)
- interest	-	(11,813)	(676)	(103)
Closing balance	353,112	348,416	2,000,418	1,886,111
Short-term borrowings				
- Subsidiaries	-	-	1,943,877	1,852,752
- Related party	315,000	317,000	-	-
Accrued interest				
- Subsidiaries	-	-	56,541	33,359
- Related party	38,112	31,416	-	-

The Company has short-term borrowings from subsidiaries which were bear an interest rate of 12-month fixed deposit plus 1.00% to 1.50% per annum and are due within 6 months from the borrowing date.

The Group has short-term borrowings from a related party which were bear an interest rate of 4.25% per annum and are due within 6 months from the borrowing date.

**e) Current portion of promissory notes from a related party**

The movements of current portion of promissory notes from a related party during the six-month period ended 30 June 2020 are analysed as follows:

	<b>Consolidated and separate financial information Thousand Baht</b>
Opening balance	539,338
Additions - Interest	4,454
Closing balance	543,792
Current portion of long-term promissory notes as at 30 June 2020	510,510
Accrued interest as at 30 June 2020	33,282

Current portion of promissory notes from a related party bear an interest rate of 1.75% per annum and are due within 3 years from the borrowing date.

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**f) Key management compensation of the Group**

Key management compensation is as follows:

	For the three-month period ended 30 June			
	Consolidated financial information		Separate financial information	
	2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
Short-term benefits	10,559	18,836	3,519	10,958
Retirement benefits	1,333	1,766	537	709
	11,892	20,602	4,056	11,667

  

	For the six-month period ended 30 June			
	Consolidated financial information		Separate financial information	
	2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
Short-term benefits	28,233	41,514	10,812	18,912
Retirement benefits	3,016	3,353	1,370	1,400
	31,249	44,867	12,182	20,312

**20 Letter of guarantees**

As at 30 June 2020, the Company had letters of guarantee issued by financial institutions of Baht 18.5 million (31 December 2019: Baht 16.4 million) in respect of certain performance bonds in relation for medical services, obligation of property development business and guaranteeing electricity usages with Metropolitan Electricity Authority as required in the normal course of business.

As at 30 June 2020, the Group had letters of guarantee issued by financial institutions of Baht 29.1 million (31 December 2019: Baht 28.8 million) in respect of certain performance bonds in relation for medical services, obligation of property development business, guaranteeing electricity usages with Metropolitan Electricity Authority and Provincial Electricity Authority and guaranteeing gasoline filling as required in the normal course of business.

**21 Commitments**

**21.1 Capital commitments**

Capital expenditure contracted as at the statement of financial position date but not recognised in the financial information is as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
	Plant and equipment	329,125	21,909	104,082

## 21.2 Operating lease and service agreement commitments

The Group has entered into non-cancellable lease agreements in respect to leases of equipment and its related service agreements. The terms are between 1 to 4 years. The future aggregate minimum lease payments under non-cancellable operating leases are as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht	30 June 2020 Thousand Baht	31 December 2019 Thousand Baht
Not later than 1 year	19,850	33,637	1,785	5,714
Later than 1 year but not later than 5 years	6,226	16,895	133	4,638
Later than 5 years	-	8,344	-	-
	26,076	58,876	1,918	10,352

## 21.3 Long-term service commitments

As at 30 June 2020, the Group and the Company have a contractual commitment with a few well-known international standard hotel chains to manage the Group's serviced apartments.

There are no significant changes in the contractual commitment from the disclosed information on 31 December 2019 financial statements.

## 22 Events occurring after the reporting date

At the Board of Directors' meeting held on 26 June 2020, the Board of Directors have passed a resolution to approve establishment of Principal Healthcare-Ubon Ratchathani Co., Ltd. to support the acquisition additional hospitals in the future with authorized share capital of Baht 300 Million which consisted of 30,000,000 ordinary shares at a par value of Baht 10 each. The Company acquired 99.99% ownership interest. The Company's subsidiary registered the establishment with the Ministry of Commerce on 3 July 2020.

On 9 July 2020, the Group entered into the agreement of an investment and acquisition of assets which is the Entire Business Transfer of a private hospital in Ubon Ratchathani at a consideration of not exceeding Baht 500 million. The deposit amount Baht 100 million was made upon agreement. The business transfer and controlling interest will incur in the third quarter of 2020.

At the Ordinary Annual General Shareholders' Meeting of the Company held on 10 August 2020, the shareholders have passed a resolution to approve the disposal of assets of the Company's subsidiary to related person with a net worth not exceeding Baht 433.7 million. The transaction will be completed within September 2020.

At the Ordinary Annual General Shareholders' Meeting of the Company held on 10 August 2020, the shareholders have passed a resolution to approve the Company's business restructure plan by ways of Partial Business Transfer transaction (PBT) under the scheme the Company will transfer hotel and serviced apartment business namely the Marriott Executive Apartment Sathorn - Vista and all asset and liabilities in relation to and used for such business to the newly established subsidiary company for the purpose of accepting this transfer of business of which its 100% of shares shall be held by V Brilliant Group Holding Co., Ltd. (a subsidiary company which the Company holds 100% of shares) as a result of an indirect subsidiary of the Company in order to achieve the Company's expansion policy in healthcare business. The process of this Partial Business Transfer shall be commenced and completed within the year 2020.

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At the Ordinary Annual General Shareholders' Meeting of the Company held on 10 August 2020, the shareholders have passed a resolution to reduce the registered capital of the Company by cancelling 101,759,452 unsubscribed shares with par value of Baht 1.0 per share. It resulted that the Company's registered capital would decrease from Baht 3,564,096,272 to be Baht 3,462,336,820. After that the meeting have approved an increase of registered capital of the Company to be Baht 3,808,570,502 by issuance of 346,233,682 new ordinary shares with par value of Baht 1.0 per share which will be reserved for share allotment in the future.