

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Condensed interim financial statements
for the three-month and six-month periods ended
30 June 2019
and
Independent auditor's review report

Independent Auditor’s Report on Review of Interim Financial Information

To the Board of Directors of Unique Mining Services Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Unique Mining Services Public Company Limited and its subsidiaries (the “Group”), and of Unique Mining Services Public Company Limited (the “Company”), respectively, as at 30 June 2019; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2019, the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2019; 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 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 financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”.

Emphasis of matter

I draw attention to Note 2 to the interim financial statements which describes that the Group and the Company incurred a net loss for the six-month period ended 30 June 2019 of Baht 20.6 million and Baht 21.3 million, respectively. As of that date, the Group and the Company's current liabilities exceeded current assets by Baht 495.4 million and Baht 535.8 million, respectively, and the deficit balances were Baht 745.2 million and Baht 784.5 million, respectively. However, the Group and the Company are in process of solving the financial position, financial performance and financial liquidity problems of the Group and the Company by implementing policies and procedures in an attempt to manage its liquidity risk and other circumstances.

These circumstances indicate the existence of a material uncertainty that may cast significant doubt about the Group's and the Company's ability to continue as a going concern. My conclusion is not modified in respect of this matter.

(Banthit Tangpakorn)
Certified Public Accountant
Registration No. 8509

KPMG Phoomchai Audit Ltd.
Bangkok
9 August 2019

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		30 June 2019 (Unaudited)	31 December 2018	30 June 2019 (Unaudited)	31 December 2018
		<i>(in Baht)</i>			
Current assets					
Cash and cash equivalents		44,492,897	207,412,138	16,237,270	183,065,668
Trade accounts receivable	5	17,454,288	22,687,899	12,718,993	15,475,489
Other accounts receivable	4	3,443,420	3,312,515	2,351,159	3,019,772
Inventories		10,621,934	19,248,289	10,526,894	19,190,961
Other current assets		1,605,070	1,670,684	1,592,339	1,608,386
Total current assets		77,617,609	254,331,525	43,426,655	222,360,276
Non-current assets					
Investments in subsidiaries	6	-	-	133,210,169	133,210,169
Investment properties		303,895,192	309,076,814	303,895,192	309,076,814
Property, plant and equipment	7	274,287,265	279,677,920	141,409,133	146,401,267
Intangible assets		1,882,164	2,111,158	1,860,261	2,086,282
Other non-current assets		1,400,041	645,878	1,285,621	563,807
Total non-current assets		581,464,662	591,511,770	581,660,376	591,338,339
Total assets		659,082,271	845,843,295	625,087,031	813,698,615

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of financial position

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2019 (Unaudited)	31 December 2018	30 June 2019 (Unaudited)	31 December 2018
<i>(in Baht)</i>					
Liabilities and equity					
Current liabilities					
Short-term borrowings from financial institutions	8	16,017,049	42,574,633	16,017,049	42,574,633
Trade accounts payable	4	4,129,752	6,691,814	3,977,524	5,925,612
Other accounts payable	4	16,502,146	41,102,076	15,618,434	40,069,174
Short-term borrowings from related parties	4, 8	530,000,000	645,000,000	540,000,000	655,000,000
Accrued expenses		4,419,405	2,260,901	1,853,972	1,723,370
Other current liabilities		1,963,956	1,768,085	1,739,068	1,412,089
Total current liabilities		573,032,308	739,397,509	579,206,047	746,704,878
Non-current liabilities					
Provisions for employee benefit		2,262,075	2,014,843	1,443,672	1,278,111
Total non-current liabilities		2,262,075	2,014,843	1,443,672	1,278,111
Total liabilities		575,294,383	741,412,352	580,649,719	747,982,989
Equity					
Share capital					
Authorized share capital		352,369,106	352,369,106	352,369,106	352,369,106
Issued and paid share capital		352,369,106	352,369,106	352,369,106	352,369,106
Share premium on ordinary shares		466,074,567	466,074,567	466,074,567	466,074,567
Retained earnings (deficit)					
Appropriated to legal reserve		10,500,000	10,500,000	10,500,000	10,500,000
Deficit		(745,155,785)	(724,512,730)	(784,506,361)	(763,228,047)
Equity attributable to owners of the parent		83,787,888	104,430,943	44,437,312	65,715,626
Non-controlling interests		-	-	-	-
Total equity		83,787,888	104,430,943	44,437,312	65,715,626
Total liabilities and equity		659,082,271	845,843,295	625,087,031	813,698,615

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Three-month period ended 30 June		Three-month period ended 30 June	
		2019	2018	2019	2018
<i>(in Baht)</i>					
Revenues					
Revenues from sales of goods		15,360,050	80,734,901	15,360,050	80,734,901
Revenues from rendering of services		17,448,281	12,927,189	8,963,924	-
Total revenues	9	32,808,331	93,662,090	24,323,974	80,734,901
Costs					
Costs of sales of goods	4	13,882,745	80,307,619	13,882,745	81,178,904
Costs of rendering of services		9,717,978	8,111,309	4,105,015	-
Total costs		23,600,723	88,418,928	17,987,760	81,178,904
Gross profits (losses)		9,207,608	5,243,162	6,336,214	(444,003)
Other income	4	115,259	104,539	1,682,054	1,616,164
Profit before expenses		9,322,867	5,347,701	8,018,268	1,172,161
Selling expenses		1,068,447	1,994,833	1,068,447	1,994,833
Administrative expenses	4	10,955,399	6,758,847	9,817,569	5,674,794
Total expenses		12,023,846	8,753,680	10,886,016	7,669,627
Loss before finance costs and income tax expense		(2,700,979)	(3,405,979)	(2,867,748)	(6,497,466)
Finance costs	4	6,301,924	7,596,147	6,364,254	7,658,476
Loss before income tax expense		(9,002,903)	(11,002,126)	(9,232,002)	(14,155,942)
Tax expense		198,099	602,796	-	-
Loss for the period		(9,201,002)	(11,604,922)	(9,232,002)	(14,155,942)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		(9,201,002)	(11,604,922)	(9,232,002)	(14,155,942)
Loss attributable to:					
Owners of the parent		(9,201,002)	(11,604,922)	(9,232,002)	(14,155,942)
Non-controlling interests		-	-	-	-
Loss for the period		(9,201,002)	(11,604,922)	(9,232,002)	(14,155,942)
Total comprehensive income attributable to:					
Owners of the parent		(9,201,002)	(11,604,922)	(9,232,002)	(14,155,942)
Non-controlling interests		-	-	-	-
Total comprehensive income for the period		(9,201,002)	(11,604,922)	(9,232,002)	(14,155,942)
Basic loss per share (in Baht)	10	(0.01)	(0.02)	(0.01)	(0.03)

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of comprehensive income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Six-month period ended 30 June		Six-month period ended 30 June	
		2019	2018	2019	2018
<i>(in Baht)</i>					
Revenues					
Revenues from sales of goods		36,980,300	128,189,131	36,980,300	128,189,131
Revenues from rendering of services		33,408,650	23,621,761	15,267,092	-
Total revenues	9	70,388,950	151,810,892	52,247,392	128,189,131
Costs					
Costs of sales of goods	4	34,987,276	127,459,209	35,033,264	128,447,804
Costs of rendering of services		18,664,907	15,582,525	6,785,617	-
Total costs		53,652,183	143,041,734	41,818,881	128,447,804
Gross profits (losses)		16,736,767	8,769,158	10,428,511	(258,673)
Other income	4	318,422	1,208,958	3,347,306	4,065,938
Profit before expenses		17,055,189	9,978,116	13,775,817	3,807,265
Selling expenses		2,747,104	3,763,104	2,747,104	3,763,104
Administrative expenses	4	21,551,622	30,206,080	19,223,220	28,351,131
Reversal of impairment loss on assets		-	(11,493,462)	-	(11,493,462)
Total expenses		24,298,726	22,475,722	21,970,324	20,620,773
Loss before finance costs and income tax expense		(7,243,537)	(12,497,606)	(8,194,507)	(16,813,508)
Finance costs	4	12,959,833	14,997,265	13,083,807	15,121,239
Loss before income tax expense		(20,203,370)	(27,494,871)	(21,278,314)	(31,934,747)
Tax expense		439,685	1,030,128	-	-
Loss for the period		(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
Loss attributable to:					
Owners of the parent		(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
Non-controlling interests		-	-	-	-
Loss for the period		(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
Total comprehensive income attributable to:					
Owners of the parent		(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
Non-controlling interests		-	-	-	-
Total comprehensive income for the period		(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
Basic loss per share (in Baht)	10	(0.03)	(0.06)	(0.03)	(0.06)

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of changes in equity (Unaudited)

	Consolidated financial statements						
	Issued and paid share capital	Share premium	<u>Retained earnings (deficit)</u>		Equity	Non- controlling interests	Total equity
			Appropriated to legal reserve	Deficit <i>(in Baht)</i>	attributable to owners of the parent		
Six-month period ended 30 June 2018							
Balance at 1 January 2018	251,692,219	416,355,938	10,500,000	(660,904,377)	17,643,780	-	17,643,780
Comprehensive income for the period							
Loss	-	-	-	(28,524,999)	(28,524,999)	-	(28,524,999)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(28,524,999)	(28,524,999)	-	(28,524,999)
Balance at 30 June 2018	251,692,219	416,355,938	10,500,000	(689,429,376)	(10,881,219)	-	(10,881,219)
Six-month period ended 30 June 2019							
Balance at 1 January 2019	352,369,106	466,074,567	10,500,000	(724,512,730)	104,430,943	-	104,430,943
Comprehensive income for the period							
Loss	-	-	-	(20,643,055)	(20,643,055)	-	(20,643,055)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(20,643,055)	(20,643,055)	-	(20,643,055)
Balance at 30 June 2019	352,369,106	466,074,567	10,500,000	(745,155,785)	83,787,888	-	83,787,888

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of changes in equity (Unaudited)

	Separate financial statements				Total equity / (capital deficiency)
	Issued and paid share capital	Share premium	Retained earnings (deficit)		
				Appropriated to legal reserve <i>(in Baht)</i>	Deficit
Six-month period ended 30 June 2018					
Balance at 1 January 2018	251,692,219	416,355,938	10,500,000	(681,457,193)	(2,909,036)
Comprehensive income for the period					
Loss	-	-	-	(31,934,747)	(31,934,747)
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(31,934,747)	(31,934,747)
Balance at 30 June 2018	251,692,219	416,355,938	10,500,000	(713,391,940)	(34,843,783)
Six-month period ended 30 June 2019					
Balance at 1 January 2019	352,369,106	466,074,567	10,500,000	(763,228,047)	65,715,626
Comprehensive income for the period					
Loss	-	-	-	(21,278,314)	(21,278,314)
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(21,278,314)	(21,278,314)
Balance at 30 June 2019	352,369,106	466,074,567	10,500,000	(784,506,361)	44,437,312

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2019	2018	2019	2018
	<i>(in Baht)</i>			
<i>Cash flows from operating activities</i>				
Loss for the period	(20,643,055)	(28,524,999)	(21,278,314)	(31,934,747)
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>				
Tax expense	439,685	1,030,128	-	-
Finance costs	12,959,833	14,997,265	13,083,807	15,121,239
Depreciation and amortization	16,830,510	13,352,500	11,966,528	9,343,660
Reversal of impairment loss on assets	-	(11,493,462)	-	(11,493,462)
Provisions for employee benefit	247,232	220,745	165,561	172,567
Reversal of bad and doubtful debts expenses	(10,288)	(29,055)	(10,288)	(88,485)
(Reversal of) loss on inventories devaluation	1,086,729	(4,457,349)	1,086,729	(4,457,349)
Gain on disposal of property, plant and equipment	-	(766,353)	-	(766,353)
Interest income	(83,085)	(87,717)	(31,934)	(51,536)
	10,827,561	(15,758,297)	4,982,089	(24,154,466)
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	5,243,899	(21,811,637)	2,766,784	(19,043,050)
Other accounts receivable	(130,905)	8,519,041	668,613	9,198,945
Inventories	7,539,626	(2,740,960)	7,577,338	(2,794,092)
Other current assets	65,614	2,354,563	16,047	2,409,342
Other non-current assets	776,122	1,827,582	(128,530)	370,328
Trade accounts payable	(2,562,062)	1,424,064	(1,948,088)	865,583
Other accounts payable	(905,630)	(1,763,918)	(386,038)	(1,814,318)
Accrued expenses	2,191,261	(406,069)	163,359	(445,847)
Other current liabilities	195,871	465,546	326,979	310,706
Net cash generated from (used in) operating	23,241,357	(27,890,085)	14,038,553	(35,096,869)
Taxes paid	(1,530,285)	(1,560,330)	(593,284)	(104,040)
Net cash from (used in) operating activities	21,711,072	(29,450,415)	13,445,269	(35,200,909)

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2019	2018	2019	2018
	<i>(in Baht)</i>			
<i>Cash flows from investing activities</i>				
Proceeds from disposal of property, plant and equipment	-	766,355	-	766,355
Acquisition of property, plant and equipment	(6,036,114)	(2,643,941)	(1,504,343)	(52,950)
Acquisition of intangible assets	(60,000)	(60,000)	(60,000)	(30,000)
Interest received	83,085	87,717	31,934	51,536
Net cash from (used in) investing activities	(6,013,029)	(1,849,869)	(1,532,409)	734,941
<i>Cash flows from financing activities</i>				
Proceeds from short-term borrowings from financial institutions	24,538,245	112,224,178	24,538,245	112,224,178
Repayment of short-term borrowings from financial institutions	(51,095,829)	(103,705,052)	(51,095,829)	(103,705,052)
Repayment of short-term borrowings from related parties	(115,000,000)	-	(115,000,000)	-
Finance costs paid	(37,059,700)	(1,471,609)	(37,183,674)	(1,726,063)
Net cash from (used in) financing activities	(178,617,284)	7,047,517	(178,741,258)	6,793,063
Net decrease in cash and cash equivalents	(162,919,241)	(24,252,767)	(166,828,398)	(27,672,905)
Cash and cash equivalents at beginning of period	207,412,138	82,968,479	183,065,668	63,717,761
Cash and cash equivalents at ending of period	44,492,897	58,715,712	16,237,270	36,044,856
<i>Non-cash transactions</i>				
Unpaid liabilities from acquisition of property, plant and equipment	2,408	69,283	2,408	-
Transfer of investment properties and property, plant and equipment to non-current assets classified as held for sale	-	234,888,247	-	234,888,247

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

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Note	Contents
1	General information
2	Current operations
3	Basis of preparation of the interim financial statements
4	Related parties
5	Trade accounts receivable
6	Investments in subsidiaries
7	Property, plant and equipment
8	Interest-bearing liabilities
9	Segment information and disaggregation of revenue
10	Basic loss per share
11	Financial instruments
12	Commitments
13	Environmental litigation case
14	Thai Financial Reporting Standards (TFRS) not yet adopted

Unique Mining Services Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements For the three-month and six-month periods ended 30 June 2019 (Unaudited)

These 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 financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 9 August 2019.

1 General information

The principal businesses of Unique Mining Services Public Company Limited, the “Company”, are sales of coal and provide related services for domestic industrial. The principal businesses of the Group are sales of coal and provide related services for domestic industrial, transportation by barge conveyance, and port services.

Details of the Company’s subsidiaries as at 30 June 2019 and 31 December 2018 are given in note 6.

2 Current operations

The Group and the Company incurred a net loss for six-month period ended 30 June 2019 of Baht 20.6 million and Baht 21.3 million, respectively (*for the six-month period ended 30 June 2018: net loss of Baht 28.5 million and Baht 31.9 million, respectively*). As of that date, the Group’s and the Company’s current liabilities exceeded current assets by Baht 495.4 million and Baht 535.8 million, respectively (*31 December 2018: Baht 485.1 million and Baht 524.3 million, respectively*) and the deficit balances were Baht 745.2 million and Baht 784.5 million, respectively (*31 December 2018: Baht 724.5 million and Baht 763.2 million, respectively*).

The Company has received financial assistance from Thoresen Thai Agencies Public Company Limited (“TTA”), the ultimate parent company, in form of promissory notes which are payable upon the lender’s request. As at 30 June 2019, the Company had outstanding short-term borrowings from TTA and its subsidiaries of Baht 530.0 million (*31 December 2018: Baht 645.0 million*) and the Company requested for additional borrowing facilities from TTA up to Baht 430.0 million. However, the drawdown of additional facilities is subject to the approval by TTA. In addition, the ultimate parent company issued the letter to confirm that the ultimate parent company and its subsidiary will not call back the liabilities due from the Company in the next 12 months unless the Company has sufficient funds to meet these obligations earlier. Moreover, the Company issued the additional share capital which offered to existing shareholders in proportion to their shareholding percentage and registered with the Business Development Department, Ministry of Commerce on 28 December 2018.

Moreover, the Group and the Company are in process of solving the financial position, financial performance and financial liquidity problems of the Group and the Company by implementing policies and procedures in an attempt to manage its liquidity risk and other circumstances, increasing sale volumes, changing sourcing, increasing service income and other income, reducing costs, requesting additional credit facilities from financial institutions, plan to sell of non-operating assets and expanding and improving the service businesses of the subsidiaries.

The financial statements have been prepared on a going concern basis, which assumes that the Group and the Company will realise its assets and discharge its liabilities in the normal course of business. Therefore, the financial statements have not included any adjustment of the value of assets to realisable value, or of liabilities to the amounts eventually due, and reclassification of accounts, which may be necessary if the Group and the Company is not able to continue as a going concern.

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Caution sign

The Stock Exchange of Thailand (“SET”) posted a “C” (Caution) sign on the Company’s securities traded on the SET when the Group’s and the Company’s total equity balances were less than 50% of the Group’s and the Company’s total paid-up share capital which the Company has already published a plan to resolve this cause.

3 Basis of preparation of the interim financial statements

(a) Statement of compliance

The condensed 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 (“interim financial statements”) 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 are prepared to provide an update on the financial statements for the year ended 31 December 2018. They 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 2018.

(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 applied to the financial statements for the year ended 31 December 2018, except for revenue recognition which requires additional judgement in determining the timing of the transfer of control - at a point in time or over time - according to the requirements of TFRS 15 *Revenue from Contracts with Customers* (“TFRS 15”) which the Group has initially adopted to replace TAS 18 *Revenue* (“TAS 18”), TAS 11 *Construction Contracts* (“TAS11”) and related interpretations.

Under TFRS 15, the Group recognises revenue when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled to. In addition, judgement is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time. Whereas, under TAS 18, the Group recognises revenue from sale of goods when the significant risks and rewards of ownership of the goods have been transferred to the buyer, and recognises revenue from rendering of services by reference to the stage of completion of the transaction at the end of the reporting period. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due. Such change in accounting policy has no material impacts on the financial statements.

In addition, the Group has not early adopted a number of new TFRS which are not yet effective for current period in preparing these interim financial statements before the effective date. Those new TFRS that are relevant to the Group’s operations are disclosed in note 14.

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Measurement of fair values

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- *Level 1*: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- *Level 2*: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- *Level 3*: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

4 Related parties

Relationships with subsidiaries are described in note 6. Relationships with key management and other related parties were as follows:

Name of entities	Country of incorporation	Nature of relationships
Thoresen Thai Agencies Public Company Limited	Thailand	Ultimate parent
Athene Holdings Ltd.	Thailand	Parent, 92.93% shareholding
PMT Property Co., Ltd.	Thailand	99.99% holding by ultimate parent company
Key management personnel		Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Revenues from rendering of services	At mutually agreed rate normally charged to a third party
Dividend income	Upon declaration
Service expenses	At mutually agreed rate normally charged by a third party
Finance costs	At contractually agreed rates
Management benefit expenses	Amount approved by the directors and/or the shareholders

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Significant transactions for the three-month and six-month periods ended 30 June 2019 and 2018 with related parties were as follows:

<i>Three-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Ultimate parent				
Service expenses (included in administrative expenses)	514	516	514	516
Finance costs	6,092	6,560	6,092	6,560
Parent				
Finance costs	-	281	-	281
Subsidiaries				
Revenues from rendering of services	-	-	1,637	1,559
Service expenses (included in costs of sales of goods)	-	-	-	177
Finance costs	-	-	62	62
Other related party				
Revenues from rendering of services	4	3	4	3
Key management personnel				
Key management personnel compensation				
Short-term benefits	1,343	1,639	961	1,298
Post-employment benefits	36	50	30	50
Total key management personnel compensation	1,379	1,689	991	1,348

<i>Six-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
	<i>(in thousand Baht)</i>			
Ultimate parent				
Service expenses (included in administrative expenses)	1,046	1,063	1,046	1,063
Finance costs	12,169	13,049	12,169	13,049
Parent				
Finance costs	31	558	31	558
Subsidiaries				
Revenues from rendering of services	-	-	3,253	2,916
Service expenses (included in costs of sales of goods)	-	-	-	1,044
Finance costs	-	-	124	124
Other related party				

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Revenues from rendering of services	7	4	7	4
Key management personnel				
Key management personnel compensation				
Short-term benefits	2,747	2,739	2,007	2,398
Post-employment benefits	<u>79</u>	<u>82</u>	<u>69</u>	<u>82</u>
Total key management personnel compensation	<u>2,826</u>	<u>2,821</u>	<u>2,076</u>	<u>2,480</u>

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Balances as at 30 June 2019 and 31 December 2018 with related parties were as follows:

<i>Other accounts receivable from related parties</i>	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	609	543
Total	-	-	609	543
	<hr/>			
<i>Trade accounts payable to related parties</i>	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Subsidiary	-	-	-	104
Total	-	-	-	104
	<hr/>			
<i>Other accounts payable to related parties</i>	Consolidated financial statements		Separate financial statements	
	30 June 2019	31 December 2018	30 June 2019	31 December 2018
	<i>(in thousand Baht)</i>			
Ultimate parent	12,342	35,349	12,342	35,349
Parent	-	1,125	-	1,125
Subsidiaries	-	-	42	42
Total	12,342	36,474	12,384	36,516
	<hr/>			

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Movements during the six-month periods ended 30 June 2019 of short-term borrowings from related parties were as follows:

Short-term borrowings from related parties

	Interest rate		Consolidated financial statements			
	31	30	31			30
	December 2018	June 2019	December 2018	Increase	Decrease	June 2019
	<i>(% per annum)</i>			<i>(in thousand Baht)</i>		
Ultimate parent	4.60 - 4.70	4.60 - 4.70	570,000	-	(40,000)	530,000
Parent	1.50	-	75,000	-	(75,000)	-
Total			645,000			530,000

	Interest rate		Separate financial statements			
	31	30	31			30
	December 2018	June 2019	December 2018	Increase	Decrease	June 2019
	<i>(% per annum)</i>			<i>(in thousand Baht)</i>		
Ultimate parent	4.60 - 4.70	4.60 - 4.70	570,000	-	(40,000)	530,000
Parent	1.50	-	75,000	-	(75,000)	-
Subsidiaries	2.50	2.50	10,000	-	-	10,000
Total			655,000			540,000

All short-term borrowings from related parties are unsecured and have repayment terms at call.

On 11 January 2019, the Company made the repayment of short-term borrowings to the ultimate parent company and the parent company; the principle in amount of Baht 40.0 million and Baht 75.0 million, respectively and accrued interest expenses in amount of Baht 35.1 million and Baht 1.2 million, respectively totaling amount of Baht 151.3 million.

Unique Mining Services Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

6 Investments in subsidiaries

Investments in subsidiaries as at 30 June 2019 and 31 December 2018, and dividend income for the six-month periods ended 30 June 2019 and 2018, were as follows:

Type of Business	Separate financial statements												
	Ownership interest		Paid-up capital		Cost		Impairment		Cost – net of impairment		Dividend income		
	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	31 December 2018	30 June 2019	30 June 2018	
	(%)												
<i>Direct subsidiaries</i>													
UMS Distribution Co., Ltd.	Logistics management and trading of fertilizer	99.99	99.99	5,000	5,000	5,000	5,000	(4,497)	(4,497)	503	503	-	-
UMS Lighter Co., Ltd.	Barge Conveyance	99.99	99.99	110,000	110,000	110,000	110,000	-	-	110,000	110,000	-	-
UMS Port Services Co., Ltd.	Port service	99.99	99.99	18,000	18,000	18,000	18,000	-	-	18,000	18,000	-	-
UMS Pellet Energy Co., Ltd.	Road transport and trading of wood pellet	99.99	99.99	18,000	18,000	18,000	18,000	(13,293)	(13,293)	4,707	4,707	-	-
Total				151,000	151,000	151,000	151,000	(17,790)	(17,790)	133,210	133,210	-	-

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

7 Property, plant and equipment

The movement of property, plant and equipment during the six-month period ended 30 June 2019 was as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
Net book value as at 1 January 2019	279,678	146,401
Additions	5,969	1,506
Depreciation charge for the period	(11,360)	(6,498)
Net book value as at 30 June 2019	<u>274,287</u>	<u>141,409</u>

As at 30 June 2019, property, plant and equipment used as collateral for borrowing facilities can be summarised as follows:

- The Company's partial land, partial construction thereon and partial machinery located at Klong Sa-kae Sub-District, Nakornluang District, Ayudhaya province with a net book value of Baht 212.6 million (*31 December 2018: Baht 213.8 million*), have been mortgaged with a bank as collateral for borrowing as mentioned in note 8.
- A barge of a subsidiary with a net book value of Baht 13.5 million (*31 December 2018: Baht 13.9 million*), have been mortgaged with a bank as collateral for the bank overdrafts as mentioned in note 8.

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

8 Interest-bearing liabilities

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2019	31 December 2018	30 June 2019	31 December 2018
<i>(in thousand Baht)</i>					
Current					
Short-term borrowings from financial institutions		16,017	42,575	16,017	42,575
Short-term borrowings from related parties	4	530,000	645,000	540,000	655,000
Total current interest- bearing liabilities		546,017	687,575	556,017	697,575

Short-term borrowings

As at 30 June 2019, the Group has overdraft facility totaling Baht 5.0 million (*31 December 2018: Baht 5.0 million*). The facility is secured by a subsidiary's barge as disclosed in note 7. The Group has unused bank overdrafts facilities amounting to Baht 5.0 million (*31 December 2018: Baht 5.0 million*).

As at 30 June 2019, the Company has short-term borrowing facilities from a financial institution, in form of promissory notes, letter of credit and trust receipts totaling Baht 60.0 million (*31 December 2018: Baht 60.0 million*). The facilities are secured by a subsidiary, and part of the Company's land and construction, and machinery as disclosed in note 7. The Company has unused short-term borrowing facilities amounting to Baht 44.0 million (*31 December 2018: Baht 17.4 million*).

9 Segment information and disaggregation of revenue

The Group has two reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different sales and services, and are managed separately because they require different technology, marketing strategic and resource input. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

Business segments

Segment 1	Sales of coal and related services
Segment 2	Transport

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax 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.

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

Information about reportable segments and timing of revenue recognition

Revenue, results and timing of revenue recognition, based on business segments, in the consolidated and separate financial statements for the three-month and six-month periods ended 30 June 2019 and 2018 were as follows:

<i>For the three-month period ended 30 June 2019</i>	Consolidated financial statements			Total	Separate
	Sales of coal and related services	Transport	Elimination of inter-segment transaction		financial statements Sales of coal and related services
		<i>(in thousand Baht)</i>			
Revenues from operations	24,324	8,485	-	32,809	24,324
Revenues from inter-segment From outside customers	- 24,324	- 8,485	- -	- 32,809	- 24,324
Depreciation and amortization	6,013	2,512	(22)	8,503	6,013
Operating profit (loss)	(2,867)	208	(41)	(2,700)	(2,867)
Finance costs	(6,365)	-	63	(6,302)	(6,365)
Tax expense	-	(199)	-	(199)	-
Profit (loss) for the period	(9,232)	9	21	(9,201)	(9,232)
Major products and service lines					
Sales of coal	15,360	-	-	15,360	15,360
Providing services	8,964	8,485	-	17,449	8,964
Total	24,324	8,485	-	32,809	24,324
Timing of revenue recognition					
At a point in time	24,324	-	-	24,324	24,324
Over time	-	8,485	-	8,485	-
Total	24,324	8,485	-	32,809	24,324

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

<i>For the six-month period ended 30 June 2019</i>	Consolidated financial statements			Total	Separate financial statements
	Sales of coal and related services	Transport	Elimination of inter-segment transaction		Sales of coal and related services
		<i>(in thousand Baht)</i>			
Revenues from operations	52,247	18,142	-	70,389	52,247
Revenues from inter-segment From outside customers	- 52,247	- 18,142	- -	- 70,389	- 52,247
Depreciation and amortization	11,967	4,907	(43)	16,831	11,967
Operating profit (loss)	(8,194)	986	(35)	(7,243)	(8,194)
Finance costs	(13,084)	-	124	(12,960)	(13,084)
Tax expense	-	(440)	-	(440)	-
Profit (loss) for the period	(21,278)	546	89	(20,643)	(21,278)
Major products and service lines					
Sales of coal	36,980	-	-	36,980	36,980
Providing services	15,267	18,142	-	33,409	15,267
Total	52,247	18,142	-	70,389	52,247
Timing of revenue recognition					
At a point in time	52,247	-	-	52,247	52,247
Over time	-	18,142	-	18,142	-
Total	52,247	18,142	-	70,389	52,247

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

	Consolidated financial statements			Total	Separate
	Sales of coal and related services	Transport	Elimination of inter-segment transaction		financial statements Sales of coal and related services
<i>As at 30 June 2019</i>					
		<i>(in thousand Baht)</i>			
Total assets	625,087	178,683	(144,688)	659,082	625,087
Total liabilities	580,650	5,295	(10,651)	575,294	580,650
	Sales of coal and related services	Transport	Elimination of inter-segment transaction	Total	Separate financial statements Sales of coal and related services
<i>For the three-month period ended 30 June 2018</i>					
		<i>(in thousand Baht)</i>			
Revenues from operations	80,735	13,105	(178)	93,662	80,735
Revenues from inter-segment From outside customers	-	(178)	178	-	-
	80,735	12,927	-	93,662	80,735
Depreciation and amortization	2,601	2,142	(52)	4,691	2,601
Operating profit (loss)	(6,498)	2,408	684	(3,406)	(6,498)
Finance costs	(7,658)	-	62	(7,596)	(7,658)
Tax expense	-	(603)	-	(603)	-
Profit (loss) for the period	(14,156)	1,805	746	(11,605)	(14,156)

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

<i>For the three-month period ended 30 June 2018</i>	Consolidated financial statements			Total	Separate
	Sales of coal and related services	Transport	Elimination of inter-segment transaction		financial statements Sales of coal and related services
		<i>(in thousand Baht)</i>			
Major products and service lines					
Sales of coal	80,735	-	-	80,735	80,735
Providing services	-	13,105	(178)	12,927	-
Total	80,735	13,105	(178)	93,662	80,735
Timing of revenue recognition					
At a point in time	80,735	-	-	80,735	80,735
Over time	-	13,105	(178)	12,927	-
Total	80,735	13,105	(178)	93,662	80,735

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

<i>For the six-month period ended 30 June 2018</i>	Consolidated financial statements			Total	Separate
	Sales of coal and related services	Transport	Elimination of inter-segment transaction		financial statements Sales of coal and related services
		<i>(in thousand Baht)</i>			
Revenues from operations	128,189	24,666	(1,044)	151,811	128,189
Revenues from inter-segment From outside customers	- 128,189	(1,044) 23,622	1,044 -	- 151,811	- 128,189
Depreciation and amortization	9,344	4,113	(104)	13,353	9,344
Reversal of impairment loss on assets	11,493	-	-	11,493	11,493
Operating profit (loss)	(16,814)	4,391	(75)	(12,498)	(16,814)
Finance costs	(15,121)	-	124	(14,997)	(15,121)
Tax expense	-	(1,030)	-	(1,030)	-
Profit (loss) for the period	(31,935)	3,361	49	(28,525)	(31,935)
Major products and service lines					
Sales of coal	128,189	-	-	128,189	128,189
Providing services	-	24,666	(1,044)	23,622	-
Total	128,189	24,666	(1,044)	151,811	128,189
Timing of revenue recognition					
At a point in time	128,189	-	-	128,189	128,189
Over time	-	24,666	(1,044)	23,622	-
Total	128,189	24,666	(1,044)	151,811	128,189

**Unique Mining Services Public Company Limited
and its Subsidiaries**

Notes to the condensed interim financial statements

For the three-month and six-month periods ended 30 June 2019 (Unaudited)

<i>As at 31 December 2018</i>	Consolidated financial statements			Total	Separate
	Sales of coal and related services	Transport	Elimination of inter-segment transaction		financial statements
		<i>(in thousand Baht)</i>			Sales of coal and related services
Total assets	813,699	176,959	(144,815)	845,843	813,699
Total liabilities	747,983	4,118	(10,689)	741,412	747,983

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

10 Basic loss per share

The calculations of basic loss per share for the three-month and six-month periods ended 30 June 2019 and 2018 were based on the loss for the periods attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
<i>Three-month period ended 30 June</i>	<i>(in thousand Baht / thousand shares)</i>			
Loss attributable to ordinary shareholders of the Company	<u>(9,201)</u>	<u>(11,605)</u>	<u>(9,232)</u>	<u>(14,156)</u>
Number of ordinary shares outstanding	<u>704,738</u>	<u>503,384</u>	<u>704,738</u>	<u>503,384</u>
Basic loss per share (in Baht)	<u>(0.01)</u>	<u>(0.02)</u>	<u>(0.01)</u>	<u>(0.03)</u>
	Consolidated financial statements		Separate financial statements	
	2019	2018	2019	2018
<i>Six-month period ended 30 June</i>	<i>(in thousand Baht / thousand shares)</i>			
Loss attributable to ordinary shareholders of the Company	<u>(20,643)</u>	<u>(28,525)</u>	<u>(21,278)</u>	<u>(31,935)</u>
Number of ordinary shares outstanding	<u>704,738</u>	<u>503,384</u>	<u>704,738</u>	<u>503,384</u>
Basic loss per share (in Baht)	<u>(0.03)</u>	<u>(0.06)</u>	<u>(0.03)</u>	<u>(0.06)</u>

11 Financial instruments

Fair values of financial assets and liabilities

Since the majority of the financial assets and liabilities as at 30 June 2019 and 31 December 2018 classified as short-term and borrowings are bearing interest at rate close to current market rate, the carrying amount of the Group's financial instruments does not materially differ from their aggregate fair value.

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

12 Commitments

<i>As at 30 June 2019</i>	Consolidated financial statements <i>(in thousand Baht)</i>	Separate financial statements
<i>Future minimum lease payment under non-cancellable operating leases</i>		
Within one year	842	814
After one year but within five years	47	35
Total	889	849
<i>Other commitments</i>		
Bank guarantees	2,483	2,483

As at 30 June 2019, the Company had operating lease agreements covering its office space with the ultimate parent and office equipment for periods ranging from 1 - 2 years ending on various dates up to November 2020.

13 Environmental litigation case

On 5 August 2016, the Central Administrative Court ordered the Company to file the written answer with relevant evidence to the Court as the interpleader in a lawsuit filed by an association and a number of people in Ayutthaya province against the Government authorities as stated in the complaint. The lawsuit relates to the environmental impact caused by the operations of certain companies, including the Company, which operate in the area under the Government authorities' control. The plaintiffs demand the Government authorities to exercise their power to control or order the companies to follow the plaintiff's certain requests which the plaintiff's claimed to help reducing the environmental impact. The Company has filed the written response to the Court. The Court received the response on 5 October 2016. Subsequently on 25 January 2017, the Central Administrative Court sent a copy of plaintiffs' testimony to the Company. The Company filed a defence in response and the court received the response on 7 February 2017. Subsequently on 8 January 2019, the Central Administrative Court ordered a subsidiary to file the written answer with relevant evidence to the Court as the additional interpleader. A subsidiary has filed the written response to the Court and the Court received the response on 5 March 2019. As at the approved date of these financial statements, the case is in the consideration of the Court. Based on opinion of the expert legal counsel, management believes that the outcome of the Court consideration will not have a significant financial impact on the Company.

**Unique Mining Services Public Company Limited
and its Subsidiaries**
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 June 2019 (Unaudited)

14 Thai Financial Reporting Standards (TFRS) not yet adopted

A number of new TFRS which are relevant to the Group's operations are expected to have significant impact on the consolidated and separate financial statements on the date of initial application. Those TFRS which become effective for annual financial reporting periods beginning on or after 1 January 2020 are as follows:

TFRS	Topic
TFRS 7*	Financial Instruments: Disclosures
TFRS 9*	Financial Instruments
TFRS 16	Leases
TAS 32*	Financial Instruments: Presentation
TFRIC 16*	Hedges of a Net Investment in a Foreign Operation
TFRIC 19*	Extinguishing Financial Liabilities with Equity Instruments

* TFRS - Financial instruments standards

(a) TFRS - Financial instruments standards

These TFRSs establish requirements related to definition, recognition, measurement, impairment and derecognition of financial assets and financial liabilities, including accounting for derivatives and hedge accounting. When these TFRSs are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

(b) TFRS 16 Leases

TFRS 16 introduces a single lessee accounting model for lessees. A lessee recognises a right-of-use asset and a lease liability. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard, i.e. lessors continue to classify leases as finance or operating leases. When this TFRS is effective, some accounting standards and interpretations which are currently effective will be cancelled.

Management is presently considering the potential impact of adopting and initially applying those TFRSs on the financial statements.