

MAJOR CINEPLEX GROUP PUBLIC COMPANY LIMITED

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

30 SEPTEMBER 2020

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

To the Shareholders and the Board of Directors of Major Cineplex Group Public Company Limited

I have reviewed the interim consolidated financial information of Major Cineplex Group Public Company Limited and its subsidiaries, and the interim separate financial information of Major Cineplex Group Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 September 2020, the consolidated and separate income statements, and the consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the nine-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 matters

I draw attention to note 4 to note 6 of the interim financial information, which describe the following:

1. The adoption of new financial reporting standards relating to financial instruments and leases and the effects from the adoption.
2. The changes in accounting policies regarding investment property measurement which changes from cost model to fair value model, and the carrying value of investments in subsidiaries, associates and joint ventures which changes from cost method to equity method, and the effects from the changes.
3. 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 these matters.

PricewaterhouseCoopers ABAS Ltd.

Kajornkiet Aroonpirodkul

Certified Public Accountant (Thailand) No. 3445

Bangkok

12 November 2020

Major Cineplex Group Public Company Limited
Statement of Financial Position (Unaudited)
As at 30 September 2020

	Notes	Consolidated financial information		Separate financial information	
		(Restated)		(Restated)	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Assets					
Current assets					
Cash and cash equivalents		1,453,321	961,742	1,265,906	715,065
Trade accounts and other receivables		578,885	1,054,936	347,723	585,478
Short-term loans to related parties	22	2,735	463	232,903	239,714
Inventories		95,661	121,394	52,546	73,107
Films under production		93,589	117,417	-	-
Current portion of prepaid services		9,819	9,819	7,437	7,437
Other current assets		137,596	115,557	41,540	37,780
Total current assets		2,371,606	2,381,328	1,948,055	1,658,581
Non-current assets					
Finance lease receivables		10,470	10,418	-	-
Investment in subsidiaries	11	-	-	2,448,255	2,878,548
Investment in associates	12	5,823,726	5,586,874	5,784,360	5,545,842
Interests in joint ventures	13	62,198	67,395	-	-
Long-term loans to related parties	22	1,900	3,202	155,900	227,985
Investment property	14	446,502	512,750	-	-
Property, plant and equipment	15	5,398,560	5,958,838	3,762,390	4,176,297
Right-of-use assets		2,603,470	2,758,096	1,996,830	2,177,959
Goodwill	11	-	75,141	-	-
Intangible assets	15	153,334	137,367	97,493	78,996
Deferred income tax assets		78,593	69,983	-	-
Long-term prepaid services		122,517	113,367	105,856	93,934
Other non-current assets		194,776	192,985	139,448	143,403
Total non-current assets		14,896,046	15,486,416	14,490,532	15,322,964
Total assets		17,267,652	17,867,744	16,438,587	16,981,545

Director _____

Director _____

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Financial Position (Unaudited) (Cont'd)
As at 30 September 2020

	Notes	Consolidated		Separate	
		financial information		financial information	
		(Restated)		(Restated)	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term borrowings					
from financial institutions	16	1,728,189	2,118,578	1,692,900	2,096,302
Trade accounts and other payables		1,253,627	1,744,687	801,620	1,247,391
Contract liabilities		626,438	545,328	482,126	435,376
Current portion of long-term borrowings	16	421,000	383,000	421,000	383,000
Current portion of lease liabilities		269,709	228,416	169,386	146,745
Short-term loans from related parties	22	12,800	12,800	942,788	967,425
Accrued income tax		17,228	79,540	-	9,490
Other current liabilities		45,368	116,035	17,508	53,985
Total current liabilities		4,374,359	5,228,384	4,527,328	5,339,714
Non-current liabilities					
Long-term borrowings from financial institutions	16	3,055,000	1,500,000	3,055,000	1,500,000
Lease liabilities		2,539,229	2,691,758	1,936,167	2,078,409
Deferred income tax liabilities		307,316	310,242	207,051	203,658
Employee benefit obligations		74,139	77,394	51,981	54,457
Contract liabilities		17,349	20,668	-	-
Other non-current liabilities		574,405	559,295	279,000	267,857
Total non-current liabilities		6,567,438	5,159,357	5,529,199	4,104,381
Total liabilities		10,941,797	10,387,741	10,056,527	9,444,095

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Financial Position (Unaudited) (Cont'd)
As at 30 September 2020

	Consolidated		Separate	
	financial information		financial information	
	(Restated)		(Restated)	
	30 September	31 December	30 September	31 December
	2020	2019	2020	2019
Note	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Liabilities and equity (Cont'd)				
Equity				
Share capital				
Authorised share capital				
Ordinary shares, 894,667,502 shares				
par value of Baht 1 each				
	894,668	894,668	894,668	894,668
Issued and fully paid-up share capital				
Ordinary shares, 894,667,502 shares fully-paid				
	894,668	894,668	894,668	894,668
Share premium	4,055,609	4,055,609	4,055,609	4,055,609
Share premium - treasury share	288,425	288,425	288,425	288,425
Warrants	-	4,538	-	-
Retained earnings				
Appropriated - legal reserve				
	90,600	90,600	90,600	90,600
Unappropriated				
	1,229,530	2,399,518	1,052,758	2,208,148
Other components of equity	(383,154)	(399,710)	-	-
Equity attributable to owners of the parent	6,175,678	7,333,648	6,382,060	7,537,450
Non-controlling interests	17 150,177	146,355	-	-
Total equity	6,325,855	7,480,003	6,382,060	7,537,450
Total liabilities and equity	17,267,652	17,867,744	16,438,587	16,981,545

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Income Statement (Unaudited)
For the three-month period ended 30 September 2020

	Consolidated		Separate	
	financial information		financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
Notes	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenues				
Service income	678,538	1,875,427	393,063	1,122,133
Sales income	217,548	581,897	125,540	357,663
Total revenues	896,086	2,457,324	518,603	1,479,796
Costs				
Cost of services	(644,244)	(1,358,721)	(380,291)	(896,002)
Cost of sales	(106,441)	(276,868)	(54,126)	(123,616)
Total costs	(750,685)	(1,635,589)	(434,417)	(1,019,618)
Gross profit	145,401	821,735	84,186	460,178
Other income	53,173	31,869	42,742	33,123
Selling expenses	(75,463)	(131,632)	(43,254)	(71,507)
Administrative expenses	(292,092)	(516,793)	(181,794)	(274,859)
Expected credit income (loss)	(3,451)	-	269	-
Finance costs	(26,181)	(57,851)	(36,458)	(62,773)
Share of profit from investments	85,421	151,185	34,302	150,352
Profit (loss) before income tax	(113,192)	298,513	(100,007)	234,514
Income tax	18 (12,687)	(56,082)	(12,792)	(24,033)
Profit (loss) for the period	(125,879)	242,431	(112,799)	210,481
Profit (loss) attributable to:				
Owners of the parent	(125,008)	237,655	(112,799)	210,481
Non-controlling interests	(871)	4,776	-	-
	(125,879)	242,431	(112,799)	210,481
	Baht	Baht	Baht	Baht
Earnings (loss) per share				
19 Basic earnings (loss) per share	(0.14)	0.27	(0.13)	0.24

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 30 September 2020

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Profit (loss) for the period	(125,879)	242,431	(112,799)	210,481
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss				
Currency translation differences	7,714	(2,054)	-	-
Share of other comprehensive income (expense) of joint ventures accounted for using equity method	201	(5)	-	-
Total comprehensive income (expense) for the period	<u>(117,964)</u>	<u>240,372</u>	<u>(112,799)</u>	<u>210,481</u>
Total comprehensive income (expense) attributable to:				
Owners of the parent	(119,630)	236,431	(112,799)	210,481
Non-controlling interests	1,666	3,941	-	-
	<u>(117,964)</u>	<u>240,372</u>	<u>(112,799)</u>	<u>210,481</u>

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Income Statement (Unaudited)
For the nine-month period ended 30 September 2020

	Notes	Consolidated financial information		Separate financial information	
		(Restated)		(Restated)	
		2020	2019	2020	2019
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenues					
Service income		1,878,154	6,189,235	1,087,343	3,761,490
Sales income		548,009	1,840,420	333,109	1,189,564
Total revenues		2,426,163	8,029,655	1,420,452	4,951,054
Costs					
Cost of services		(1,944,392)	(4,370,566)	(1,176,372)	(2,887,713)
Cost of sales		(291,007)	(796,560)	(135,546)	(389,565)
Total costs		(2,235,399)	(5,167,126)	(1,311,918)	(3,277,278)
Gross profit		190,764	2,862,529	108,534	1,673,776
Other income		130,826	83,910	115,713	95,977
Selling expenses		(223,632)	(393,406)	(141,067)	(262,857)
Administrative expenses		(1,105,776)	(1,502,227)	(743,944)	(963,200)
Expected credit loss		(66,808)	-	(10,804)	-
Finance costs		(119,957)	(176,863)	(139,297)	(186,850)
Share of profit from investments		322,684	406,639	40,407	706,921
Profit (loss) before income tax		(871,899)	1,280,582	(770,458)	1,063,767
Income tax	18	5,388	(238,062)	(4,275)	(122,539)
Profit (loss) for the period		(866,511)	1,042,520	(774,733)	941,228
Profit (loss) attributable to:					
Owners of the parent		(855,024)	1,021,424	(774,733)	941,228
Non-controlling interests		(11,487)	21,096	-	-
		(866,511)	1,042,520	(774,733)	941,228
		Baht	Baht	Baht	Baht
Earnings (loss) per share					
Basic earnings (loss) per share	19	(0.96)	1.14	(0.87)	1.05

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the nine-month period ended 30 September 2020

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Profit (loss) for the period	(866,511)	1,042,520	(774,733)	941,228
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss				
Currency translation differences	23,607	(23,299)	-	-
Share of other comprehensive income (expense) of joint ventures accounted for using equity method	459	(160)	-	-
Total comprehensive income (expense) for the period	<u>(842,445)</u>	<u>1,019,061</u>	<u>(774,733)</u>	<u>941,228</u>
Total comprehensive income (expense) attributable to:				
Owners of the parent	(838,468)	1,006,119	(774,733)	941,228
Non-controlling interests	(3,977)	12,942	-	-
	<u>(842,445)</u>	<u>1,019,061</u>	<u>(774,733)</u>	<u>941,228</u>

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statements of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2020

Consolidated financial information												Unit: Thousand Baht	
Attributable to owners of the parent													
	Notes	Issued and paid-up share capital	Share premium	Share premium on reinsurance of treasury share	Warrants	Retained earnings		Change in parent's ownership interest in subsidiaries	Other components of equity		Total owners of the parent	Non-controlling interests	Total equity
						Appropriated Legal reserve	Unappropriated		Other comprehensive income Translation of financial statements	Total other components of equity			
Balance at 31 December 2019 - previously reported		894,668	4,055,609	288,425	4,538	90,600	1,516,455	(371,576)	(23,085)	(394,661)	6,455,634	151,111	6,606,745
Retrospective adjustments from changes in accounting policy by full retrospective approach	6	-	-	-	-	-	883,063	-	(5,049)	(5,049)	878,014	(4,756)	873,258
Balance at 31 December 2019 - restated		894,668	4,055,609	288,425	4,538	90,600	2,399,518	(371,576)	(28,134)	(399,710)	7,333,648	146,355	7,480,003
Retrospective adjustments from changes in accounting policy by modified retrospective approach	6	-	-	-	-	-	(6,376)	-	-	-	(6,376)	-	(6,376)
Opening balance at 1 January 2020 - restated		894,668	4,055,609	288,425	4,538	90,600	2,393,142	(371,576)	(28,134)	(399,710)	7,327,272	146,355	7,473,627
Changes in equity for period													
Non-controlling interests invest in subsidiary	17	-	-	-	-	-	-	-	-	-	-	6,000	6,000
Disposal of investment in subsidiary	17	-	-	-	-	-	-	-	-	-	-	1,799	1,799
Dividends	20	-	-	-	-	-	(313,126)	-	-	-	(313,126)	-	(313,126)
Warrants		-	-	-	(4,538)	-	4,538	-	-	-	-	-	-
Total comprehensive income (expense)		-	-	-	-	-	(855,024)	-	16,556	16,556	(838,468)	(3,977)	(842,445)
Closing balance at 30 September 2020		894,668	4,055,609	288,425	-	90,600	1,229,530	(371,576)	(11,578)	(383,154)	6,175,678	150,177	6,325,855
Balance at 31 December 2018 - previously reported		894,668	4,055,609	288,425	4,538	90,600	1,557,472	(370,933)	(10,430)	(381,363)	6,509,949	122,534	6,632,483
Retrospective adjustments from changes in accounting policy by full retrospective approach	6	-	-	-	-	-	646,157	-	-	-	646,157	(2,106)	644,051
Opening balance at 1 January 2019 - restated		894,668	4,055,609	288,425	4,538	90,600	2,203,629	(370,933)	(10,430)	(381,363)	7,156,106	120,428	7,276,534
Changes in equity for period													
Non-controlling interests invest in subsidiary		-	-	-	-	-	-	-	-	-	-	12,000	12,000
Disposal of investment in subsidiary		-	-	-	-	-	-	(643)	-	(643)	(643)	(154)	(797)
Dividends	20	-	-	-	-	-	(1,207,797)	-	-	-	(1,207,797)	-	(1,207,797)
Total comprehensive income (expense)		-	-	-	-	-	1,021,424	-	(15,305)	(15,305)	1,006,119	12,942	1,019,061
Closing balance as at 30 September 2019		894,668	4,055,609	288,425	4,538	90,600	2,017,256	(371,576)	(25,735)	(397,311)	6,953,785	145,216	7,099,001

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited

Statements of Changes in Equity (Unaudited) (Cont'd)

For the nine-month period ended 30 September 2020

		Separate financial information				Unit: Thousand Baht	
		Issued and paid-up share capital	Share premium	Share premium on reissuance of treasury share	Retained earnings		Total equity
Notes	Appropriated Legal reserve				Unappropriated		
	Balance at 31 December 2019 - previously reported	894,668	4,055,609	288,425	90,600	1,354,736	6,684,038
	Retrospective adjustments from changes in accounting policy by full retrospective approach	6	-	-	-	853,412	853,412
	Balance at 31 December 2019 - restated	894,668	4,055,609	288,425	90,600	2,208,148	7,537,450
	Retrospective adjustments from changes in accounting policy by modified retrospective approach	6	-	-	-	(67,531)	(67,531)
	Opening balance at 1 January 2020 - restated	894,668	4,055,609	288,425	90,600	2,140,617	7,469,919
	Changes in equity for period						
	Dividends	20	-	-	-	(313,126)	(313,126)
	Total comprehensive expense		-	-	-	(774,733)	(774,733)
	Closing balance as at 30 September 2020	<u>894,668</u>	<u>4,055,609</u>	<u>288,425</u>	<u>90,600</u>	<u>1,052,758</u>	<u>6,382,060</u>
	Balance at 31 December 2018 - previously reported	894,668	4,055,609	288,425	90,600	1,204,015	6,533,317
	Retrospective adjustments from changes in accounting policy by full retrospective approach	6	-	-	-	842,852	842,852
	Opening balance at 1 January 2019 - restated	894,668	4,055,609	288,425	90,600	2,046,867	7,376,169
	Changes in equity for period						
	Dividends	20	-	-	-	(1,207,797)	(1,207,797)
	Total comprehensive income		-	-	-	941,228	941,228
	Closing balance at 30 September 2019	<u>894,668</u>	<u>4,055,609</u>	<u>288,425</u>	<u>90,600</u>	<u>1,780,298</u>	<u>7,109,600</u>

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited)
For the nine-month period ended 30 September 2020

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
Notes	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Profit (loss) before income tax	(871,899)	1,280,582	(770,458)	1,063,767
Adjustments for:				
Depreciation and amortisation	908,774	1,212,167	564,578	687,693
Expected credit loss	66,808	-	10,804	-
Loss on write-off of bad debts	11,706	32,437	5,760	18,172
Reversal provision for sales returns	(150)	(1,795)	-	-
Loss on diminution in value of inventories	5,983	4,909	6,000	1,991
Loss on impairment of film under production	-	10,000	-	-
Loss on revaluation of investment property	14	74,635	-	-
(Gain) loss from disposals of equipment		(1,347)	380	1,075
Loss on write-off of equipment and intangible assets	15	3,793	18,068	2,543
Loss on impairment of plant, equipment and intangible asset	15	13,654	15,434	-
Leases payment discount		21,039	-	20,836
Loss on impairment of goodwill		75,141	-	-
(Gain) loss on disposals of investments in subsidiary	11	4,450	(4)	(165)
(Gain) loss on disposals of investment in associate	12	19,153	(11,577)	19,154
Shares of profit from subsidiaries, associates and joint ventures	11,12,13	(322,684)	(406,639)	(40,407)
Loss on impairment of investment in subsidiaries and associates (reversal)	11,12	8,013	-	82,958
Advance income - loyalty program		(587)	256	(587)
Employee benefit obligations		5,089	15,823	3,297
Unrealised loss on exchange rate		3,225	2,794	2,198
Interest income		(7,192)	(5,818)	(16,845)
Financial costs		119,957	176,863	139,297
Changes in operating assets and liabilities:				
- trade and other receivables		390,076	61,183	228,333
- inventories		11,392	7,777	14,561
- films under productions		(49,332)	89,414	-
- other current assets		(4,758)	(8,847)	12,105
- finance lease receivables		(52)	967	-
- other non-current assets		(15,853)	(1,236)	(17,850)
- trade and other payables		(401,678)	(145,299)	(369,233)
- other current liabilities		(69,500)	21,430	(35,888)
- contract liabilities		93,804	81,651	46,749
- other non-current liabilities		(2,385)	10,410	(6,357)
- employee benefit paid		(8,344)	(551)	(5,773)
Cash flows generated from (used in) operating activities		80,931	2,520,435	(103,250)
				1,356,996

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2020

	Notes	Consolidated financial information		Separate financial information	
		(Restated)		(Restated)	
		2020	2019	2020	2019
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Cash generated from (used in) operations		80,931	2,520,435	(103,250)	1,356,996
Interest paid		(76,913)	(167,308)	(111,379)	(176,742)
Income tax paid		(95,887)	(284,576)	(27,129)	(132,692)
Net cash generated from (used in) operating activities		(91,869)	2,068,551	(241,758)	1,047,562
Cash flows from investing activities					
Short-term loans made to related parties	22	(4,040)	(963)	(121,530)	(315,939)
Short-term loans repayments received from related parties	22	1,768	1,604	128,341	347,917
Long-term loans repayment received from related parties		375	500	375	45,500
Payments for investment in subsidiary	11	-	-	(9,000)	(18,000)
Payments for investment in associate	12	(147,591)	(251,557)	(132,466)	(207,379)
Payments for interests in joint venture		-	(1,304)	-	-
Proceeds from (payments for) disposals of subsidiary, net of cash disposed		(5,361)	1,061	165	-
Proceeds from return of investment in associate	12	5,337	5,250	-	-
Proceeds from disposals of investment in associate	12	41,934	83,777	41,934	83,777
Purchases of property, plant and equipment		(190,030)	(624,820)	(97,862)	(518,170)
Proceeds from disposals of equipment		3,236	1,905	2,308	504
Purchases of intangible assets		(44,577)	(301,638)	(35,850)	(35,148)
Interest received		6,697	5,162	16,397	19,279
Dividends received		164,642	124,005	229,603	988,319
Net cash generated from (used in) investing activities		(167,610)	(957,018)	22,415	390,660
Cash flows from financing activities					
Proceeds from short-term loans from related parties	22	-	-	1,071,473	2,418,078
Repayments to short-term loans from related parties	22	-	(1,700)	(1,096,110)	(2,821,512)
Repayments to (proceeds from) bank overdrafts		14	(4,993)	-	-
Proceeds from short-term loans from financial institutions		6,140,652	4,036,147	6,105,652	3,879,147
Repayments to short-term loans from financial institutions		(5,342,000)	(3,415,000)	(5,320,000)	(3,300,000)
Repayments to lease liabilities		(130,799)	(170,327)	(70,705)	(108,278)
Proceeds from long-term borrowings from financial institutions		800,000	-	800,000	-
Repayments to long-term borrowings from financial institutions		(407,000)	(441,000)	(407,000)	(441,000)
Proceeds from non-controlling interests from investment in subsidiary		6,000	12,000	-	-
Dividends paid to shareholders	20	(313,126)	(1,207,797)	(313,126)	(1,207,797)
Dividends paid to minority interests		-	(280)	-	-
Net cash generated from (used in) financing activities		753,741	(1,192,950)	770,184	(1,581,362)
Net increase (decrease) in cash and cash equivalents		494,262	(81,417)	550,841	(143,140)
Opening balance of cash and cash equivalents		961,742	596,315	715,065	390,591
Exchange gain (loss) on cash and cash equivalents		(2,683)	15	-	-
Closing balance of cash and cash equivalents		1,453,321	514,913	1,265,906	247,451

Non-cash transactions

There is no significant non-cash transaction during the nine-month periods ended 30 September 2020 and 2019.

The accompanying notes are part of this interim financial information.

1 General information

Major Cineplex Group Public Company Limited (“the Company”) is a public limited company which is 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:

1839, 1839/1-6 Phaholyothin Road, Ladyao, Jatujak, Bangkok 10900.

For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

The Group principally engages in cinema operations and entertainment services. The principal business operations of the Group are summarised as follows:

- Cinema operations;
- Advertising and media services;
- Bowling and karaoke services;
- Rental and services; and
- Movie content

The interim consolidated and separate financial information were authorised for issue by the Board of Directors on 12 November 2020.

This interim consolidated and separate financial information has been reviewed, not audited.

2 Significant events during the current period

The outbreak of Coronavirus Disease 2019 (“COVID-19 outbreak”) in early 2020, has adverse effects on operating results for the 9-month period ended 30 September 2020.

From 18 March 2020, all cinema operations are temporarily closed, including bowling, karaoke and ice-skate services as ordered by The Emergency Decree to prevent, suppress, and delay the COVID-19 outbreak. As a result, revenue from all segments dropped significantly. Although all cinema theaters and other services are permitted to reopen on 1 June 2020, the Group still cannot operate at full capacity mainly due to the situation of the pandemic in the movies production countries is still severe. The Group is now putting measures to reduce the operational costs with highest effort, evaluating the impact on the operation, and strategising 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 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 the 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.

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:

4.1 New standards adopted by the Group

4.1.1 Financial reporting standards relating to financial instruments

The Group has adopted financial reporting standards relating to financial instruments (TAS 32, TFRS 7 and TFRS 9) retrospectively from 1 January 2020 by applying the modified retrospective approach, but has not restated comparatives for the 2019 reporting period, as permitted in the standards.

4.1.2 Thai Financial Reporting Standard no.16 (TFRS 16), Leases

The Group has adopted TFRS 16, Leases from 1 January 2020 by applying the new standard retrospectively and has restated the comparatives presented (Full retrospective approach).

4.2 Changes in accounting policies

To reflect the fair value of investment properties held by subsidiaries and associates which are significant assets of the Group, the Group changes its accounting policies as follows.

4.2.1 Thai Accounting Standard no.40 (TAS 40), Investment Property

Under Thai Accounting Standards related to Investment Property (TAS 40), the Group changes the measurement of the investment property from cost model to fair value model from 1 January 2020 retrospectively and has restated the comparatives presented (Full retrospective approach).

4.2.2 Thai Accounting Standard no.27 (TAS 27), Separate Financial Statements

Under Thai Accounting Standards related to Separate Financial Statement (TAS27), the Group changes the accounting for the carrying value of investments in subsidiaries, associates and joint ventures in separate financial statements from cost method to equity method applying Thai Accounting Standard no.28 (TAS 28): Investments in Associates and Joint Ventures, from 1 January 2020 retrospectively and has restated the comparatives presented (Full retrospective approach).

The new accounting policies are described in Note 5. The reclassifications and adjustments arising from the new financial reporting standards and new accounting policies are detailed in Note 6.

4.3 Exemption from the temporary measures to relieve the impact from COVID-19

The Federation of Accounting Professions announced on 22 April 2020 related to the temporary exemption guidance to relieve the impact from COVID-19 ("temporary measures to relieve the impact from COVID-19") for the reporting periods ending between 1 January 2020 and 31 December 2020. The Group applied the exemption on the following matters.

Determining expected credit loss with the simplified approach according to Thai Financial Reporting Standard no.9, Financial Instruments.

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. The expected credit loss was assessed based on historical credit loss together with the management's judgement in estimating the expected credit loss.

4 Accounting policies (Cont'd)

4.3 Exemption from the temporary measures to relieve the impact from COVID-19 (Cont'd)

Lease modification

During the reporting period, the Group received discounts in the lease payments from lessors due to the COVID-19 situation. The Group has chosen to apply the temporary measures by reducing lease liabilities in the proportion of the reduction to the lease payments throughout the period that the Group has received the reduction. The Group also reversed depreciation charges on the right-of-use assets and interest expenses on the lease liabilities recognised in the same proportion. The differences between the reduction of the lease liabilities and the reversal of the expenses are recognised in cost of service instead of remeasuring lease liabilities and adjusting the corresponding right-of-use assets from the lease modification.

Impairment of assets

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

Fair value measurements of investment properties

The Group has chosen not to take into account the information related to COVID-19 in the financial projections for the purpose of fair valuing investment properties as of 30 September 2020.

5 New accounting policies

5.1 Financial instruments

Investments and other 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.

5 New accounting policies (Cont'd)

5.1 Financial instruments (Cont'd)

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 which the Group applies the simplified approach in determining its expected credit loss.

Financial guarantee

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of a) the amount of expected credit loss determined; and b) the amount initially recognised less the cumulative amount of income recognised.

5.2 Leases

The Group leases various property, plant and equipment. 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. Lease liabilities include the net present value of the following lease payments:

- 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, any lease payment made at or before the commencement date less any lease incentives received, any initial direct costs, 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 IT devices and small office equipment.

5 New accounting policies (Cont'd)

5.3 Investment property

Investment properties, principally freehold buildings, are held for long-term rental yields and are not occupied by the Group.

The Group chooses to account for land held under operating leases as investment properties when the rest of the definition of an investment property is met.

Investment property is measured initially at cost, including directly attributable costs and borrowing costs.

Investment property will be fair value after the initial recognition. Changes in fair value will be recognised in profit or loss.

5.4 Principles of consolidation and equity accounting

a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control is transferred to the Group until the date that control ceases.

In the separate financial statements, investments in subsidiaries are accounted for using equity method which direct cost related to acquisition of investment will be recognised as a part of initial cost of investment.

b) Associates

Associates are all entities over which the Group has significant influence but not control or joint control. Investments in associates are accounted for using the equity method of accounting in the consolidated financial statements.

In the separate financial statements, investments in associates are accounted for using equity method.

c) Joint arrangements

Investments in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations of each investor, rather than the legal structure of the joint arrangements.

Joint operations

A joint operation is a joint arrangement whereby the Group has rights to the assets, and obligations for the liabilities relating to the arrangement. The Group recognises its direct right to the assets, liabilities, revenues and expenses of joint operations and its share of any jointly held or incurred assets, liabilities, revenues and expenses. These have been incorporated in the Group's financial statements line items.

Joint ventures

A joint venture is a joint arrangement whereby the Group has rights to the net assets of the arrangement. Interests in joint ventures are accounted for using the equity method.

In the separate financial statements, interests in joint ventures are accounted for using equity method.

5 New accounting policies (Cont'd)

5.4 Principles of consolidation and equity accounting (Cont'd)

d) Equity method

The investment is initially recognised at cost which is consideration paid and directly attributable costs.

The Group's subsequently recognises shares of its subsidiaries, associates and joint ventures' profits or losses and other comprehensive income in the profit or loss and other comprehensive income, respectively. The subsequent cumulative movements are adjusted against the carrying amount of the investment.

When the Group's share of losses in subsidiaries, associates and joint ventures equals or exceeds its interest in the subsidiaries, associates and joint ventures, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the subsidiaries, associates and joint ventures.

e) Changes in ownership interests

The Group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the Group. A difference between the amount of the adjustment to non-controlling interests to reflect their relative interest in the subsidiaries and any consideration paid or received is recognised within equity.

If the ownership interest in associates and joint ventures is reduced but significant influence and joint control is retained, only a proportionate share of the amounts previously recognised in other comprehensive income is reclassified to profit or loss where appropriate. Profit or loss from reduce of the ownership interest in associates and joint ventures is recognise in profit or loss.

When the Group losses control, joint control or significant influence over investments, any retained interest in the investment is remeasured to its fair value, with the change in carrying amount recognised in profit or loss. The fair value becomes the initial carrying amount of the retained interest which is reclassified to investment in an associate, or a joint venture or a financial asset accordingly.

f) Intercompany transactions on consolidation

Intra-group transactions, balances and unrealised gains on transactions are eliminated. Unrealised gains on transactions between the Group and its associates and joint ventures are eliminated to the extent of the Group's interest in the associates and joint ventures. Unrealised losses are also eliminated in the same manner unless the transaction provides evidence of an impairment of the asset transferred.

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies

The following tables show the adjustments made to the amounts recognised in each line items in the statement of financial position upon adoption of the financial reporting standards and changes in accounting policies:

	Consolidated financial information								
	As at 31 December 2019	Adjustments and Reclassifications			As at 1 January 2020	As at 31 December 2018	Adjustments and Reclassifications		As at 1 January 2019
	Previously reported Thousand Baht	TAS 32 and TFRS 9 Thousand Baht	TFRS 16 Thousand Baht	TAS 40 Thousand Baht	Restated Thousand Baht	Previously reported Thousand Baht	TFRS 16 Thousand Baht	TAS 40 Thousand Baht	Restated Thousand Baht
Assets									
Current assets									
Current portion of prepaid services	48,731	-	(38,912)	-	9,819	48,407	(38,588)	-	9,819
Non-current assets									
Investment in associates	3,817,686	-	-	1,769,188	5,586,874	3,375,389	-	1,419,789	4,795,178
Property, plant and equipment	6,620,302	-	(175,775)	(485,689)	5,958,838	7,241,647	(201,155)	(545,575)	6,494,917
Investment property	-	-	151,197	361,553	512,750	-	187,912	405,082	592,994
Right-of-use assets	-	-	2,758,096	-	2,758,096	-	2,986,331	-	2,986,331
Goodwill	97,931	-	-	(22,790)	75,141	152,931	-	(22,790)	130,141
Deferred tax asset	90,177	-	(20,194)	-	69,983	77,463	84,131	(112,093)	49,501
Long-term prepaid services	548,046	-	(434,679)	-	113,367	579,054	(466,257)	-	112,797

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies (Cont'd)

	Consolidated financial information								
	As at 31 December 2019	Adjustments and Reclassifications			As at 1 January 2020	As at 31 December 2018	Adjustments and Reclassifications		As at 1 January 2019
	Previously reported Thousand Baht	TAS 32 and TFRS 9 Thousand Baht	TFRS 16 Thousand Baht	TAS 40 Thousand Baht	Restated Thousand Baht	Previously reported Thousand Baht	TFRS 16 Thousand Baht	TAS 40 Thousand Baht	Restated Thousand Baht
Liabilities									
Current liabilities									
Current portion of long-term borrowings	383,141	-	(141)	-	383,000	588,116	(116)	-	588,000
Current portion of lease liabilities	-	-	228,416	-	228,416	-	209,336	-	209,336
Non-current liabilities									
Long-term borrowings from financial institutions	1,522,344	-	(22,344)	-	1,500,000	1,905,519	(22,519)	-	1,883,000
Lease liabilities	-	-	2,691,758	-	2,691,758	-	2,859,460	-	2,859,460
Deferred income tax liabilities	217,621	-	(131,537)	224,158	310,242	215,563	(29,719)	37,948	223,792
Other non-current liabilities	560,868	-	(1,573)	-	559,295	561,085	(1,654)	-	559,431
Equity									
Unappropriated retained earnings	1,516,455	(6,376)	(515,041)	1,398,104	2,393,142	1,557,472	(460,308)	1,106,465	2,203,629
Other components of equity	(394,661)	-	(5,049)	-	(399,710)	381,363	-	-	381,363
Non-controlling interests	151,111	-	(4,756)	-	146,355	122,534	(2,106)	-	120,428

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies (Cont'd)

	Separate financial information								
	As at 31 December 2019				As at 1 January 2019				
	As at 31 December 2019 Previously reported Thousand Baht	Adjustments and Reclassifications			As at 1 January 2020 Restated Thousand Baht	As at 31 December 2018 Previously reported Thousand Baht	Adjustments and Reclassifications		As at 1 January 2019 Restated Thousand Baht
	TAS 32 and TFRS 9 Thousand Baht	TFRS 16 Thousand Baht	TAS 27 and TAS 28 Thousand Baht			TFRS 16 Thousand Baht	TAS 27 and TAS 28 Thousand Baht		
Assets									
Current assets									
Current portion of prepaid services	23,877	-	(16,440)	-	7,437	23,553	(16,116)	-	7,437
Non-current assets									
Investment in subsidiaries	3,534,829	-	-	(656,281)	2,878,548	3,526,825	-	(304,559)	3,222,266
Investment in associates	3,347,707	-	-	2,198,135	5,545,842	3,099,847	-	1,684,867	4,784,714
Property, plant and equipment	4,308,548	-	(132,251)	-	4,176,297	4,560,161	(147,546)	-	4,412,615
Right-of-use assets	-	-	2,177,959	-	2,177,959	-	2,335,338	-	2,335,338
Deferred tax asset	42,367	-	(42,367)	-	-	49,915	76,798	(126,713)	-
Long-term prepaid services	363,158	-	(269,224)	-	93,934	369,311	(277,940)	-	91,371
Liabilities									
Current liabilities									
Current portion of long-term borrowings	383,106	-	(106)	-	383,000	588,006	(6)	-	588,000
Current portion of lease liabilities	-	-	146,745	-	146,745	-	129,984	-	129,984
Non-current liabilities									
Long-term borrowings from financial institutions	1,521,014	-	(21,014)	-	1,500,000	1,904,120	(21,120)	-	1,883,000
Lease liabilities	-	-	2,078,409	-	2,078,409	-	2,170,524	-	2,170,524
Deferred income tax liabilities	-	-	(119,843)	323,501	203,658	-	-	103,549	103,549
Other non-current liabilities	269,430	-	(1,573)	-	267,857	260,122	(1,654)	-	258,468
Equity									
Unappropriated retained earnings	1,354,736	(67,531)	(364,941)	1,218,353	2,140,617	1,204,015	(307,194)	1,150,046	2,046,867

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies (Cont'd)

The following tables show the adjustments made to the amounts recognised in each line items in the statement of income upon adoption of the financial reporting standards and changes in accounting policies:

Consolidated financial information				
For the three-month period ended 30 September 2019				
	Previously reported Thousand Baht	Impacts from TFRS 16 Thousand Baht	Impacts from TAS 40 Thousand Baht	Restated Thousand Baht
Cost of services	(1,402,494)	28,641	15,132	(1,358,721)
Other income	31,659	210	-	31,869
Administrative expenses	(486,904)	1,140	(31,029)	(516,793)
Finance costs	(24,224)	(33,627)	-	(57,851)
Share of profit from investments in associates and joint ventures	81,631	-	69,554	151,185
Income tax	(48,334)	(698)	(7,050)	(56,082)
Profit for the period	200,158	(4,335)	46,608	242,431
Earnings per share (Baht)	0.22	-	0.05	0.27

Separate financial information				
For the three-month period ended 30 September 2019				
	Previously reported Thousand Baht	Impacts from TFRS 16 Thousand Baht	Impacts from TAS 27 and TAS 28 Thousand Baht	Restated Thousand Baht
Cost of services	(904,835)	8,833	-	(896,002)
Other income	502,322	176	(469,375)	33,123
Administrative expenses	(326,618)	1,141	50,618	(274,859)
Finance costs	(38,108)	(24,665)	-	(62,773)
Share of profit from investments in subsidiaries, associates and joint ventures	-	-	150,352	150,352
Income tax	(7,097)	130	(17,066)	(24,033)
Profit for the period	510,337	(14,385)	(285,471)	210,481
Earnings per share (Baht)	0.57	(0.02)	(0.32)	0.24

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies (Cont'd)

The following tables show the adjustments made to the amounts recognised in each line items in the statement of income upon adoption of the financial reporting standards and changes in accounting policies: (Cont'd)

Consolidated financial information				
For the nine-month period ended 30 September 2019				
	Previously reported Thousand Baht	Impacts from TFRS 16 Thousand Baht	Impacts from TAS 40 Thousand Baht	Restated Thousand Baht
Cost of services	(4,499,295)	83,828	44,901	(4,370,566)
Other income	101,732	2,870	(20,692)	83,910
Administrative expenses	(1,445,528)	2,956	(59,655)	(1,502,227)
Finance costs	(73,807)	(103,056)	-	(176,863)
Share of profit from investments in associates and joint ventures	222,129	-	184,510	406,639
Income tax	(217,846)	(1,620)	(18,596)	(238,062)
Profit for the period	927,074	(15,021)	130,467	1,042,520
Earnings per share (Baht)	1.01	(0.02)	0.15	1.14

Separate financial information				
For the nine-month period ended 30 September 2019				
	Previously reported Thousand Baht	Impacts from TFRS 16 Thousand Baht	Impacts from TAS 27 and TAS 28 Thousand Baht	Restated Thousand Baht
Cost of services	(2,912,658)	24,945	-	(2,887,713)
Other income	709,617	2,402	(616,042)	95,977
Administrative expenses	(1,002,574)	2,957	36,417	(963,200)
Finance costs	(111,558)	(75,292)	-	(186,850)
Share of profit from investments in subsidiaries, associates and joint ventures	-	-	706,921	706,921
Income tax	(88,152)	765	(35,152)	(122,539)
Profit for the period	893,307	(44,223)	92,144	941,228
Earnings per share (Baht)	1.00	(0.05)	0.10	1.05

6.1 Adjustments on the adoption of the new financial reporting standards related to financial instruments

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 recognised additional impairment losses from accounts receivable of Baht 6.38 million and Baht 3.53 million in consolidated financial information and separate financial information, respectively, and recognised expected credit loss on loan to subsidiaries amounting to Baht 64.00 million in separate financial information. The transition adjustment will be recognised as an adjustment to the opening balance of retained earnings.

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies (Cont'd)

6.2 Adjustments on the adoption of the new financial reporting standards related to leases

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 at the lease commencement date. The weighted average lessee's incremental borrowing rate applied to the lease liabilities was 4.75%.

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.

Reconciliation on the lease liabilities recognised on 1 January 2020

	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
Operating lease commitments disclosed as at 31 December 2019	11,297,127	8,459,889
(Less): discounted using the lessee's incremental borrowing rate of at the date of initial application	(1,007,392)	(799,641)
Add: finance lease liabilities recognised as at 31 December 2019	22,485	21,120
(Less): contracts reassessed as service agreements / service portion included in leases	(7,498,244)	(5,403,001)
Add/(less): adjustments relating to changes in the content of lease agreements	106,198	(53,213)
Lease liabilities recognised as at 1 January 2020	2,920,174	2,225,154
Current lease liabilities	228,416	146,745
Non-current lease liabilities	2,691,758	2,078,409

The associated right-of-use assets for property leases were measured on a retrospective basis as if the new rules had always been applied. Other right-of use assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or 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.

6 Adjustments recognised on the adoption of new financial reporting standards and changes in accounting policies (Cont'd)

6.2 Adjustments on the adoption of the new financial reporting standards related to leases (Cont'd)

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

	Consolidated financial information		Separate financial information	
	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht
Investment property	122,222	151,197	-	-
Land and building	2,603,470	2,758,096	1,996,830	2,177,959
Total	2,725,692	2,909,293	1,996,830	2,177,959

Practical expedients applied

In applying TFRS 16 for the first time on the leases that existed before 1 January 2020, 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.

6.3 Adjustments on the changes in accounting policy of the Thai accounting standards no.40 Investment property

The Group engages an independent valuer to assess the fair value of the investment property. Fair value is measured by discounted cash flow projections which reflects rental income from current leases and assumptions about rental income from future leases in the light of current market conditions. The fair value also reflects any cash outflows that could be expected in respect of the property. The discount rate reflects current market assessments of the time value of money and risk factors. The Group classifies the fair value measurement of investment property as level 3. Application of fair value model resulted in a net gain from valuation of investment properties belonged to subsidiaries and associates amounting to Baht 1,106 million which is adjusted to the retained earnings as of 1 January 2019.

6.4 Adjustments on the changes in accounting policy of the Thai accounting standards no. 27 Separate financial statement

The Group changes the investment in subsidiaries, associates and joint ventures in the separate financial statement accounting from cost method to equity method. The Group recognised the cumulative movements based on equity method amounting to Bath 1,150 million which is adjusted to the retained earnings as of 1 January 2019

7 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.

8 Segment and revenue information

The Group's chief operating decision-maker e.g. the Group's Chief Executive Officer identifies reportable segments of its business to examine the Group's performance by product lines as follows:

8 Segment and revenue information (Cont'd)

Financial information by business segments is as follows:

	Consolidated financial information					Total Million Baht
	Cinema business Million Baht	Advertising business Million Baht	Bowling and Karaoke business Million Baht	Rental and services Million Baht	Movie content business Million Baht	
For the nine-month period ended 30 September 2020						
Revenues						
- Gross segment revenues	1,910	260	163	277	129	2,739
- Inter-segment revenues	(234)	-	(21)	(34)	(24)	(313)
Net revenues	1,676	260	142	243	105	2,426
Segment results	(895)	77	(59)	(17)	(132)	(1,026)
Loss from disposal of investments						(24)
Unallocated costs						(25)
Operating loss						(1,075)
Timing of revenue recognition						
At a point in time	472	90	40	-	54	656
Over time	1,204	170	102	243	51	1,770
Total revenue	1,676	260	142	243	105	2,426

8 Segment and revenue information (Cont'd)

Financial information by business segments is as follows: (Cont'd)

	Consolidated financial information					Total Million Baht
	Cinema business Million Baht	Advertising business Million Baht	Bowling and Karaoke business Million Baht	Rental and services Million Baht	Movie content business Million Baht	
For the nine-month period ended 30 September 2019 - restated						
Revenues						
Gross segment revenues	6,479	891	389	395	378	8,532
Inter-segment revenues	(295)	-	(36)	(71)	(100)	(502)
Net revenues	6,184	891	353	324	278	8,030
Segment results	698	574	10	13	(77)	1,218
Gain from disposal of investments						12
Unallocated costs						(179)
Operating profit						1,051
Timing of revenue recognition						
At a point in time	1,671	247	108	-	171	2,197
Over time	4,513	644	245	324	107	5,833
Total revenue	6,184	891	353	324	278	8,030

Revenue segment information for the nine-month period ended 30 September 2020 has been prepared in accordance with Thai Accounting Standard (TAS) no. 18. Therefore, revenue segment information of current and prior period are not comparable.

There has been no material change in total assets or total liabilities from the amounts disclosed in the last annual financial statements.

9 Fair value

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

	Consolidated financial information	
	Level 3	
	30 September 2020	(Restated) 31 December 2019
	Thousand Baht	Thousand Baht
Assets		
Assets at fair value through profit or loss		
Investment property (Note 14)	446,502	512,750

10 Trade and other receivables

Outstanding trade and other receivables can be analysed as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Unbilled revenue	201,539	335,742	40,444	69,336
Trade accounts receivable				
Current	145,878	271,259	52,083	86,155
Overdue less than 3 months	74,196	254,777	15,271	188,319
3 - 6 months	33,244	43,134	6,865	4,558
6 - 12 months	68,817	3,741	10,440	690
Over 12 months	16,116	9,468	683	2,671
Total	539,790	918,121	125,786	351,729
Less Expected credit loss	(75,744)	(918)	(8,217)	-
Trade accounts receivable, net	464,046	917,203	117,569	351,729

11 Investment in subsidiaries

Movements of investments in subsidiaries during nine-month period ended 30 September 2020 are as follows:

	Separate financial information Thousand Baht
Opening net book value (restated)	2,878,548
Acquisition	9,000
Allowance for impairment	(74,945)
Dividends Income	(64,961)
Share of loss	(299,387)
Closing net book value	2,448,255

11 Investment in subsidiaries (Cont'd)

Addition of investment

Tai Major Co., Ltd.

At the Extraordinary General Meeting of Tai Major Co., Ltd. (Subsidiary) No.1/2020 on 16 July 2020, the shareholders passed a resolution to approve an increase in the registered capital from Baht 30.00 million (300,000 shares at the par value of Baht 100 each) to 45.00 million (450,000 shares at the par value of Baht 100 each) by issuing additional 150,000 ordinary shares at the par value of Baht 100 each. The Company additionally invested to maintain the same holding proportion of 60.00% by subscribing 90,000 shares for the consideration of Baht 9.00 million.

Disposal of investment

Mtel (Thailand) Co., Ltd.

On 28 August 2020, the Company disposed 16,499 shares representing 55.00% of paid-up share capital of Mtel (Thailand) Co., Ltd., subsidiary, for a consideration of Baht 0.16 million. The Company recognised loss on disposal amounting to Baht 4.45 million included in administrative expenses in the consolidated financial information and recognised gain on disposal amounting to Baht 0.16 million included in other income in the separate financial information since the Company fully set allowance for impairment of investments.

Impairment

During the nine-month period ended 30 September 2020, subsidiaries which operate in movie content segment and rental and services segment, respectively, were severely affected by the situation of COVID-19 pandemic, causing the significant decrease in value-in-use. Therefore, the Group has impaired the entire amount of goodwill relating to those business segments in the consolidated financial information and impaired investment amounting to Baht 74.95 million in the separate financial information.

12 Investment in associates

Movements of investments in associates during nine-month period ended 30 September 2020 are as follows:

	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
Opening net book value (restated)	5,586,874	5,545,842
Additions	147,591	132,466
Disposals	(61,087)	(61,087)
Returns of investments	(5,337)	-
Allowance for impairment	(8,013)	(8,013)
Dividends received	(164,642)	(164,642)
Share of profit	327,982	339,794
Share of comprehensive income	358	-
Closing net book value	<u>5,823,726</u>	<u>5,784,360</u>

Gain on disposals of assets to the Property Fund will be realised on the straight-line basis over the lease contracts period of the buildings leased out to the Property Fund. During the nine-month period ended 30 September 2020, the Group realised gain on disposals of Baht 7.81 million in the consolidated income statement (30 September 2019: Baht 7.79 million).

12 Investment in associates (Cont'd)

Siam Future Development Public Company Limited (“SF”)

Additions of investment

During the nine-month period ended 30 September 2020, the Group acquired additional 27.96 million shares of interests in SF for a consideration of Baht 132.47 million.

Disposals of investment

During the nine-month period ended 30 September 2020, the Company disposed investments in SF of 9.89 million shares for the considerations of Baht 41.93 million and recognised loss from disposal amounting to Baht 19.15 million, included in “Administrative expenses” in the consolidated and separate income statements.

The aforementioned addition and disposal of investments in SF resulted in the change to shareholding percentage in SF from 28.09% to 28.94%.

M Pictures Company Limited

Additions of investment

M Pictures Company Limited additionally invested in “Joint Venture Dang Phra Khanong”, in which the Company has percentage of interest of 50.85% with respect to the joint venture agreement. M Pictures Company Limited paid the additional investment amounting to Baht 15.13 million on 30 September 2020.

Returns of investments

M Pictures Company Limited received returned of investment from joint operation as follows:

1. "Joint Venture Sangkrasue" amounting to Baht 2.94 million on 1 June 2020.
2. "Joint Venture Khun Phaen Fah Feun" amounting to Baht 2.40 million on 9 September 2020.

13 Joint arrangements

a) Joint ventures

Movements of investments in joint ventures for nine-month period ended 30 September 2020 are as follows:

	Consolidated financial information
	Thousand Baht
Opening net book value (restated)	67,395
Share of loss	(5,298)
Share of comprehensive income	101
Closing net book value	<u>62,198</u>

13 Joint arrangements (Cont'd)

b) Joint operations

Movements of investments in joint operations are as follows:

Addition of investment

M Thirty Nine Company Limited additionally invested in “Joint Venture Sam Gler Hua Kaeng and Jua Kathoei Bung Fai”, which the Company has 64.72% of interest with respect to the joint venture agreement. M Thirty Nine Company Limited paid the additional investment amounting to Baht 10.85 million on 8 January 2020.

Returns of investment

M Thirty Nine Company Limited received returns of investments from joint operations as follows:

1. “Joint Venture Bikeman 2” amounting to Baht 4.13 million on 21 January 2020 and amounting to Baht 6.88 million on 20 August 2020.
2. “Joint Venture Gang Tann Zine and Laan25 Naa24” amounting to Baht 3.50 million on 3 February 2020.
3. “Joint Venture Sam Gler Hua Kaeng and Jua Kathoei Bung Fai” amounting to Baht 4.11 million on 9 September 2020.

14 Investment property

	Consolidated financial information
	Thousand Baht
Net opening balance (restated)	512,750
Reclassification	8,387
Net loss from fair value adjustment	(74,635)
Closing net book value	446,502

To measure the fair value of investment property, the Group engaged an independent valuer to assess the fair value of the investment property. The Group’s valuation technique used significant unobservable inputs, such that the fair value measurement was classified as level 3.

According to the temporary exemption guidance from Thailand Federation of Accounting Professions, other information relating to COVID-19 is not taken into accounts when measuring the fair value of the investment properties as at 30 September 2020.

Major Cineplex Group Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 30 September 2020

15 Property, plant, equipment and intangible assets

Movements of property, plant and equipment and intangible assets for nine-month period ended 30 September 2020 are as follows:

	Consolidated financial information		Separate financial information	
	Property, plant and equipment	Intangible assets	Property, plant and equipment	Intangible assets
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Opening net book value (restated)	5,958,838	137,367	4,176,297	78,996
Exchange differences	16,792	166	-	-
Additions	124,125	44,577	43,607	35,849
Transfer from film under production	-	73,161	-	-
Transfer to investment property	(8,387)	-	-	-
Disposal of investment in subsidiary	(417)	-	-	-
Disposals	(1,889)	-	(3,448)	-
Write-off	(3,779)	(14)	(2,539)	(4)
Depreciation/amortisation	(673,069)	(101,923)	(451,527)	(17,348)
Impairment	(13,654)	-	-	-
Closing net book value	5,398,560	153,334	3,762,390	97,493

16 Borrowings

	Consolidated financial information		Separate financial information	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Current				
Bank overdrafts	289	276	-	-
Short-term borrowings from financial institutions	1,727,900	2,118,302	1,692,900	2,096,302
Total bank overdrafts and short-term borrowings from financial institutions	1,728,189	2,118,578	1,692,900	2,096,302
Current portion of long-term borrowings:				
- Bank borrowings	421,000	383,000	421,000	383,000
Non-current				
Long-term borrowings from financial institutions	1,555,000	-	1,555,000	-
Debentures	1,500,000	1,500,000	1,500,000	1,500,000
Total non-current borrowings	3,055,000	1,500,000	3,055,000	1,500,000
Total borrowings	5,204,189	4,001,578	5,168,900	3,979,302

17 Non-controlling interests

	Consolidated financial information
For the nine-month period ended 30 September	2020
	Thousand Baht
Opening balance	146,355
Addition of investment in subsidiary	6,000
Disposal of investment in subsidiary	1,799
Share of comprehensive loss from subsidiaries	(3,977)
Closing balance	150,177

18 Income tax expense

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
For the three-month period ended 30 September	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Current income tax	(3,546)	(36,815)	-	(5,553)
Deferred income tax	(9,141)	(19,267)	(12,792)	(18,480)
	(12,687)	(56,082)	(12,792)	(24,033)

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
For the nine-month period ended 30 September	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Current income tax	(3,599)	(205,216)	-	(79,902)
Deferred income tax	8,987	(32,846)	(4,275)	(42,637)
	5,388	(238,062)	(4,275)	(122,539)

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used is 0.62% and 0.55% for the consolidated financial statement and separate financial statement, respectively.

19 Earnings per share

Earnings per share is calculated by dividing the profit for the period attributable to shareholders of the parent by the weighted average number of ordinary shares in issue during the period.

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
For the three-month period ended 30 September				
Profit (loss) attributable to equity holders of parent (Thousand Baht)	(125,008)	237,655	(112,799)	210,481
Weighted average number of paid-up ordinary shares in issue (Thousand share)	894,668	894,668	894,668	894,668
Basic earnings (loss) per share (Baht)	(0.14)	0.27	(0.13)	0.24

	Consolidated financial information		Separate financial information	
	(Restated)		(Restated)	
	2020	2019	2020	2019
For the nine-month period ended 30 September				
Profit (loss) attributable to equity holders of parent (Thousand Baht)	(855,024)	1,021,424	(774,733)	941,228
Weighted average number of paid-up ordinary shares in issue (Thousand share)	894,668	894,668	894,668	894,668
Basic earnings (loss) per share (Baht)	(0.96)	1.14	(0.87)	1.05

20 Dividends

2020

At the Board of Directors Meeting held on 9 April 2020, the Board passed a resolution to approve dividends payment in respect of the operating results for the period from July to December 2019 at Baht 0.35 per share, totaling Baht 313.13 million. The dividends were for all shareholders listed in the register on 15 April 2020 and were distributed on 30 April 2020.

2019

At the Annual General Shareholders Meeting held on 10 April 2019, the shareholders passed a resolution to approve dividends payment in respect of the operating results for the period from July to December 2018 at Baht 0.70 per share, totaling Baht 626.27 million. The dividends were for all shareholders listed in the register on 24 April 2019 and were distributed on 3 May 2019.

At the Board of Directors Meeting held on 9 August 2019, the Board passed a resolution to approve interim dividends payment in respect of the operating results for the period from January to June 2019 at Baht 0.65 per share, totaling Baht 581.53 million. The dividends were for all shareholders listed in the register on 26 August 2019 and were distributed on 4 September 2019.

21 Commitments and contingencies

i) Bank guarantees and letter of credits

As at 30 September 2020, there are outstanding bank guarantees and letters of credit given on behalf of the Group to third parties amounting to Baht 234.60 million (31 December 2019: Baht 230.52 million).

ii) Guarantees

As at 30 September 2020, the Company has provided guarantees for bank loans granted to subsidiaries for a total of Baht 35.00 million (31 December 2019: Baht 22.00 million).

iii) Service contract commitments

The Company and its subsidiaries have commitment obligations in terms of service contracts. The future aggregate non-cancellable minimum service payments under the contracts are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020 Million Baht	(Restated) 31 December 2019 Million Baht	30 September 2020 Million Baht	(Restated) 31 December 2019 Million Baht
Not later than 1 year	710	677	424	412
Later than 1 year but not later than 5 years	2,234	2,372	1,457	1,525
Later than 5 years	3,862	4,449	3,015	3,466
	<u>6,806</u>	<u>7,498</u>	<u>4,896</u>	<u>5,403</u>

In addition to the minimum service payments, the Group also has obligations in respect of service contracts based on revenue sharing with the service providers.

21 Commitments and contingencies (Cont'd)

iv) Capital commitments

Capital expenditure contracted for at the statement of financial position date, but not recognised in the financial statements is presented as follows:

	Currency	Consolidated financial information		Separate financial information	
		2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
Property, plant and equipment	THB	54,145	57,446	54,145	57,446
	USD	915	296	-	-
Total	THB	54,145	57,446	54,145	57,446
	USD	915	296	-	-
Total in Thai Baht		83,262	66,435	54,145	57,446

v) Commitment for film productions

As at 30 September 2020, the Group has commitments in respect of payments to film directors amounting to Baht 54.56 million (31 December 2019: Baht 90.85 million).

22 Related party transactions

The significant investments in subsidiaries, associates and joint arrangements are set out in Note 11, 12 and 13.

Other related companies are companies belonging to directors and directors' family of the Company and are therefore related parties.

The following material transactions were carried out with related parties:

i) Sales of goods and services and others

For the nine-month period ended 30 September	Consolidated financial information		Separate financial information	
	2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
Sales of goods and services				
Subsidiaries	-	-	196,943	273,592
Associates	17,923	51,695	-	-
Leasehold property fund	35,589	45,869	23,923	27,417
Joint ventures	451	10,806	-	-
Joint operation	621	905	-	-
Related parties	48,663	52,953	15,015	15,621
	103,247	162,228	235,881	316,630

22 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

ii) Purchase of goods and services and others

For the nine-month period ended 30 September	Consolidated financial information		Separate financial information	
	2020	(Restated) 2019	2020	(Restated) 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Purchases of goods and services				
Subsidiaries	-	-	87,296	188,406
Associates	42,450	37,375	7,795	17,117
Leasehold property fund	140,966	111,753	106,436	78,594
Joint ventures	296	1,828	-	-
Joint operation	5,007	1,313	-	-
Related parties	72,392	99,083	68,027	102,019
	<u>261,111</u>	<u>251,352</u>	<u>269,554</u>	<u>386,136</u>

iii) Outstanding balances arising from sales/purchases of goods/services and others

	Consolidated financial information		Separate financial information	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Trade accounts receivable (include unbilled revenue)				
Subsidiaries	-	-	27,041	143,733
Associates	10,798	20,219	-	4,501
Leasehold property fund	7,528	1,582	5,526	32
Joint ventures	1,513	7,877	-	-
Joint operation	2,294	2,150	-	-
Related parties	10,017	36,370	6,221	17,061
	<u>32,150</u>	<u>68,198</u>	<u>38,788</u>	<u>165,327</u>
Amounts due from related parties				
Subsidiaries	-	-	169,794	176,848
Associates	7,687	9,167	168	1,267
Leasehold property fund	2,588	7,548	2,570	7,548
Joint ventures	-	407	-	-
Joint operation	-	11	-	-
Related parties	7,665	11,834	5,479	10,516
	<u>17,940</u>	<u>28,967</u>	<u>178,011</u>	<u>196,179</u>
Deposits (included in "Other non-current assets")				
Associates	421	2,221	389	389
Leasehold property fund	3,460	3,460	3,460	3,460
Related parties	26,129	26,129	25,829	25,829
	<u>30,010</u>	<u>31,810</u>	<u>29,678</u>	<u>29,678</u>

22 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

iii) Outstanding balances arising from sales/purchases of goods/services and others (Cont'd)

	Consolidated financial information		Separate financial information	
	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht
Trade accounts payable				
Subsidiaries	-	-	26,036	85,799
Associates	9,887	3,809	111	1
Leasehold property fund	103,863	-	75,912	-
Joint ventures	8,037	19,408	-	-
Joint Operation	3,841	1,841	-	-
Related parties	6,912	864	7,498	7,051
	<u>132,540</u>	<u>25,922</u>	<u>109,557</u>	<u>92,851</u>
Other payables				
Subsidiaries	-	-	20,657	65,433
Associates	7,924	76,804	7,681	59,190
Leasehold property fund	537	447	-	27
Joint ventures	77	355	-	-
Joint operation	-	50	-	-
Related parties	19,272	20,585	12,169	11,441
Board	291	5,033	116	3,931
	<u>28,101</u>	<u>103,274</u>	<u>40,623</u>	<u>140,022</u>
Advance received for rental and services				
Leasehold property fund	21,033	21,819	-	-
Related parties	5,384	6,517	-	-
	<u>26,417</u>	<u>28,336</u>	<u>-</u>	<u>-</u>
Deposits received				
Subsidiaries	-	-	1,253	1,403
Leasehold property fund	123,503	123,503	-	-
Related parties	5,531	5,531	-	-
	<u>129,034</u>	<u>129,034</u>	<u>1,253</u>	<u>1,403</u>
Lease liabilities - restated				
Associates	12,218	9,183	8,669	9,183
Leasehold property fund	121,368	143,292	113,301	143,292
Related parties	399,968	407,159	308,316	314,962
	<u>533,554</u>	<u>559,634</u>	<u>430,286</u>	<u>467,437</u>

22 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

iv) Short-term loans to related parties

The movements of short-term loans to related parties for the nine-month period ended 30 September 2020 and for the year ended 31 December 2019 are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht
Opening balance	463	1,304	239,714	289,277
Loans provided	4,040	963	121,530	418,287
Loans repayments received	(1,768)	(1,804)	(128,341)	(467,850)
Closing balance	2,735	463	232,903	239,714

Short-term loans to related parties are unsecured loans to subsidiaries. Loans are repayable within 1 month and carry interest at the rate of 4.00% per annum (2019: 4.00% per annum).

The related interest income was Baht 6.97 million (2019: Baht 8.01 million). As at 30 September 2020, the accrued interest income was Baht 0.75 million (31 December 2019: Baht 0.78 million).

v) Long-term loans to related parties

The movements of long-term loans to related parties for the nine-month period ended 30 September 2020 and for the year ended 31 December 2019 are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht
Subsidiaries and associates and employees				
Opening balance - previously reported	3,202	1,802	227,985	271,585
Impact from change in accounting policy	-	-	(64,000)	-
Opening balance - restated	3,202	1,802	163,985	271,585
Loans provided	-	1,900	-	1,900
Loans repayments received	(1,302)	(500)	(1,085)	(45,500)
Expected credit loss	-	-	(7,000)	-
Closing balance	1,900	3,202	155,900	227,985

Long-term loans to related parties carry interest at the rate of 2.00% per annum (2019: 2.00% to 4.00% per annum) and there is no specific repayment term.

Long-term loans to staff in the consolidated and separate financial information were Baht 1.90 million and Baht 1.90 million (2019: Baht 1.30 million and Baht 1.08 million), respectively, bearing no interest (2019: nil).

The related interest income was Baht 3.37 million (2019: Baht 2.67 million). As at 30 September 2020, the accrued interest income was Baht 108.14 million (31 December 2019: Baht 108.15 million).

22 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

vi) Short-term loans from related parties

The movements of short-term loans from related parties for the nine-month period ended 30 September 2020 and for the year ended 31 December 2019 are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht	30 September 2020 Thousand Baht	31 December 2019 Thousand Baht
Subsidiaries and associates				
Opening balance	12,800	14,500	967,425	1,411,026
Loans borrowed	-	-	1,071,473	3,105,688
Loans repaid	-	(1,700)	(1,096,110)	(3,549,289)
Closing balance	12,800	12,800	942,788	967,425

Short-term loans from related parties are loans from subsidiaries which are unsecured short-term loans of Baht 929.99 million, repayable within 1 month and carrying interest rate of 4.00% per annum, and a promissory note due upon demand borrowed from associate of Baht 12.80 million which bears interest rate of 2.25% per annum.

The related interest expense in the consolidated and separate financial information was Baht 0.22 million and Baht 33.49 million, respectively (2019: Baht 0.24 million and Baht 40.13 million). As at 30 September 2020, the accrued interest expense in the consolidated and separate financial information was Baht 0.32 million and Baht 3.77 million, respectively (31 December 2019: Baht 0.10 million and Baht 4.06 million).

vii) Key management compensation

For the nine-month period ended 30 September	Consolidated financial information		Separate financial information	
	2020 Thousand Baht	2019 Thousand Baht	2020 Thousand Baht	2019 Thousand Baht
Short-term employee benefits	16,663	44,593	12,839	33,356
Retirement benefits	546	648	414	522
	17,209	45,241	13,253	33,878

23 Litigation

In 2017, the insurance company of damaged parties from the fire accident at Major Cineplex Pinklao as the plaintiffs sued the Company for causing of damages. During 2018, the Civil court of the first instance rendered the verdict in favor of the plaintiffs. The Company is required to compensate the plaintiffs for Baht 413.00 million, representing the claim and interest thereon.

On 15 July 2020, the Appeal court rendered the verdict in favor of one insurer of damaged parties. The Company is required to compensate the plaintiff for Baht 365.00 million, including the interest thereon. The Company is in the process of filing to the Supreme court. The Company believes that there will be no material loss arising from the lawsuits. However, certain provision has been provided.

24 Subsequent events

- a) M Pictures Entertainment PLC (Subsidiary) has invested in "LAST IDOL (THAILAND) CO., LTD" for operating in entertainment business, whose registered share capital is Baht 100.00 million representing 1.00 million ordinary shares at a par value of Baht 100.00 each. The subsidiary will hold 20.00% of interest or equivalent to Baht 20.00 million. On 2 October 2020, the subsidiary has paid 25.00% of total investment, amounting to Baht 5.00 million.
- b) On 16 October 2020, the dissolution of Major rewards Co., Ltd. was registered with the Ministry of Commerce and is in liquidation process.