

**CP ALL Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month and six-month periods ended
30 June 2020
and
Independent Auditor's Review Report



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of CP ALL Public Company Limited

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

Scope of Review

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

Conclusion

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



Emphasis of Matter

I draw attention to condensed note 3 to the interim financial statements describing the effect of the Group and the Company's adoption from 1 January 2020 of certain new accounting policies. My conclusion is not modified in respect of this matter.

A handwritten signature in blue ink, appearing to read 'Munchupa S.'.

(Munchupa Singsuksawat)
Certified Public Accountant
Registration No. 6112

KPMG Phoomchai Audit Ltd.
Bangkok
11 August 2020

CP ALL Public Company Limited and its Subsidiaries
Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
(in thousand Baht)					
<i>Current assets</i>					
Cash and cash equivalents		29,523,083	29,860,513	13,930,021	17,895,286
Current investments		222,016	658,572	-	-
Trade accounts receivable	5, 18	1,334,156	1,718,002	246,333	116,092
Other current receivables	5, 18	6,129,858	7,729,043	4,727,746	5,174,188
Short-term loans to subsidiaries	5	-	-	5,866,500	6,116,500
Inventories	5	28,859,753	31,537,849	14,514,429	14,683,842
Other current assets		216,487	419,217	188,088	273,570
Total current assets		66,285,353	71,923,196	39,473,117	44,259,478
<i>Non-current assets</i>					
Investments in subsidiaries	6	-	-	200,635,496	199,527,531
Investment in associate	7	-	-	252,000	-
Investment in related company	5	34,000	34,000	34,000	34,000
Other long-term investments		2,042	2,042	-	-
Other non-current receivables	5	161,299	1,576,268	-	1,085,643
Investment properties		332,832	332,832	-	-
Property, plant and equipment	5, 8	118,357,290	116,082,072	37,208,678	35,095,979
Right-of-use assets	9	52,398,291	-	40,540,781	-
Leasehold rights		-	3,916,633	-	361,117
Goodwill		128,096,021	128,096,021	-	-
Intangible assets other than goodwill	5	51,367,782	51,383,825	1,795,735	1,688,978
Deferred tax assets		2,150,113	1,291,217	1,462,332	626,103
Other non-current assets	5	1,566,506	979,348	1,739,275	1,237,967
Total non-current assets		354,466,176	303,694,258	283,668,297	239,657,318
Total assets		420,751,529	375,617,454	323,141,414	283,916,796

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of financial position

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
(in thousand Baht)					
Current liabilities					
Short-term borrowings from financial institutions		15,860,991	3,326,784	9,500,000	2,500,000
Trade accounts payable	5	63,667,317	78,549,537	34,144,672	41,331,659
Other payables	5	12,528,916	15,169,854	14,148,242	18,496,677
Contract liabilities	12	963,177	794,164	-	-
Short-term borrowings from subsidiary	5	-	-	1,000,000	700,000
Short-term borrowings from other parties		14,827	14,474	-	-
Current portion of debentures	10, 18	22,052,162	12,289,800	22,052,162	12,289,800
Current portion of long-term borrowings from financial institutions	18	3,306,825	238,688	-	-
Current portion of lease liabilities (2019: Current portion of finance lease liabilities)	5, 18	7,289,040	92,347	6,622,027	-
Income tax payable		1,539,619	1,532,910	272,740	379,237
Derivatives liabilities	18	2,031,789	-	2,004,557	-
Other current liabilities	7	1,798,847	908,598	740,466	638,078
Total current liabilities		131,053,510	112,917,156	90,484,866	76,335,451
Non-current liabilities					
Debentures	10, 18	116,745,628	120,593,800	116,745,628	120,593,800
Long-term borrowings from financial institutions	18	5,486,808	8,599,261	-	-
Lease liabilities (2019: Finance lease liabilities)	5, 18	42,524,457	549,430	34,652,696	-
Provisions for employee benefits		5,026,928	4,842,899	2,871,680	2,771,802
Accrued guarantee deposits	18	3,700,982	3,926,376	3,666,021	3,858,828
Deferred tax liabilities		14,965,778	15,003,567	-	-
Other non-current liabilities		29,026	817,169	-	198,315
Total non-current liabilities		188,479,607	154,332,502	157,936,025	127,422,745
Total liabilities		319,533,117	267,249,658	248,420,891	203,758,196

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of financial position

Liabilities and equity <i>(Continued)</i>	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Equity					
Share capital					
Authorised share capital					
<i>(8,986 million ordinary shares, par value at Baht 1 per share)</i>		<u>8,986,296</u>	<u>8,986,296</u>	<u>8,986,296</u>	<u>8,986,296</u>
Issued and paid-up share capital					
<i>(8,983 million ordinary shares, par value at Baht 1 per share)</i>		8,983,101	8,983,101	8,983,101	8,983,101
Additional paid-in capital					
Premium on ordinary shares		1,684,317	1,684,317	1,684,317	1,684,317
Deficit from changes in ownership					
interests in subsidiaries		(1,442,733)	(1,442,733)	-	-
Retained earnings					
Appropriated					
Legal reserve		900,000	900,000	900,000	900,000
Unappropriated		61,243,678	65,853,269	44,847,597	48,682,028
Perpetual subordinated debentures	11	19,909,154	19,909,154	19,909,154	19,909,154
Other components of equity		<u>(4,689,415)</u>	<u>(2,148,250)</u>	<u>(1,603,646)</u>	<u>-</u>
Equity attributable to equity					
holders of the Company		86,588,102	93,738,858	74,720,523	80,158,600
Non-controlling interests		<u>14,630,310</u>	<u>14,628,938</u>	<u>-</u>	<u>-</u>
Total equity		<u>101,218,412</u>	<u>108,367,796</u>	<u>74,720,523</u>	<u>80,158,600</u>
Total liabilities and equity		<u>420,751,529</u>	<u>375,617,454</u>	<u>323,141,414</u>	<u>283,916,796</u>

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		For the three-month		For the three-month	
		period ended 30 June		period ended 30 June	
<i>Note</i>		2020	2019	2020	2019
		<i>(in thousand Baht)</i>			
Revenues	5				
Revenue from sale of goods and rendering of services		123,101,061	138,245,618	70,359,288	84,750,890
Interest income		38,128	74,241	80,235	120,208
Dividend income		76	62	4,165,804	4,105,129
Net foreign exchange gain		-	58,902	-	-
Other income		4,888,055	4,796,823	5,016,425	4,886,556
Total revenues		128,027,320	143,175,646	79,621,752	93,862,783
Expenses	5				
Cost of sale of goods and rendering of services		96,659,238	107,180,802	50,945,066	60,877,533
Distribution costs		22,042,799	23,719,776	18,712,150	20,068,755
Administrative expenses		3,969,995	4,978,941	2,727,614	3,618,630
Net foreign exchange loss		2,482	-	30	24
Total expenses		122,674,514	135,879,519	72,384,860	84,564,942
Profit from operating activities		5,352,806	7,296,127	7,236,892	9,297,841
Finance costs	5	1,976,254	1,683,829	1,785,195	1,582,727
Share of loss of associate accounted for using equity method	7	235	-	-	-
Profit before income tax expense (income)		3,376,317	5,612,298	5,451,697	7,715,114
Income tax expense (income)	14	433,981	761,854	(32,410)	404,687
Profit for the period		2,942,336	4,850,444	5,484,107	7,310,427
Profit attributable to:					
Equity holders of the Company		2,887,028	4,794,614	5,484,107	7,310,427
Non-controlling interests		55,308	55,830	-	-
Profit for the period		2,942,336	4,850,444	5,484,107	7,310,427
Basic earnings per share (in Baht)	15	0.29	0.51	0.58	0.79

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CP ALL Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month		For the three-month	
	period ended 30 June		period ended 30 June	
<i>Note</i>	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Profit for the period	2,942,336	4,850,444	5,484,107	7,310,427
Other comprehensive income				
<i>Items that will be reclassified</i>				
<i>subsequently to profit or loss</i>				
Exchange differences on translating				
financial statements	(664,096)	(551,817)	-	-
Loss on cash flow hedges	(2,004,557)	-	(2,004,557)	-
Share of other comprehensive income				
of associate accounted for using				
equity method	7 (1,001,765)	-	-	-
Income tax relating to components				
of other comprehensive income				
on loss on cash flow hedges	400,911	-	400,911	-
Other comprehensive income				
for the period	(3,269,507)	(551,817)	(1,603,646)	-
Total comprehensive income				
for the period	(327,171)	4,298,627	3,880,461	7,310,427
Total comprehensive income				
attributable to:				
Equity holders of the Company	(337,144)	4,263,330	3,880,461	7,310,427
Non-controlling interests	9,973	35,297	-	-
Total comprehensive income				
for the period	(327,171)	4,298,627	3,880,461	7,310,427

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CP ALL Public Company Limited and its Subsidiaries
Statement of income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		For the six-month		For the six-month	
		period ended 30 June		period ended 30 June	
<i>Note</i>		2020	2019	2020	2019
		<i>(in thousand Baht)</i>			
Revenues	5				
Revenue from sale of goods and rendering of services		264,071,573	272,334,415	153,214,137	165,493,431
Interest income		80,507	186,614	171,443	280,736
Dividend income		150	125	4,361,801	4,205,128
Net foreign exchange gain		53,508	56,890	-	-
Other income		9,675,066	9,262,433	9,926,049	9,398,975
Total revenues		273,880,804	281,840,477	167,673,430	179,378,270
Expenses	5				
Cost of sale of goods and rendering of services		206,447,965	211,338,959	110,566,150	119,094,606
Distribution costs		44,921,714	45,411,738	38,154,398	38,374,685
Administrative expenses		8,397,925	8,964,080	5,652,790	6,249,719
Net foreign exchange loss		-	-	45	39
Total expenses		259,767,604	265,714,777	154,373,383	163,719,049
Profit from operating activities		14,113,200	16,125,700	13,300,047	15,659,221
Finance costs	5	3,856,838	3,432,935	3,500,816	3,230,182
Share of loss of associate accounted for using equity method	7	235	-	-	-
Profit before income tax expense		10,256,127	12,692,765	9,799,231	12,429,039
Income tax expense	14	1,566,233	1,993,599	469,889	1,092,513
Profit for the period		8,689,894	10,699,166	9,329,342	11,336,526
Profit attributable to:					
Equity holders of the Company		8,532,138	10,563,799	9,329,342	11,336,526
Non-controlling interests		157,756	135,367	-	-
Profit for the period		8,689,894	10,699,166	9,329,342	11,336,526
Basic earnings per share (in Baht)	15	0.89	1.12	0.98	1.21

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CP ALL Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month		For the six-month	
	period ended 30 June		period ended 30 June	
<i>Note</i>	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Profit for the period	8,689,894	10,699,166	9,329,342	11,336,526
Other comprehensive income				
<i>Items that will be reclassified</i>				
<i>subsequently to profit or loss</i>				
Exchange differences on translating financial statements	75,162	(488,233)	-	-
Loss on cash flow hedges	(2,004,557)	-	(2,004,557)	-
Share of other comprehensive income of associate accounted for using equity method	7 (1,001,765)	-	-	-
Income tax relating to components of other comprehensive income on loss on cash flow hedges	400,911	-	400,911	-
Other comprehensive income for the period	(2,530,249)	(488,233)	(1,603,646)	-
Total comprehensive income for the period	6,159,645	10,210,933	7,725,696	11,336,526
Total comprehensive income attributable to:				
Equity holders of the Company	5,990,973	10,091,250	7,725,696	11,336,526
Non-controlling interests	168,672	119,683	-	-
Total comprehensive income for the period	6,159,645	10,210,933	7,725,696	11,336,526

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

Consolidated financial statements												
		Retained earnings			Other components of equity							
Note	Issued and paid-up share capital	Premium on ordinary shares	Deficit from changes in ownership interests in subsidiaries	Legal reserve	Unappropriated	Perpetual subordinated debentures	Exchange differences on translating financial statements (in thousand Baht)	Loss on cash flow hedges	Share of other comprehensive income of associate accounted for using equity method	Equity attributable to equity holders of the Company	Non-controlling interests	Total equity
3	-	-	-	900,000	65,853,269	19,909,154	(2,148,250)	-	-	93,738,858	14,628,938	108,367,796
	8,983,101	1,684,317	(1,442,733)	900,000	(1,411,482)	-	-	-	-	(1,411,482)	13,456	(1,398,026)
	8,983,101	1,684,317	(1,442,733)	900,000	64,441,787	19,909,154	(2,148,250)	-	-	92,327,376	14,642,394	106,969,770
Balance at 1 January 2020												
Transactions with equity holders, recorded directly in equity												
Distributions to equity holders												
Dividends												
16	-	-	-	-	(11,228,877)	-	-	-	-	(11,228,877)	(185,979)	(11,414,856)
	-	-	-	-	(11,228,877)	-	-	-	-	(11,228,877)	(185,979)	(11,414,856)
Total distributions to equity holders												
Changes in ownership interests in subsidiaries												
Changes in ownership interest in subsidiary without a change in control												
Total changes in ownership interests in subsidiaries												
	-	-	-	-	-	-	-	-	-	-	5,223	5,223
Total transactions with equity holders, recorded directly in equity												
	-	-	-	-	-	-	-	-	-	-	5,223	5,223
Comprehensive income for the period												
	-	-	-	-	(11,228,877)	-	-	-	-	(11,228,877)	(180,756)	(11,409,633)
Profit												
	-	-	-	-	8,532,138	-	-	-	-	8,532,138	157,756	8,689,894
Other comprehensive income												
	-	-	-	-	-	-	64,246	(1,603,646)	(1,001,765)	(2,541,165)	10,916	(2,530,249)
Total comprehensive income for the period												
	-	-	-	-	8,532,138	-	64,246	(1,603,646)	(1,001,765)	5,990,973	168,672	6,159,645
Interest payment on perpetual subordinated debentures												
11	-	-	-	-	(501,370)	-	-	-	-	(501,370)	-	(501,370)
	8,983,101	1,684,317	(1,442,733)	900,000	61,243,678	19,909,154	(2,084,004)	(1,603,646)	(1,001,765)	86,588,102	14,630,310	101,218,412
Balance at 30 June 2020												

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

		Consolidated financial statements						
Note		Retained earnings			Other component of equity			
		Issued and paid-up share capital	Premium on ordinary shares	Deficit from changes in ownership interests in subsidiaries	Legal reserve	Unappropriated debentures (in thousand Baht)	Perpetual subordinated debentures	Exchange differences on translating financial statements
							Equity attributable to equity holders of the Company	Non-controlling interests
								Total equity
	For the six-month period ended 30 June 2019							
	Balance at 1 January 2019	8,983,101	1,684,317	(1,061,148)	900,000	55,731,138	19,909,154	(1,315,759)
	Transactions with equity holders, recorded directly in equity							
	<i>Distributions to equity holders</i>							
16	Dividends	-	-	-	-	(10,779,722)	-	(185,980)
	<i>Total distributions to equity holders</i>							
	<i>Changes in ownership interests in subsidiaries</i>							
6	Called for paid-up share capital from subsidiaries	-	-	-	-	-	-	47,850
	Changes in ownership interest in subsidiary without a change in control	-	-	(381,585)	-	-	-	(406,466)
	<i>Total changes in ownership interests in subsidiaries</i>							
	Total transactions with equity holders, recorded directly in equity	-	-	(381,585)	-	-	-	(358,616)
	Comprehensive income for the period	-	-	(381,585)	-	(10,779,722)	-	(544,596)
	Profit	-	-	-	-	10,563,799	-	10,563,799
	Other comprehensive income	-	-	-	-	-	-	(15,684)
	Total comprehensive income for the period	-	-	-	-	10,563,799	-	119,683
	Interest payment on perpetual subordinated debentures	-	-	-	-	(500,000)	-	(500,000)
11	Balance at 30 June 2019	8,983,101	1,684,317	(1,442,733)	900,000	55,015,215	19,909,154	14,562,969
								97,823,715

The accompanying condensed notes form an integral part of the interim financial statements.

Separate financial statements

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Note	Separate financial statements					Total equity
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings			
				Legal reserve	Unappropriated reserve	Perpetual subordinated debentures	
(in thousand Baht)							
For the six-month period ended 30 June 2019							
Balance at 1 January 2019		8,983,101	1,684,317	900,000	40,543,716	19,909,154	72,020,288
Transactions with equity holders, recorded directly in equity							
Distributions to equity holders							
Dividends	16	-	-	-	(10,779,722)	-	(10,779,722)
Total transactions with equity holders, recorded directly in equity		-	-	-	(10,779,722)	-	(10,779,722)
Comprehensive income for the period							
Profit		-	-	-	11,336,526	-	11,336,526
Total comprehensive income for the period		-	-	-	11,336,526	-	11,336,526
Interest payment on perpetual subordinated debentures							
Balance at 30 June 2019	11	8,983,101	1,684,317	900,000	(500,000)	19,909,154	72,077,092
							(500,000)

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		For the six-month		For the six-month	
		period ended 30 June		period ended 30 June	
Note		2020	2019	2020	2019
		(in thousand Baht)			
Cash flows from operating activities					
Profit for the period		8,689,894	10,699,166	9,329,342	11,336,526
<i>Adjustments to reconcile profit to cash receipts</i>					
Depreciation of property, plant and equipment	8	5,351,911	4,911,475	3,277,666	2,919,822
Depreciation of right-of-use assets	9	4,354,823	-	3,759,874	-
Amortisation of leasehold rights		-	149,906	-	52,645
Amortisation of intangible assets other than goodwill		404,652	340,182	136,256	117,512
Interest income		(80,507)	(186,614)	(171,443)	(280,736)
Dividend income		(150)	(125)	(4,361,801)	(4,205,128)
Finance costs		3,856,838	3,432,935	3,500,816	3,230,182
Income tax expense		1,566,233	1,993,599	469,889	1,092,513
Provisions for employee benefits		205,538	989,731	107,400	574,402
Losses (reversal of allowance for losses) on decline in value of inventories		66,093	15,296	(20,411)	(31,166)
(Reversal of) impairment for losses on property, plant and equipment		(3,542)	1,442	-	-
Impairment for losses on trade accounts receivable and other receivables					
(2019: Bad and doubtful debts expenses)		44,594	9,816	-	-
Unrealised loss (gain) on exchange		26,864	(4,304)	-	-
Share of loss of associate accounted for using equity method	7	235	-	-	-
Loss on disposal and write-off of property, plant and equipment		73,973	50,489	59,030	49,673
Gain on disposal and write-off of right-of-use assets		(56,081)	-	(58,484)	-
Gain on disposal of leasehold rights		-	(5,668)	-	(5,668)
Loss on write-off of intangible assets other than goodwill		4	90	-	39
Differences on a granted concession	4	5,497	-	5,497	-
		24,506,869	22,397,416	16,033,631	14,850,616
Changes in operating assets and liabilities					
Trade accounts receivable		342,548	600,371	(130,241)	35,184
Other receivables		(36,149)	871,678	327,185	496,580
Inventories		2,612,017	1,598,237	189,824	250,272
Other current assets		62,055	(109,766)	64,054	64,112
Other non-current assets		824,906	(60,853)	(501,308)	(28,456)

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Statement of cash flows (continued) (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month		For the six-month	
	period ended 30 June		period ended 30 June	
<i>Note</i>	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Trade accounts payable	(14,859,052)	(5,405,073)	(7,186,987)	(1,272,633)
Other payables	(2,498,532)	(1,377,265)	(3,981,973)	(2,195,047)
Contract liabilities	169,013	-	-	-
Other current liabilities	140,249	65,424	102,388	34,040
Provisions for employee benefits paid	(22,945)	(12,566)	(5,380)	-
Transferred in (out) of provisions for employee benefits	-	752	(2,142)	10,069
Accrued guarantee deposits	(225,394)	117,553	(192,807)	126,357
Other non-current liabilities	1,209	92,400	-	31,690
Net cash generated from operating	11,016,794	18,778,308	4,716,244	12,402,784
Income tax paid	(1,665,382)	(2,013,313)	(620,898)	(801,945)
Net cash from operating activities	9,351,412	16,764,995	4,095,346	11,600,839
<i>Cash flows from investing activities</i>				
Interest received	87,421	182,191	176,356	301,187
Dividends received	150	125	4,361,801	4,205,128
Acquisition of current investments	-	(720,780)	-	-
Proceeds from sale of current investments	432,443	1,477,914	-	-
Cash outflow on short-term loans to subsidiaries	5	-	(83,000)	(1,005,500)
Proceeds from repayment of short-term loans to subsidiaries	5	-	333,000	850,000
Cash outflow on investments in subsidiaries	6	-	(1,107,965)	(1,128,780)
Cash outflow on investment in associate	7	(252,000)	(252,000)	-
Acquisition of property, plant and equipment	17	(8,341,863)	(5,853,779)	(5,014,163)
Proceeds from sale of property, plant and equipment		29,462	21,877	120,416
Acquisition of right-of-use assets		(393,338)	(327,179)	-
Proceeds from sale of right-of-use assets		5,941	5,941	-
Acquisition of leasehold rights		-	(143,281)	(53,836)
Proceeds from sale of leasehold rights		-	6,304	6,304
Acquisition of intangible assets other than goodwill	17	(396,529)	(253,004)	(223,862)
Net cash used in investing activities		(8,828,313)	(2,977,952)	(1,943,106)

The accompanying condensed notes form an integral part of the interim financial statements.

Statement of cash flows (continued) (Unaudited)

The accompanying condensed notes form an integral part of the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2020 (Unaudited)

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3	Changes in accounting policies
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These condensed notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language interim financial statements have been prepared from the Thai language interim financial statements, and were approved and authorised for issue by the Board of Directors on 11 August 2020.

1 General information

CP ALL Public Company Limited, the “Company”, is incorporated in Thailand and was listed on the Stock Exchange of Thailand on 14 October 2003. The company has its registered office at 313 C.P. Tower, 24th Floor, Silom Road, Kwang Silom, Khet Bangrak, Bangkok 10500, Thailand.

The major shareholder of the Company and its subsidiaries (together referred to as the “Group”) during the financial period was Charoen Pokphand Group of companies.

The principal businesses of the Group are operating convenience stores, cash and carry, payment centers and the related supporting services.

The Company operates convenience stores under the “7-Eleven” trademark and franchises to other retailers in the territory of Thailand. The number of 7-Eleven convenience stores as at 30 June 2020 was 12,089 stores (*31 December 2019: 11,712 stores*).

	30 June 2020	31 December 2019
	<i>(number of stores)</i>	
The Company owns and manages convenience stores	5,456	5,215
The Company franchises the license to other retailers		
- under management agreements	5,818	5,687
- under sub-license agreements	815	810
Total	12,089	11,712

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are presented in the same format as the annual financial statements and prepared its notes to the interim financial statements on a condensed basis in accordance with Thai Accounting Standard (“TAS”) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2019.

The Group has initially applied TFRS - Financial instruments standards and TFRS 16 *Leases* which disclosed impact from changes to significant accounting policies in condensed note 3 to the interim financial statements.

CP ALL Public Company Limited and its Subsidiaries
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(b) Use of judgements, estimates and accounting policies

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2019, except for the new significant judgements and key sources of estimation uncertainty related to the application of new TFRS and the COVID-19 pandemic as described in condensed notes 3 and 4 to the interim financial statements, respectively.

3 Changes in accounting policies

From 1 January 2020, the Group has initially applied TFRS - Financial instruments standards and TFRS 16. Impact of changes in accounting policies on shareholders' equity are as follows:

	<i>Note</i>	Consolidated financial statements		Separate financial statements
		Retained earnings	Non-controlling interests (in million Baht)	Retained earnings
At 31 December 2019 - as previously reported		65,853	14,629	48,682
<i>Increase (decrease) due to:</i>				
Adoption of TFRS - Financial instruments standards				
Classification of financial instruments	A(1)	6	-	6
Impairment losses on financial assets	A(2)	-	-	-
Adoption of TFRS 16 - net of tax	B	(1,417)	13	(1,439)
At 1 January 2020 – restated		64,442	14,642	47,249

A. TFRS - Financial instruments standards

The Group has adopted TFRS - Financial instruments standards by adjusting the cumulative effects to retained earnings on 1 January 2020. Therefore, the Group did not adjust the information presented for 2019.

These TFRS - Financial instruments standards establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. The impact from adoption of TFRS - Financial instruments standards are as follows:

(1) Classification and measurement of financial assets and financial liabilities

TFRS 9 contains 3 principal classification categories for financial assets: measured at amortised cost, fair value through other comprehensive income ("FVOCI") and fair value through profit or loss ("FVTPL"). The classification under TFRS 9 is based on the cash flow characteristics of the financial asset and the business model in which they are managed. TFRS 9 eliminates the previous classification of held-to-maturity debt securities, available-for-sale securities, trading securities and general investment as specified by TAS 105.

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Under TFRS 9, interest income and interest expenses recognised from all financial assets and financial liabilities measured at amortised cost shall be calculated using effective interest rate method. Previously, the Group recognised interest income and interest expenses at the rate specified in the contract.

Under TFRS 9, derivatives are measured at FVTPL. Where the Group applies a hedge accounting, which is appropriate based upon the specific criteria in accordance with the requirements of TFRS, the impact of recording the derivatives is offset to the extent that the hedging relationship is effective, the portion of the gain or loss on the cash flow hedging instrument that is determined to be an effective hedge shall be recognised within other comprehensive income by presenting in a separate item and is reclassified to profit or loss when hedged items affects profit or loss. The gain or loss relating to the ineffective portion is recognised immediately in profit or loss. Previously, the Group recognised gain or loss on remeasurement of the derivatives depending on the nature of the item being hedged.

The following table shows measurement categories under previous standards and TFRS 9, including reconciliation of the carrying amounts of each class of the Group's financial assets and financial liabilities as at 1 January 2020.

Consolidated financial statements				
Classification under previous standards at 31 December 2019		Classification under TFRS 9 at 1 January 2020		
	Carrying amounts	Fair value through profit or loss (in million Baht)	Fair value through other comprehensive income	Amortised cost - net
Cash and cash equivalents	29,861	-	-	29,861
Current investments	659	-	-	659
Trade accounts receivable	1,718	-	-	1,718
Other current receivables*	7,729	-	-	7,502
Investment in related company	34	-	34	-
Other long-term investments	2	-	2	-
Other non-current receivables*	1,576	-	-	161
Total	41,579	-	36	39,901
Short-term borrowings from financial institutions	3,327	-	-	3,327
Trade accounts payable	78,550	-	-	78,550
Other payables	15,170	-	-	15,170
Contract liabilities	794	-	-	794
Short-term borrowings from other parties	14	-	-	14
Debentures	132,884	-	-	132,793
Long-term borrowings from financial institutions	8,838	-	-	8,838
Accrued guarantee deposits	3,926	-	-	3,926
Total	243,503	-	-	243,412

**At 31 December 2019, the outstanding balance of prepaid rental and service fees under the terms of lease and service agreements which were recorded in the accounts "other current receivables" and "other non-current receivables", totaling Baht 142 million and Baht 1,415 million, respectively, have been reclassified to the new account "right-of-use assets" under TFRS 16 at 1 January 2020.*

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Separate financial statements				
Classification under previous standards at 31 December 2019		Classification under TFRS 9 at 1 January 2020		
	Carrying amounts	Fair value through profit or loss (in million Baht)	Fair value through other comprehensive income	Amortised cost - net
Cash and cash equivalents	17,895	-	-	17,895
Trade accounts receivable	116	-	-	116
Other current receivables**	5,174	-	-	5,059
Short-term loans to subsidiaries	6,117	-	-	6,117
Investment in related company	34	-	34	-
Other non-current receivables**	1,086	-	-	-
Total	30,422	-	34	29,187
Short-term borrowings from financial institutions	2,500	-	-	2,500
Trade accounts payable	41,332	-	-	41,332
Other payables	18,497	-	-	18,497
Short-term borrowings from Subsidiary	700	-	-	700
Debentures	132,884	-	-	132,793
Accrued guarantee deposits	3,859	-	-	3,859
Total	199,772	-	-	199,681

***At 31 December 2019, the outstanding balance of prepaid rental and service fees under the terms of lease and service agreements which were recorded in the accounts "other current receivables" and "other non-current receivables", totaling Baht 30 million and Baht 1,086 million, respectively, have been reclassified to the new account "right-of-use assets" under TFRS 16 at 1 January 2020.*

The Group and Company intends to hold non-marketable equity securities amounted of Baht 36 million and Baht 34 million, respectively, for the long-term strategic purposes. The Group has designated them as measured at FVOCI. The accumulated gain (loss) on measurement of these investments will not be reclassified to profit or loss.

Impact from the classification of financial instruments	Consolidated financial statements (in million Baht)	Separate financial statements
At 1 January 2020		
Decrease in other current receivables	(85)	(85)
Decrease in debentures	91	91
Increase in retained earnings	(6)	(6)

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(2) Impairment - Financial assets

TFRS 9 introduces forward-looking ‘expected credit loss’ (“ECL”) model whereas previously the Group estimates allowance for doubtful account by analysing payment histories and future expectation of customer payment. TFRS 9 requires considerable judgement about how changes in economic factors affect ECLs, which will be determined on a probability-weighted basis. The new impairment model applies to financial assets measured at amortised cost, contract assets and debt investments measured at FVOCI, lease receivables, except for investments in equity instruments.

The Group considered that there was no material impact from the application of TFRS 9’s impairment requirements at 1 January 2020.

B. TFRS 16 Leases

From 1 January 2020, the Group has initially adopted TFRS 16 on contracts previously identified as leases according to TAS 17 *Leases* and TFRIC 4 *Determining whether an arrangement contains a lease* using the modified retrospective approach.

Previously, the Group, as a lessee, recognised payments made under operating leases and relevant lease incentives in profit or loss on a straight-line basis over the term of the lease. Under TFRS 16, the Group assesses whether a contract is, or contains, a lease. If a contract contains lease and non-lease components, the Group allocates the consideration in the contract based on stand-alone selling price. As at 1 January 2020, the Group recognised right-of-use assets and lease liabilities, as a result, the nature of expenses related to those leases was changed because the Group recognised depreciation of right-of-use assets and interest expense on lease liabilities.

On transition, the Group also elected to use the following practical expedients:

- do not recognise right-of-use assets and lease liabilities for leases with less than 12 months of lease term;
- do not recognise right-of-use assets and lease liabilities for leases of low-value assets;
- use hindsight when determining the lease term; and
- apply a single discount rate to a portfolio of leases with similar characteristics.

	Consolidated financial statements	Separate financial statements
	<i>(in million Baht)</i>	
<i>Impact from the adoption of TFRS 16</i>		
<i>At 1 January 2020</i>		
Decrease in other current receivables	(142)	(30)
Decrease in other current assets	(141)	(21)
Decrease in other non-current receivables	(1,415)	(1,086)
Decrease in property, plant and equipment	(521)	-
Increase in right-of-use assets	50,463	38,669
Decrease in leasehold rights	(3,917)	(361)
Increase in deferred tax assets	391	391
Decrease in other payables	16	-
Decrease in current portion of finance lease liabilities	92	-
Increase in lease liabilities	(47,568)	(39,199)
Decrease in finance lease liabilities	549	-
Decrease in other non-current liabilities	789	198
Decrease in retained earnings	1,417	1,439
Increase in non-controlling interests	(13)	-

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<i>Measurement of lease liability</i>	Consolidated financial statements <i>(in million Baht)</i>	Separate financial statements
Operating lease commitment as disclosed at 31 December 2019	57,027	42,768
Recognition exemption for short-term leases	(589)	(582)
Recognition exemption for leases of low-value assets	(26)	(23)
Extension and termination options reasonably certain to be exercised	52	-
Leases considered as service contracts	(90)	-
Additional leases considered as lease contracts	272	87
Impact from commitment recorded on a straight-line basis	607	-
	57,253	42,250
Present value of remaining lease payments, discounted using the incremental borrowing rate at 1 January 2020	46,933	39,199
Finance lease liabilities recognised as at 31 December 2019	641	-
Exchange differences on translating financial statements	(6)	-
Lease liabilities recognised at 1 January 2020	47,568	39,199
Weighted-average incremental borrowing rate (% per annum)	2.9	2.2

Right-of-use assets and lease liabilities shown above were presented as part of convenience stores, cash and carry and other segments, respectively.

4 Impact of COVID-19 pandemic

Due to the COVID-19 pandemic at the beginning of the year 2020, Thailand and many other countries have enacted several protective measures against the pandemic, e.g. the order to temporarily shut down operating facilities or reduce operating hours, social distancing, etc. This has significantly affected world economy, production, supply chain of goods and business operation of many entities in wide areas. The management is closely monitoring the situation to ensure the safety of the Group's staff and to manage the negative impact on the business as much as possible.

At 30 June 2020, the situation of COVID-19 pandemic is still ongoing, resulting in estimation uncertainty on the potential impact, therefore, the Group elected to apply accounting guidance on temporary accounting relief measures for additional accounting options in response to impact from the situation of COVID-19 pandemic on the following:

(a) Impairment of assets

The Group considered impairment of trade accounts receivable and other current receivables under simplified approach using historical loss rate and did not take forward-looking information into account.

The Group elected to exclude the COVID-19 situation as impairment indicator for property, plant and equipment, investment properties and intangible assets, and elected to exclude the COVID-19 situation, which may affect future financial forecasts, from the impairment testing factors of goodwill and other intangible assets with an indefinite useful life.

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(b) Lease modifications

The Company was granted a rent concession starting from April 2020 as a result of the COVID-19 situation. The Company has monthly deducted lease liabilities in proportion to the reduced rental, reversed depreciation of right-of-use assets and interest on lease liabilities in proportion to the reduced rental, and recognised the differences on a granted rent concession in statement of income for the three-month and six-month periods ended 30 June 2020, amounting to Baht 5 million and Baht 5 million, respectively, in the interim financial statements.

(c) Fair value measurement

The Group elected to measure investment in non-marketable equity securities at 30 June 2020 using fair values at 1 January 2020.

5 Related parties

Relationships with subsidiaries and associate are described in condensed notes 6 and 7 to the interim financial statements, respectively. Relationships with key management and other related parties, as well as, pricing policies for particular types of transactions with related parties have no material changes during the three-month and six-month periods ended 30 June 2020.

Significant transactions for the three-month and six-month periods ended 30 June 2020 and 2019 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
<i>For the three-month period ended 30 June</i>	2020	2019	2020	2019
	<i>(in million Baht)</i>			
<i>Subsidiaries</i>				
Revenue from sale of goods and rendering of services	-	-	262	166
Interest income	-	-	70	69
Dividend income	-	-	4,166	4,105
Other income	-	-	398	396
Distribution costs	-	-	400	408
Administrative expenses	-	-	532	765
Finance costs	-	-	11	2
Purchases of goods and services	-	-	6,369	6,962
Purchases of property, plant and equipment and intangible assets other than goodwill	-	-	978	903
<i>Other related companies</i>				
Revenue from sale of goods and rendering of services	341	352	92	105
Other income	473	305	453	299
Distribution costs	51	30	-	-
Administrative expenses	276	237	185	176
Finance costs	1	-	-	-
Purchases of goods and services	14,308	13,138	9,621	8,770
Purchases of property, plant and equipment and intangible assets other than goodwill	7	5	-	-

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	Consolidated financial statements		Separate financial statements	
<i>For the three-month period ended 30 June</i>	2020	2019	2020	2019
	<i>(in million Baht)</i>			
<i>Key management personnel</i>				
Key management benefit expenses				
Short-term employee benefits	174	298	114	215
Severance pay for employees	3	2	1	-
Total key management benefit expenses	177	300	115	215
	Consolidated financial statements		Separate financial statements	
<i>For the six-month period ended 30 June</i>	2020	2019	2020	2019
	<i>(in million Baht)</i>			
<i>Subsidiaries</i>				
Revenue from sale of goods and rendering of services	-	-	464	344
Interest income	-	-	142	149
Dividend income	-	-	4,362	4,205
Other income	-	-	790	756
Distribution costs	-	-	910	783
Administrative expenses	-	-	996	1,224
Finance costs	-	-	21	2
Purchases of goods and services	-	-	13,214	13,404
Purchases of property, plant and equipment and intangible assets other than goodwill	-	-	1,761	1,623
<i>Other related companies</i>				
Revenue from sale of goods and rendering of services	826	748	189	220
Other income	1,033	802	1,008	789
Distribution costs	86	58	-	-
Administrative expenses	518	448	374	340
Finance costs	3	-	-	-
Purchases of goods and services	29,289	25,874	19,773	17,845
Purchases of property, plant and equipment and intangible assets other than goodwill	9	9	-	-
<i>Key management personnel</i>				
Key management benefit expenses				
Short-term employee benefits	342	463	229	327
Severance pay for employees	6	5	2	1
Total key management benefit expenses	348	468	231	328

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Balances as at 30 June 2020 and 31 December 2019 with related parties were as follows:

Trade accounts receivable	Consolidated financial statements		Separate financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
Related companies	194	232	-	-
Less allowance for impairment (2019: allowance for doubtful accounts)	-	-	-	-
Net	194	232	-	-

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in million Baht)</i>			
Impairment losses (2019: Bad and doubtful debts) for the				
- three-month period ended 30 June	-	(1)	-	-
- six-month period ended 30 June	-	-	-	-

Other receivables	Consolidated financial statements		Separate financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
Current				
Subsidiaries	-	-	1,022	795
Other related companies	813	839	681	703
Total	813	839	1,703	1,498
Non-current				
Subsidiary	-	-	-	74
Total	-	-	-	74

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in million Baht)</i>			
Impairment losses (2019: Bad and doubtful debts) for the				
- three-month period ended 30 June	-	-	-	-
- six-month period ended 30 June	-	-	-	-

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Short-term loans to subsidiaries

Movements during the six-month period ended 30 June 2020 were as follows:

	Interest rate		Separate financial statements			
	31 December 2019 (% per annum)	30 June 2020	31 December 2019	Increases	Decreases	30 June 2020
Subsidiaries	4.75	4.75	6,117	83	(333)	5,867
Total			6,117			5,867

As at 30 June 2020 the outstanding balance of short-term loans to the subsidiaries was unsecured and at call.

Investment in related company

	Consolidated financial statements		Separate financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
True GS Co., Ltd.	34	34	34	34
Total	34	34	34	34

All investment in related company of the Company as at 30 June 2020 and 31 December 2019 was denominated entirely in Thai Baht.

Other non-current assets

	Consolidated financial statements		Separate financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
Subsidiaries	-	-	259	341
Total	-	-	259	341

Trade accounts payable

	Consolidated financial statements		Separate financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
Subsidiaries	-	-	2,406	2,578
Other related companies	5,753	8,059	3,020	4,524
Total	5,753	8,059	5,426	7,102

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<i>Other payables</i>	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
Subsidiaries	-	-	7,389	10,223
Other related companies	186	222	40	57
Total	186	222	7,429	10,280

Short-term borrowings from subsidiary

Movements during the six-month period ended 30 June 2020 were as follows:

	Interest rate		Separate financial statements			
	31 December 2019	30 June 2020	31 December 2019	Increase	Decrease	30 June 2020
	<i>(% per annum)</i>			<i>(in million Baht)</i>		
Subsidiary	4.50	4.50	700	300	-	1,000
Total			700			1,000

As at 30 June 2020 the outstanding balance of short-term borrowings from the subsidiary was unsecured and at call.

<i>Lease liabilities</i>	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
	<i>(in million Baht)</i>			
Other related companies	215	-	-	-
Total	215	-	-	-

Significant agreements with related parties

The Group had no new agreements with related parties during the six-month period ended 30 June 2020.

6 Investments in subsidiaries

Movements during the six-month periods ended 30 June 2020 and 2019 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
	<i>(in million Baht)</i>			
At 1 January	-	-	199,527	197,610
Increases	-	-	1,108	1,917
At 30 June	-	-	200,635	199,527
At 31 December		-		199,527

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Details of the increases in investments in subsidiaries during the six-month periods ended 30 June 2020 and 2019 were as follows:

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in million Baht)</i>			
Albuera International Limited	-	-	125	-
Lotus Distribution Investment Limited	-	-	983	1,129
Thai Smart Card Co., Ltd.	-	-	-	788
Total	-	-	1,108	1,917

Additional investment

Albuera International Limited

During the first quarter of 2020, a foreign subsidiary (Albuera International Limited) collected from the called for additional paid-up share capital of United States Dollars 3.99 million; from United States Dollar 1 to United States Dollars 4 million.

Lotus Distribution Investment Limited

During the second quarter of 2020, a foreign subsidiary (Lotus Distribution Investment Limited) collected from the called for additional paid-up share capital of United States Dollars 30 million; from United States Dollars 280 million to United States Dollars 310 million.

During the second quarter of 2019, a foreign subsidiary (Lotus Distribution Investment Limited) collected from the called for additional paid-up share capital of United States Dollars 36 million; from United States Dollars 244 million to United States Dollars 280 million.

Thai Smart Card Co., Ltd.

During the first quarter of 2019, the company acquired ordinary shares from shareholders totaling 30,745,600 shares equally to 19.21% of total issued and paid-up shares of a local subsidiary (Thai Smart Card Co., Ltd.) at the price of Baht 18 per share, totaling Baht 554 million in cash, increasing its ownership interest from 72.64% to 91.85%, and during the second quarter of 2019, the Company acquired ordinary shares from shareholders totaling 13,035,000 shares equally to 8.15% of total issued and paid-up shares of the subsidiary at the price of Baht 18 per shares, totaling Baht 234 million in cash, increasing its ownership interest from 91.85% to 100%. The Company subsequently disposed 2 shares to two minor shareholders equally to 0.01% of total issued and paid-up shares of the subsidiary, reducing its ownership interest from 100% to 99.99% The Group recognised a decrease in non-controlling interests of Baht 406 million and deficit from changes in ownership interest in subsidiary of Baht 382 million.

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Investments in subsidiaries as at 30 June 2020 and 31 December 2019, and dividend income for the six-month periods ended 30 June 2020 and 2019 were as follows:

Name of parties	Type of business	Country of operation	Separate financial statements						Dividend income for the six-month period ended
			Ownership interests		Paid-up capital		At cost		
					30 June 2020	31 December 2019	30 June 2020	31 December 2019	
			(in million Baht)						
Local direct subsidiaries									
Suksapiwat Co., Ltd.	Holding company	Thailand	99.99	99.99	810	810	810	810	-
CPRAM Co., Ltd.	Frozen food plant and bakery	Thailand	99.99	99.99	600	600	600	600	-
Counter Service Co., Ltd.	Bill payment services, e-commerce, distributor of all types of commercial cards and tickets and insurance broker	Thailand	99.99	99.99	100	100	91	91	1,100
									980
All Corporation Limited	Holding company	Thailand	99.99	99.99	50	50	50	50	-
24 Shopping Co., Ltd.	Distributor of catalog merchandises and e-commerce	Thailand	99.99	99.99	30	30	30	30	405
									375
CP Retailink Co., Ltd.	Distributor of equipment for retailing and software development	Thailand	99.99	99.99	20	20	20	20	-
									-

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Separate financial statement <i>(Continued)</i>										
Name of parties	Type of business	Country of operation	Ownership interests		Paid-up capital		At cost		Dividend income for the six-month period ended	
			30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019		
<i>(in million Baht)</i>										
Gosoft (Thailand) Co., Ltd.	Information system design and development services	Thailand	99.99	99.99	20	20	20	20	146	100
OHT Co., Ltd.	Holding company	Thailand	99.99	99.99	12	12	57,754	57,754	761	756
ALL Now Management Co., Ltd.	Logistics and distribution of merchandises services	Thailand	99.99	99.99	2	2	2	2	100	100
All Training Co., Ltd.	Training center	Thailand	99.99	99.99	1	1	1	1	50	100
ALL Wellness Co., Ltd.	Digital innovation healthcare services and consultation by medical specialists	Thailand	99.99	99.99	1	1	1	1	-	-
MAM Heart Co., Ltd.	Marketing activities planning services	Thailand	99.99	99.99	1	1	1	1	15	5
Panyatara Co., Ltd.	Training center	Thailand	99.99	99.99	1	1	1	1	30	40
Thai Smart Card Co., Ltd.	Smart purse card services	Thailand	99.99	99.99	1,600	1,600	1,939	1,939	-	-
Siam Makro Holding (Thailand) Ltd.	Holding company	Thailand	49.00	49.00	1,066	1,066	55,490	55,490	731	726
Siam Makro Public Company Limited	Cash and carry	Thailand	38.07	38.07	2,400	2,400	73,203	73,203	1,024	1,023
Total							190,013	190,013	4,362	4,205

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Separate financial statements (Continued)											
Name of parties	Type of business	Country of operation	Ownership interests		Paid-up capital		At cost		Dividend income for the six-month period ended		
			30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	30 June 2019	
			(%)		(in million United States Dollars)		(in million Baht)				
Foreign direct subsidiaries											
Lotus Distribution Investment Limited	Holding company	British Virgin Islands	100.00	100.00	310	280	10,497	9,514	-	-	-
Albuera International Limited	Holding company	British Virgin Islands	100.00	100.00	4	.*	125	.*	-	-	-
Total							10,622	9,514	-	-	-
Grand total							200,635	199,527	4,362	4,362	4,205

* As at 31 December 2019 Albuera International Limited ("Albuera") had paid-up capital amounting to United States Dollar 1 and the Company invested in Albuera amounting to United States Dollar 1.

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Details of the Company's indirect subsidiaries as at 30 June 2020 and 31 December 2019 only those with changes during the six-month period ended 30 June 2020 were as follows:

Name of parties	Type of business	Country of operation	Ownership interests	
			30 June 2020	31 December 2019
			(%)	
<i>Local indirect subsidiary (investment through All Corporation Co., Ltd.)</i>				
ALL CONVENIENCE LOGISTIC CO., LTD.	Logistics and distribution of merchandises services	Cambodia	99.99	-
<i>Foreign indirect subsidiary (investment through Albuera International Limited)</i>				
CP ALL (CAMBODIA) CO., LTD.	Convenience stores	Cambodia	100.00	-

7 Investment in associate

Movements during the six-month periods ended 30 June 2020 and 2019 were as follows:

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	(in million Baht)			
At 1 January	-	-	-	-
Increases	252	-	252	-
Less loss relating to the investment accounted for using the equity method	(252)	-	-	-
At 30 June	-	-	252	-
At 31 December	-	-	-	-

Details of the increases in investment in associate during the six-month periods ended 30 June 2020 and 2019 were as follows:

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	(in million Baht)			
C.P. Retail Holding Company Limited	252	-	252	-
Total	252	-	252	-

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During the first quarter of 2020, the Company acquired 40% of total issued and paid-up ordinary shares of C.P. Retail Holding Company Limited (“CPRH”) which owned 99.99% in C.P. Retail Development Company Limited’s (the “buyer”) share capital. This investment is to acquire shares or economic interests of up to 40% of the total issued shares in Tesco Stores (Thailand) Limited holding 99.99% of the shares in Ek-Chai Distribution System Co., Ltd. which operates retail business under Tesco Lotus brand in Thailand and Tesco Stores (Malaysia) Sdn. Bhd. which operates retail business under Tesco brand in Malaysia (together referred to as the “Tesco Asia Group”). The value of the investment by the Company through CPRH in relation to the Tesco Asia Group investment transaction will be approximately United States Dollars 3,000 million (or equivalent to Baht 95,981 million). The buyer entered into a sale and purchase agreement dated 9 March 2020 with Tesco Holdings Limited and Tesco Holdings B.V. (together referred to as the “sellers”). Details and conditions with respect to the Tesco Asia Group investment transaction will be in accordance with the sale and purchase agreement, and subject to the satisfaction of the conditions precedent which are stipulated in the agreement. Management expects such conditions precedent to be completed within the second half of 2020.

CPRH is a special purpose vehicle and incorporated in Thailand on 6 March 2020 which had an initial authorised share capital of Baht 5 million and called for fully paid-up share capital. Subsequently on 25 March 2020, CPRH’s Board of Directors approved to increase the authorised share capital of Baht 2,500 million and to call for 25% of additional paid-up share capital of Baht 625 million. The registration of the increased authorised share capital and the additional paid-up share capital were completed in March 2020. The company invested 40% of the total paid-up share capital in CPRH, totaling Baht 252 million.

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Investment in associate as at 30 June 2020 and 31 December 2019, and dividend income for the six-month periods ended 30 June 2020 and 2019 were as follows:

Consolidated financial statements									
Type of business	Ownership interest		Paid-up capital		At cost		Equity		Dividend income for the six-month period ended
	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	
	(%)						<i>(in million Baht)</i>		
<i>Associate</i>									
C.P. Retail Holding Company Limited	40	-	630	-	252	-	-	-	-
Total					252	-	-	-	-

Separate financial statements									
Type of business	Ownership interest		Paid-up capital		At cost		Impairment		Dividend income for the six-month period ended
	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	
	(%)						<i>(in million Baht)</i>		
<i>Associate</i>									
C.P. Retail Holding Company Limited	40	-	630	-	252	-	252	-	-
Total					252	-	252	-	-

None of the Group's associate is publicly listed and consequently does not have published price quotations.

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The Group has not recognised loss relating to the investment accounted for using the equity method where its share of loss exceeds the carrying amount of the Group's investment, which the share of loss arises from unrealised loss on exchange rate from cash flow hedges in forward exchange contracts held for foreign exchange risk management purposes. As at 30 June 2020, the Group's cumulative share of unrecognised loss was Baht 252 million, of which Baht 0.23 million and Baht 0.23 million were its share of loss in the consolidated statement of income for the three-month and the six-month periods ended 30 June 2020, respectively, and Baht 1,002 million and Baht 1,002 million were its share of loss in the consolidated statement of comprehensive income for the three-month and the six-month periods ended 30 June 2020, respectively. The Group has obligation in respect of its loss amounting to Baht 750 million recorded in account "other current liabilities" in the interim consolidated financial statement.

8 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month period ended 30 June 2020 were as follows:

	Consolidated financial statements		Separate financial statements	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value <i>(in million Baht)</i>	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Land	48	-	47	-
Buildings, building and right-of-use improvements	2,948	65	1,431	55
Machinery and equipment	3,385	20	1,673	9
Furniture, fixtures and office equipment	984	12	1,196	11
Assets under construction and installation	4,311	4,184	2,377	1,598
Other	646	7	346	6
Total	12,322	4,288	7,070	1,679

Movements of property, plant and equipment during the six-month period ended 30 June 2020 were as follows:

	Consolidated financial statements	Separate financial statements
<i>Note</i>	<i>(in million Baht)</i>	
Net book value as at 31 December 2019 - as previously reported	116,082	35,096
Transfers to right-of-use assets	(521)	-
Net book value as at 1 January 2020	115,561	35,096
Additions	12,322	7,070
Disposals and write-off	(4,288)	(1,679)
Depreciation	(5,352)	(3,278)
Reversal of allowance for impairment losses on plant and equipment	4	-
Exchange differences on translating financial statements	110	-
Net book value as at 30 June 2020	118,357	37,209

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9 Right-of-use assets

Movements of right-of-use assets during the six-month period ended 30 June 2020 were as follows:

Consolidated financial statements							
		Land	Building	Machinery and equipment (in million Baht)	Furniture, Fixtures and office equipment	Vehicles	Total
	<i>Note</i>						
At 1 January 2020	3	18,179	31,122	927	46	189	50,463
Additions		2,138	4,538	369	10	35	7,090
Disposals		-	(742)	(2)	-	-	(744)
Depreciation*		(812)	(3,466)	(96)	(11)	(51)	(4,436)
Exchange differences on translating financial statements		37	(12)	-	-	-	25
At 30 June 2020		19,542	31,440	1,198	45	173	52,398

*The Company was granted a rent concession as a result of the COVID-19 situation. The Company has reversed depreciation of right-of-use assets in proportion to the reduced rental in the consolidated statement of income for the three-month and six-month periods ended 30 June 2020, amounting to Baht 81 million and Baht 81 million, respectively, in the interim financial statement.

Separate financial statements				
	<i>Note</i>	Land	Building (in million Baht)	Total
At 1 January 2020	3	10,481	28,188	38,669
Additions		2,017	4,438	6,455
Disposals		-	(742)	(742)
Depreciation**		(627)	(3,214)	(3,841)
At 30 June 2020		11,871	28,670	40,541

**The Company was granted a rent concession as a result of the COVID-19 situation. The Company has reversed depreciation of right-of-use assets in proportion to the reduced rental in the separate statement of income for the three-month and six-month periods ended 30 June 2020, amounting to Baht 81 million and Baht 81 million, respectively, in the interim financial statement.

10 Debentures

Movements during the six-month periods ended 30 June 2020 and 2019 were as follows:

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
		<i>(in million Baht)</i>			
Brought forward balance - as previously reported		132,884	140,878	132,884	140,878
Impact of changes in accounting policies	3	(91)	-	(91)	-
At 1 January		132,793	140,878	132,793	140,878
Increases, net of bond issuance cost		7,493	15,000	7,493	15,000
Decreases		(1,500)	(11,066)	(1,500)	(11,066)
Interest paid calculated using effective interest rate method		12	-	12	-
At 30 June		138,798	144,812	138,798	144,812
At 31 December			132,884		132,884

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Debentures 1/2020

On 13 May 2020 the Company issued Baht 7,500 million unsubordinated and unsecured debentures in registered name form, which had the objective to repayment of matured debentures and/or for working capital, divided into:

- Debentures term of 7 years of Baht 1,699 million, fully repayable on 13 May 2027 and bearing interest at the fixed rate of 2.90% per annum
- Debentures term of 10 years of Baht 2,169 million, fully repayable on 13 May 2030 and bearing interest at the fixed rate of 3.29% per annum
- Debentures term of 12 years of Baht 3,632 million, fully repayable on 13 May 2032 and bearing interest at the fixed rate of 3.59% per annum

These series of debentures have a credit rating of “AA-” latest updated by TRIS Ratings (Thailand) Limited on 21 July 2020 and were registered with the Thai Bond Market Association and the Stock Exchange of Thailand on 13 May 2020.

The Company must comply with the specific covenants such as to maintain net debt to equity ratio in the annual consolidated financial statements through the terms of debentures, and to pledge Siam Makro Public Company Limited shares, etc.

Siam Makro Public Company Limited shares as at 30 June 2020, which were pledged in accordance with the conditions stipulated in the bond issuance, totaled 1,765 million shares. The fair value of those shares totaled Baht 72,788 million.

11 Perpetual subordinated debentures

As at 30 June 2020 the Company had perpetual subordinated debentures (“Debentures”) of totaling Baht 19,909 million, net of issuance cost of Baht 91 million, which were recognised as a part of equity in the interim consolidated and separate financial statements for the six-month period ended 30 June 2020. The company has not deferred any interest payments to the perpetual subordinated debentures. Cumulative interest for the three-month and six-month periods ended 30 June 2020 which the debentures holders have the right to receive if the interest payment was announced amounting to Baht 250 million and Baht 499 million, respectively (*30 June 2019: Baht 249 million and Baht 496 million, respectively*). During the year of 2020 the Company paid interest expenses on perpetual subordinated debentures to the holders of Baht 501 million (*2019: Baht 500 million*).

As at 30 June 2020, the Company classified perpetual subordinated debentures as a part of equity in the consolidated and separate financial statements. TAS 32 *Financial instruments: Presentation*, which became effective for annual financial reporting periods beginning on or after 1 January 2020, explains the classification of perpetual debentures as financial liability. However, the Federation of Accounting Professions announced the Federation of Accounting Professions Announcement dated 3 December 2019 regarding *additional transition for classification of perpetual debentures* as an additional guideline during transition period, which the Company applied this announcement. If, as at 30 June 2020, the Company classified the perpetual subordinated debentures as financial liability, total liabilities and equity of the company would increase and decrease by Baht 19,909 million.

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12 Segment information and disaggregation of revenue

Revenue

The Group's main operations are derived from sale of goods from convenience stores and cash and carry, and rendering of services related to these operations.

Segment information

Management determined that the Group has 3 reportable segments which are the Group's strategic divisions for different products and services, and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments.

Segment 1: Convenience stores
Segment 2: Cash and carry
Segment 3: Other

Other segments include bill payment services, frozen food plant and bakery, and distributor of retailing equipment and educational institutions. None of these segments meets the quantitative thresholds for determining reportable segments.

The Group is managed and operates principally (more than 98%) in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

Each segment's performance is measured based on segment profit before income tax expense, as included in the internal management reports that are reviewed by the Group's Chief Operating Decision Maker. Segment profit before income tax expense is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

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Disaggregation of revenues, timing of revenue recognition and results, based on segments, in the interim consolidated financial statements for the three-month and six-month periods ended 30 June 2020 and 2019 were as follows:

*For the three-month period ended
30 June*

Types of revenues	Convenience stores		Cash and carry		Other		Eliminate		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
<i>(in million Baht)</i>										
Revenue from sale of goods	70,096	84,425	50,291	51,012	7,985	8,205	(7,376)	(7,523)	120,996	136,119
Revenue from rendering of services	263	326	788	794	2,647	2,673	(1,593)	(1,666)	2,105	2,127
Revenue from sale of goods and rendering of services to external customers	70,359	84,751	51,079	51,806	10,632	10,878	(8,969)	(9,189)	123,101	138,246
Total revenues	79,622	93,863	51,231	52,010	10,856	11,119	(13,682)	(13,816)	128,027	143,176
Timing of revenue recognition										
At a point of time	70,359	84,751	50,291	51,012	9,539	8,853	(8,224)	(7,791)	121,965	136,825
Overtime	-	-	788	794	1,093	2,025	(745)	(1,398)	1,136	1,421
Total	70,359	84,751	51,079	51,806	10,632	10,878	(8,969)	(9,189)	123,101	138,246
Segment profit before income tax expense	5,452	7,715	1,358	1,363	1,024	624	(4,458)	(4,090)	3,376	5,612

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*For the six-month period ended
30 June*

Types of revenues

	Convenience stores	Cash and carry	Other	Eliminate	Total
	2020	2020	2020	2020	2020
			2019	2019	2019
			(in million Baht)		
Revenue from sale of goods	152,616	105,450	16,194	(14,509)	259,299
Revenue from rendering of services	598	661	5,234	(3,164)	4,448
Revenue from sale of goods and rendering of services to external customers	153,214	107,227	21,910	(17,673)	272,334
Total revenues	167,673	107,539	22,374	(23,705)	273,881

Timing of revenue recognition

At a point of time	153,214	105,450	19,217	(16,402)	261,479
Overtime	-	1,777	2,693	(1,877)	2,593
Total	153,214	107,227	21,910	(18,279)	272,334

Segment profit before
income tax expense

	9,799	12,429	3,179	(5,045)	10,256
		3,386	1,524	(4,439)	12,693

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Contract balances

As at 30 June 2020 the Group had outstanding balances of contract liabilities in the interim consolidated financial statements amounting to Baht 963 million (*31 December 2019: Baht 794 million*). The contract liabilities arise from consideration allocated to customer loyalty programmes.

13 Leases

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month	Six-month	Three-month	Six-month
<i>For period ended 30 June 2020</i>	period	period	period	period
	<i>(in million Baht)</i>			
<i>Recognised in profit or loss</i>				
Interest on lease liabilities	317	625	218	432
Expenses relating to short-term leases	198	543	134	422
Expenses relating to leases of low-value assets	39	62	9	19
Variable lease payments based on sales	7	40	7	40

Total cash outflow for leases presented in the consolidated and separate statement of cash flows for the six-month period ended 30 June 2020 were Baht 4,932 million and Baht 4,095 million, respectively.

14 Income tax expense

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim reporting period.

15 Basic earnings per share

The calculations of basic earnings per share for the three-month and six month periods ended 30 June 2020 and 2019 were based on the profit for the periods attributable to equity holders of the Company less cumulative interest for the periods on perpetual subordinated debentures and the number of ordinary shares outstanding during the periods as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<i>For the three-month period ended 30 June</i>	<i>(in million Baht/million shares)</i>			
Profit for the period attributable to equity holders of the Company	2,887	4,795	5,484	7,310
Less: cumulative interest for the period on perpetual subordinated debentures	(250)	(249)	(250)	(249)
Profit used in calculation of basic earnings per share	2,637	4,546	5,234	7,061
Number of ordinary shares outstanding during the period	8,983	8,983	8,983	8,983
Basic earnings per share (in Baht)	0.29	0.51	0.58	0.79

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	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<i>For the six-month period ended 30 June</i>	<i>(in million Baht/million shares)</i>			
Profit for the period attributable to equity holders of the Company	8,532	10,564	9,329	11,337
Less: cumulative interest for the period on perpetual subordinated debentures	(499)	(496)	(499)	(496)
Profit used in calculation of basic earnings per share	8,033	10,068	8,830	10,841
Number of ordinary shares outstanding during the period	8,983	8,983	8,983	8,983
Basic earnings per share (in Baht)	0.89	1.12	0.98	1.21

16 Dividends

The dividends paid by the Company to the shareholders are as follows:

	Approval date	Payment date	Dividend rate (in Baht/share)	Amount (in million Baht)
<i>2020</i>				
2019 Annual dividend	15 April 2020	14 May 2020	1.25	11,229
<i>2019</i>				
2018 Annual dividend	26 April 2019	22 May 2019	1.20	10,780

17 Supplemental disclosures of cash flows information

Property, plant and equipment and intangible assets other than goodwill paid by cash during the six-month periods ended 30 June 2020 and 2019 are detailed as follows:

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<i>Property, plant and equipment</i>	<i>(in million Baht)</i>			
Increases during the period	8,138	7,749	5,472	4,989
Add (less) - changes in payables	204	649	382	25
- assets under finance leases	-	(10)	-	-
Purchase and paid by cash	8,342	8,388	5,854	5,014

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
<i>Intangible assets other than goodwill</i>	<i>(in million Baht)</i>			
Increases during the period	378	319	243	231
Add (less) - changes in payables	19	22	10	(7)
Purchase and paid by cash	397	341	253	224

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18 Financial instruments

Carrying amount and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Consolidated financial statements				
	Carrying amount		Fair value		
	Fair value - applied hedge accounting	Fair value through profit or loss	Amortised cost	Total (in million Baht)	Total
30 June 2020					
Financial liabilities					
Debentures	-	-	138,798	-	145,418
Long-term borrowings from financial institutions	-	-	8,794	-	8,901
Derivatives liabilities	2,005	27	-	-	2,032
Accrued guarantee deposits	-	-	3,701	-	3,002

	Carrying amount		Separate financial statements				Fair value	
	Fair value - applied hedge accounting	Fair value through profit or loss	Amortised cost	Total	Level 1 (in million Baht)	Level 2		Level 3
30 June 2020								
Financial liabilities								
Debentures	-	-	138,798	138,798	-	145,418	-	145,418
Derivatives liabilities	2,005	-	-	2,005	-	2,005	-	2,005
Accrued guarantee deposits	-	-	3,666	3,666	-	2,967	-	2,967

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		Consolidated financial statements			
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
(in million Baht)					
31 December 2019					
<i>Financial liabilities not measured at fair value</i>					
Debentures	132,884	-	142,782	-	142,782
Long-term borrowings from financial institutions	8,838	-	8,966	-	8,966
Finance lease liabilities	641	-	757	-	757
Accrued guarantee deposits	3,926	-	3,258	-	3,258

		Separate financial statements			
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
(in million Baht)					
31 December 2019					
Financial liabilities not measured at fair value					
Debentures	132,884	-	142,782	-	142,782
Accrued guarantee deposits	3,859	-	3,190	-	3,190

Financial instruments measured at fair value for level 2

Type	Valuation technique
Forward exchange contracts	<i>Forward pricing:</i> The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currencies.
Derivatives	Derived by a model using a valuation technique that incorporating observable market data which is adjusted with counterparty credit risk (excluding own credit risk) and other risks to reflect true economic value.

Credit risk

Impairment on cash and cash equivalents was measured on a 12-month ECLs. The Group considers that cash and cash equivalents have low credit risk based on the external credit ratings of the counterparties.

Allowance for impairment loss for trade accounts receivable and other current receivables are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the historical credit loss experience, adjusted for factors that are specific to the debtors and assessment of both the current and forecast general economic conditions.

		Consolidated financial statements			
<i>At 30 June 2020</i>	<i>Note</i>	Trade accounts receivable	Other current receivables	Total carrying amounts	Allowance for impairment losses
<i>(in million Baht)</i>					
<i>Related parties</i>					
Within credit terms		152	332	484	-
Overdue:					
Less than 3 months		38	308	346	-
3 - 6 months		2	146	148	-
6 - 12 months		1	11	12	-
Over 12 months		1	16	17	-
Total		194	813	1,007	-
Less allowance for impairment		-	-	-	-
Net	5	194	813	1,007	

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		Consolidated financial statements			
<i>At 30 June 2020 (Continued)</i>	<i>Note</i>	Trade accounts receivable	Other current receivables <i>(in million Baht)</i>	Total carrying amounts	Allowance for impairment losses
Other parties					
Within credit terms		820	4,633	5,453	(4)
Overdue:					
Less than 3 months		252	665	917	(6)
3 - 6 months		92	24	116	(38)
6 - 12 months		20	6	26	(13)
Over 12 months		42	27	69	(63)
Total		1,226	5,355	6,581	(124)
Less allowance for impairment		(86)	(38)	(124)	
Net		1,140	5,317	6,457	
Grand total		1,334	6,130	7,464	
Separate financial statements					
<i>At 30 June 2020</i>	<i>Note</i>	Trade accounts receivable	Other current receivables <i>(in million Baht)</i>	Total carrying amounts	Allowance for impairment losses
Related parties					
Within credit terms		-	1,205	1,205	-
Overdue:					
Less than 3 months		-	343	343	-
3 - 6 months		-	144	144	-
6 - 12 months		-	11	11	-
Over 12 months		-	-	-	-
Total		-	1,703	1,703	-
Less allowance for impairment		-	-	-	
Net	5	-	1,703	1,703	
Other parties					
Within credit terms		246	2,376	2,622	(3)
Overdue:					
Less than 3 months		-	642	642	-
3 - 6 months		-	6	6	(1)
6 - 12 months		-	5	5	-
Over 12 months		-	10	10	(10)
Total		246	3,039	3,285	(14)
Less allowance for impairment		-	(14)	(14)	
Net		246	3,025	3,271	
Grand total		246	4,728	4,974	

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<i>Trade accounts receivable</i>	<i>Note</i>	Consolidated financial statements (in million Baht)	Separate financial statements
At 31 December 2019			
Related parties			
Within credit terms		151	-
Overdue:			
Less than 3 months		55	-
3 - 6 months		6	-
6 - 12 months		20	-
Over 12 months		-	-
Total		232	-
Less allowance for doubtful accounts		-	-
Net	5	232	-
Other parties			
Within credit terms		1,041	116
Overdue:			
Less than 3 months		419	-
3 - 6 months		27	-
6 - 12 months		20	-
Over 12 months		23	-
Total		1,530	116
Less allowance for doubtful accounts		(44)	-
Net		1,486	116
Grand total		1,718	116
Other current receivables			
	<i>Note</i>	Consolidated financial statements (in million Baht)	Separate financial statements
At 31 December 2019			
Related parties			
Within credit terms		496	1,160
Overdue:			
Less than 3 months		338	337
3 - 6 months		1	1
6 - 12 months		3	-
Over 12 months		1	-
Total		839	1,498
Less allowance for doubtful accounts		-	-
Net	5	839	1,498
Other parties			
Within credit terms		6,031	2,895
Overdue:			
Less than 3 months		818	774
3 - 6 months		29	11
6 - 12 months		12	-
Over 12 months		35	11
Total		6,925	3,691
Less allowance for doubtful accounts		(35)	(15)
Net		6,890	3,676
Grand total		7,729	5,174

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The normal credit term granted by the Group ranges from 7 days to 90 days.

Exposure to liquidity risk

The following table are the remaining contractual maturities of derivative financial liabilities at the reporting date.

Consolidated financial statements					
Contractual cash flows					
	Carrying amount	Within 1 year	1 - 5 years	More than 5 years	Total
<i>At 30 June 2020</i>					
<i>(in million Baht)</i>					
<i>Derivative financial liabilities</i>					
Forward exchange contracts	2,032				
- Cash outflows		(84,052)	-	-	(84,052)
- Cash inflows		33	-	-	33
	<u>2,032</u>	<u>(84,019)</u>	<u>-</u>	<u>-</u>	<u>(84,019)</u>
Separate financial statements					
Contractual cash flows					
	Carrying amount	Within 1 year	1 - 5 years	More than 5 years	Total
<i>At 30 June 2020</i>					
<i>(in million Baht)</i>					
<i>Derivative financial liabilities</i>					
Forward exchange contracts	2,005				
- Cash outflows		(83,278)	-	-	(83,278)
	<u>2,005</u>	<u>(83,278)</u>	<u>-</u>	<u>-</u>	<u>(83,278)</u>

The cash inflows/cash outflows disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity. The disclosure shows net cash flow amounts for derivatives that are net cash-settled and gross cash inflow and outflow amounts for derivatives that have simultaneous gross cash settlement.

19 Commitments with non-related parties

Capital commitments

	Consolidated financial statements	Separate financial statements
<i>At 30 June 2020</i>		
	<i>(in million Baht)</i>	
Contracted but not provided for (construction costs of new plants and installation costs of machinery, and computer system development costs)	640	-
Total	<u>640</u>	<u>-</u>

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Other commitments

<i>At 30 June 2020</i>	Consolidated financial statements (in million Baht)	Separate financial statements
Unused letters of credit for purchase of goods and supplies	667	-
Total	667	-

Letters of guarantee

As at 30 June 2020 the Group has commitments under letters of guarantee with the financial institutions, principally guarantee for utilities, rental agreements and others totaling Baht 2,052 million and United States Dollars 0.3 million.

Significant agreements

The Group had the following significant agreements only those with changes during the six-month period ended 30 June 2020.

- (a) A local subsidiary (Counter Service Co., Ltd.) has a service agreement with a local financial institution (“the party”). Under the terms of the agreement, the subsidiary is committed to operate as banking agent for cash deposits and/or cash withdrawals then remits funds to the party as the agreed procedures. The subsidiary can collect service income from customers as stipulated in the agreements. This agreement is effective for a period of 3 years and will expire on January 2023. If either of the parties has intention to terminate or has no intention to renew the agreement, a written notification must be made to the other party at least the number of day stipulated in the agreement before the expiry date of the agreement.
- (b) A local subsidiary (Counter Service Co., Ltd.) has service agreements with local financial institutions (“the parties”). Under the terms of the agreements, the subsidiary is committed to operate as agent for customer identification and verification. The subsidiary can collect service income from the parties as stipulated in the agreements. These agreements are effective for a period of 3 years, started and will expire on various dates up to June 2023. If either of the parties has intention to terminate or has no intention to renew the agreement, a written notification must be made to the other party at least the number of day stipulated in the agreement before the expiry date of the agreement.

20 Treasury shares

At the Board of Directors’ meeting of the Company held on 16 March 2020, the Board of directors of the Company resolved to approve the share repurchase program for financial management purpose in accordance with the Section 66/1(2) of the Public Company Limited Act in the amount not exceeding Baht 13,000 million. The number of ordinary shares to be repurchased is not exceeding 180 million shares (par value of Baht 1 per share); equal to 2% of the total number of paid-up share capital of the Company. In this regard, the Company shall repurchase its ordinary shares through the main board of the Stock Exchange of Thailand during the period from 1 April 2020 to 30 September 2020. The Board of Directors shall determine the share resale procedures after 6 months from the completion date of share repurchase. However, the last date to resale such repurchase shares shall not be later than 30 September 2023.

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21 Events after the reporting period

- 21.1 On 11 August 2020, the Company's Board of Directors acknowledged the set-up of a local indirect subsidiary (ALL Guardian Co., Ltd.) of which its 64.99% indirect ownership interest were held by the Company. The indirect subsidiary has an initial authorised share capital of Baht 1 million and called for fully paid-up share capital. The registration was completed in July 2020.
- 21.2 On 11 August 2020, the Company's Board of Directors acknowledged the increase authorised share capital of a local direct subsidiary (ALL Wellness Co., Ltd.) of Baht 350 million; from Baht 1 million to Baht 351 million. The direct subsidiary called for additional paid-up share capital for 50% of the increased authorised share capital of Baht 175 million. The registration was completed in July 2020.
- 21.3 At the Board of Directors' meeting of a local subsidiary (Siam Makro Public Company Limited) held on 10 August 2020, the subsidiary's Board of Directors approved the payment of interim dividends from the net profit after income tax for the six-month period ended 30 June 2020 of Baht 0.40 per share for 4,800 million ordinary shares, totaling Baht 1,920 million, and the dividend will be paid during the third quarter of 2020.
- 21.4 On 24 June 2020, a local indirect subsidiary (Siam Food Services Limited ("SFS"))'s Board of Directors approved additional investment in a foreign subsidiary, Indoguna (Cambodia) Company Limited ("INDC") through purchasing 60,000 shares from non-controlling interests, bringing SFS's total investment in INDC's paid-up share capital to 100% and the Company's total investment in INDC's paid-up share capital to 93.07%. The purchase of shares was completed in July 2020.
- 21.5 In July 2020 a local indirect subsidiary (Makro ROH Co., Ltd.) called for additional paid-up share capital of Baht 35 million, paid-up share capital totaling Baht 4,357 million. The additional paid-up share capital was completed in July 2020.
- 21.6 On 27 July 2020 a foreign indirect subsidiary (Makro (Guangzhou) Food Company Limited)'s Board of Directors and shareholders approved to increase the authorised share capital of China Renminbi 9 million (increase from China Renminbi 93 million to China Renminbi 102 million). The registration of the increase authorised share capital and the additional paid-up share capital were expected to be completed in August 2020.

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22 Reclassification of accounts

Certain accounts in the statement of income for the three-month and six-month periods ended 30 June 2019 have been reclassified to conform to the presentation of the interim financial statements for the three-month and six-month periods ended 30 June 2020 as follows:

	2019			2019		
	Consolidated financial statements			Separate financial statements		
	Before reclassi- fication	Reclassi- fication	After reclassi- fication (in million Baht)	Before reclassi- fication	Reclassi- fication	After Reclassi- fication
Statement of income						
- three-month period ended 30 June						
Revenue from sale of goods and rendering of services	(138,396)	150	(138,246)	(84,901)	150	(84,751)
Distribution costs	23,870	(150)	23,720	20,219	(150)	20,069
		<u>-</u>			<u>-</u>	
Statement of income						
- six-month period ended 30 June						
Revenue from sale of goods and rendering of services	(272,627)	293	(272,334)	(165,786)	293	(165,493)
Distribution costs	45,705	(293)	45,412	38,668	(293)	38,375
		<u>-</u>			<u>-</u>	

These reclassifications have been made because, in the opinion of management, the new classification is more appropriate to the Group's business.