PETROLEUM TRADING LAO PUBLIC COMPANY



INTERIM SEPARATE FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

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

To the Shareholders and the Board of Directors of Petroleum Trading Lao Public Company

We have reviewed the interim separate financial information of Petroleum Trading Lao Public Company (the Company). These comprises the separate statement of financial position as at 30 June 2018, and the related separate statement of income, changes in equity, and cash flows for the six-month period then ended, and the condensed notes to the interim separate financial information. Management is responsible for the preparation and presentation of this interim separate financial information in accordance with the Company's accounting of principles as described in Note 2 to the interim separate financial information. Our responsibility is to express a conclusion on this interim separate financial information based on our review.

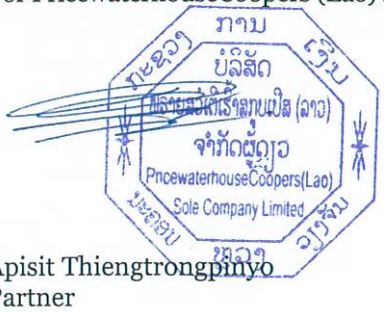
Scope of review

We conducted our review in accordance with the International 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 the significant accounting principles described in Note 2 and consequently does not enable us to obtain assurance that we 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 our review, nothing has come to our attention that causes us to believe that the accompanying interim separate financial information is not prepared, in all material respects, in accordance with the significant accounting principles described in Note 2 to this interim separate financial information.

For PricewaterhouseCoopers (Lao) Sole Company Limited



Apisit Thiengtrongpinyo
Partner

Vientiane, Lao PDR
Date: 28 August 2018

PETROLEUM TRADING LAO PUBLIC COMPANY
INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Notes	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Assets			
Current assets			
Cash and cash equivalents	4	2,244,657,254	6,141,225,204
Trade accounts receivable, net	5	104,374,772,968	104,381,039,410
Inventories, net	6	14,035,096,272	10,096,414,860
Short-term loan to related parties	20 v)	19,015,704,269	16,337,608,447
Other current assets	7	57,299,945,746	57,513,852,989
Total current assets		196,970,176,509	194,470,140,910
Non-current assets			
Property, plant and equipment, net	8	262,603,616,392	267,953,215,076
Intangible assets, net	9	7,323,739,545	7,790,533,967
Investment properties, net	10	178,067,685,114	180,903,625,951
Long-term loans to related parties	20 v)	21,864,219,002	24,471,734,824
Investment in subsidiaries, net	11	211,970,113,505	11,970,113,505
Other non-current assets	12	50,149,437,028	43,830,266,136
Total non-current assets		731,978,810,586	536,919,489,459
Total assets		**928,948,987,095**	**731,389,630,369**

Chanthone Sitthixay
Chief Executive Officer

Date: 28 August 2018

Chanthadom Meksavanh
Acting Chief Finance Officer

Date: 28 August 2018

The notes to the interim separate financial information on pages 8 to 17 form an integral part of these interim separate financial information.

PETROLEUM TRADING LAO PUBLIC COMPANY
INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Note	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Liabilities and equity			
Liabilities			
Current liabilities			
Trade accounts payable	13	65,032,400,522	30,519,608,379
Tax payables	14	2,594,288,918	3,050,165,847
Short-term borrowings	15	280,234,828,571	274,031,960,000
Other current liabilities	16	205,851,171,580	7,419,791,132
Total current liabilities		553,712,689,591	315,021,525,358
Non-current liabilities			
Long-term borrowings	15	21,698,571,429	32,600,000,000
Total non-current liabilities		21,698,571,429	32,600,000,000
Total liabilities		575,411,261,020	347,621,525,358
Equity			
Share capital	17	470,000,000,000	470,000,000,000
Share premium		27,638,932,340	27,638,932,340
Retained earnings			
Appropriated-legal reserve		3,708,530,711	3,708,530,711
Other reserve		1,977,267,979	1,977,267,979
Unappropriated		(149,787,004,955)	(119,556,626,019)
Total equity		353,537,726,075	383,768,105,011
Total liabilities and equity		**928,948,987,095**	**731,389,630,369**

Chanthone Sitthixay
Chief Executive Officer

Date: 28 August 2018

Chanthadom Meksavanh
Acting Chief Finance Officer

Date: 28 August 2018

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PETROLEUM TRADING LAO PUBLIC COMPANY
INTERIM SEPARATE STATEMENT OF INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

	Notes	Unaudited 30 June 2018 LAK	Unaudited 30 June 2017 LAK
Sales		588,177,355,305	448,163,973,659
Cost of sales		(566,816,207,326)	(424,317,361,457)
Gross profit		21,361,147,979	23,846,612,202
Other income		11,770,241,258	8,083,855,989
Selling expenses		(11,135,743,827)	(10,857,423,154)
Administrative expenses		(27,443,741,271)	(38,009,660,339)
Operating loss		(5,448,095,861)	(16,936,615,302)
Finance expenses		(24,782,283,075)	(27,907,288,318)
Net loss before income tax expenses		(30,230,378,936)	(44,843,903,620)
Income tax expenses	18	-	-
Net loss for the period		**(30,230,378,936)**	**(44,843,903,620)**
Earnings (loss) per share			
Basic earnings (loss) per share	19	(129)	(191)

Chanthone Sitthixay
Chief Executive Officer

Date: 28 August 2018

Chanthadom Meksavanh
Acting Chief Finance Officer

Date: 28 August 2018

The notes to the interim separate financial information on pages 8 to 17 form an integral part of these interim separate financial information.

PETROLEUM TRADING LAO PUBLIC COMPANY
INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

	Share capital (Note 17) LAK	Share premium LAK	Appropriated legal reserve LAK	Other reserve LAK	Unappropriated retained earnings LAK	Total LAK
Opening balance at 1 January 2018 - Audited	**470,000,000,000**	**27,638,932,340**	**3,708,530,711**	**1,977,267,979**	**(119,556,626,019)**	**383,768,105,011**
Net loss for the period	-	-	-	-	(30,230,378,936)	(30,230,378,936)
Closing balance at 30 June 2018 - Unaudited	**470,000,000,000**	**27,638,932,340**	**3,708,530,711**	**1,977,267,979**	**(149,787,004,955)**	**353,537,726,075**
Opening balance at 1 January 2017 - Audited	**470,000,000,000**	**27,638,932,340**	**3,708,530,711**	**1,977,267,979**	**(38,716,607,965)**	**464,608,123,065**
Net loss for the period	-	-	-	-	(44,843,903,620)	(44,843,903,620)
Closing balance at 30 June 2017 - Unaudited	**470,000,000,000**	**27,638,932,340**	**3,708,530,711**	**1,977,267,979**	**(83,560,511,585)**	**419,764,219,445**

Chanthone Sitthixay
Chief Executive Officer

Date: 28 August 2018

Chanthadom Meksavanh
Acting Chief Finance Officer

Date: 28 August 2018

The notes to the interim separate financial information on pages 8 to 17 form an integral part of these interim separate financial information.

PETROLEUM TRADING LAO PUBLIC COMPANY
INTERIM SEPARATE STATEMENT OF CASHFLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2018

	Notes	Unaudited 30 June 2018 LAK	Unaudited 30 June 2017 LAK
Cash flow from operating activities:			
Net loss before income tax for the period		(30,230,378,936)	(44,843,903,620)
Adjustments to reconcile net profit to net cash			
Depreciation and amortisation	8,9,10	11,202,548,688	11,182,072,469
Reversal provision for inventory		(156,790,254)	(896,395,292)
Allowance for doubtful		765,827,870	(718,066,073)
Interest received from loan to related parties		1,317,785,186	-
Interest paid		(14,663,247,627)	(12,435,102,118)
Unrealized from exchanged (gain) loss		3,014,032,579	94,745,604
Other tax and statutory tax paid		(1,190,311,288)	(1,994,560,000)
Operating profit before working capital changes		**(29,940,533,783)**	**(49,611,209,030)**
Changes in operating assets and liabilities			
Trade accounts receivable		(759,561,428)	39,443,687,408
Inventories		(3,781,891,158)	44,320,500,801
Other assets		(7,423,048,835)	9,893,839,591
Trade accounts payble		248,608,681,998	(93,636,091,111)
Net cash generate from (used in) operating activities		**206,703,646,795**	**(49,589,272,341)**
Cash flows from investing activities:			
Acquisitions of fixed assets	8	(2,550,214,745)	(16,527,000,000)
Loans to related parties	20	-	(2,618,000,000)
Investment insubsidiary	20	(200,000,000,000)	(8,959,332,466)
Net cash (used in) /from investing activities		**(202,550,214,745)**	**(28,104,332,466)**

Chanthone Sitthixay
Chief Executive Officer

Date: 28 August 2018

Chanthadom Meksavanh
Acting Chief Finance Officer

Date: 28 August 2018

The notes to the interim separate financial information on pages 8 to 17 form an integral part of these interim separate financial information.

1. General information

Petroleum Trading Lao Public Company (the Company) is a listed company in the Lao Securities Exchange and incorporated and resident in Lao PDR. The Company was incorporated and registered with the Ministry of Industry and Commerce on 3 October 2008.

The Company's head office is located at Kamphaeng Mueang Street, Phonthan village, Xaysettha district, Vientiane capital, Lao PDR. The Company also has 5 depot branches which are located in Vientiane capital, Bolikhamxay, Savannakhet, Sayyabouly and Champasack provinces, Lao PDR.

The Company acquired 99.99% of interest in Petroleum Trading Lao Company Limited which is incorporated in Thailand in June 2016.

The principle activities of the Company are to distribute fuel and petroleum products.

As at the reporting date, the Group has restructuring the Company in accordance with the Decree on Petroleum Business no. 331/PM, dated 27 Oct 2017, issued by Ministry of Industry and Commerce (Note 23)

This interim separate financial information was authorised for issue by the Board of Directors on 28 August 2018.

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

2. Basis of preparation and accounting policies

The condensed interim separate financial information was prepared in accordance with the Company's accounting policies as described in more details in the annual financial statements for the year ended 31 December 2017. The primary financial information (i.e. separate statements of financial position, separate statements of income, separate statements of changes in shareholder's equity and separate statements of cash flows) are in accordance with the reporting and disclosure regulation issued by Lao Securities and Exchange Commission Office.

According to the Accounting Law and Regulation on accounting and auditing in securities sector under Securities Commission Office in Lao P.D.R., all listed companies are required to prepare its financial statements in accordance with International Financial Reporting Standards (IFRSs) as generally accepted accounting principles. At present, Securities Commission Office is still flexible and allows listed companies to apply their own significant accounting policies, but they also encourage listed companies to fully adopt the IFRSs as it will be enforced in the future. In Lao PDR, there are significant differences between the Company's' own accounting policies and the IFRSs, in many areas such as property, plant and equipment, leases, employee benefit, borrowing, current and deferred income tax, financial instruments, consolidated and separate financial statements, business combinations, and pre-operation costs. Hence, users of the financial statements should therefore be aware and understand these differences and how these will affect their interpretation and decision making.

The interim separate financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2017.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

3. Estimates

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

In preparing this interim separate financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2017.

4. Cash and cash equivalents

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Cash on hand	82,595,185	161,258,860
Cash at bank	2,162,062,069	5,979,966,344
	2,244,657,254	**6,141,225,204**

5. Trade accounts receivable, net

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Trade receivables from related parties (Note 20,iii)	46,440,635,949	43,502,729,774
Trade receivables	64,055,530,478	66,233,875,225
	110,496,166,427	109,736,604,999
Less: Allowance doubtful accounts	(6,121,393,459)	(5,355,565,589)
	104,374,772,968	**104,381,039,410**

Outstanding trade receivables as at 30 June 2018 can be analysed as follow:

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Up to 5 months	78,047,081,457	74,272,654,201
6 months - 1 year	1,509,457,503	1,654,779,095
1 - 2 years	2,119,358,092	6,068,649,842
Over 2 years	28,820,269,375	27,740,521,861
	110,496,166,427	109,736,604,999
Less: Allowance doubtful accounts	(6,121,393,459)	(5,355,565,589)
	104,374,772,968	**104,381,039,410**

6. Inventories, net

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Fuel	11,269,621,119	7,442,665,919
Lubricant	1,168,718,428	1,351,643,042
Office supply	1,389,781,872	1,481,351,176
Stock plus card	229,429,876	-
Less: Allowance for impairment based on net realizable value	(22,455,023)	(179,245,277)
	14,035,096,272	**10,096,414,860**

During the six-month period ended 30 June 2018, the provision of the allowance for impairment of inventories (lubricant) at Savannakhet warehouse amount to LAK156,790,254 were reversed since those inventories were sold out during the period.

7. Other current assets

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Other receivables - related parties*	39,958,367,347	36,631,272,840
Advance to suppliers	4,599,584,678	12,483,871,506
Deposits to suppliers	10,377,954,737	7,163,417,449
Advance to employees	60,866,992	88,436,702
Advance profit tax payment	1,146,854,492	1,146,854,492
Advance for investment**	1,156,317,500	-
	57,299,945,746	**57,513,852,989**

*Mainly consist of receivable from key management amount to LAK 22,497,682,340, advance to related parties amount to LAK 500,736,556 (Note 20, iii). The remaining represents interest receivables loan to related parties.

**This represents the advance payment for consultancy fees, in which the Company paid in advance for the 2 new subsidiaries, Petrotrade (Lao) Company Limited and Petrotrade Retail (Lao) Company Limited.

8. Property, plant and equipment, net

	LAK
Opening net book value as at 1 January 2018 – Audited	267,953,215,076
Additions	2,550,214,745
Disposals	-
Transfer in (out)	(2,537,415,280)
Depreciation charge	(5,362,398,149)
Closing net book value as at 30 June 2018 – Unaudited	**262,603,616,392**

9. Intangible assets, net

	LAK
Opening net book value as at 1 January 2018 – Audited	7,790,533,967
Additions	-
Amortisation charge	(466,794,422)
Closing net book value as at 30 June 2018 - Unaudited	**7,323,739,545**

10. Investment properties, net

	LAK
Opening net book value as at 1 January 2018 - Audited	180,903,625,951
Transfer in (out)	2,537,415,280
Depreciation charge	(5,373,356,117)
Closing net book value as at 30 June 2018 - Unaudited	**178,067,685,114**

11. Investment in subsidiaries, net

	LAK
Opening net book value as at 1 January 2018 - Audited	11,970,113,505
Additions	200,000,000,000
Closing net book value as at 30 June 2018 - Unaudited	**211,970,113,505**

During six-month period ended 30 June 2018, the Company invested in 2 new subsidiaries, Petrotrade (Lao) Company Limited and Petrotrade Retail (Lao) Company Limited, which contributed share capital amount to LAK 150 billion and LAK 50 billion respectively.

12. Other non-current assets

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Prepaid land rental*	43,572,199,028	37,263,028,090
Advance for gas stations	6,577,238,000	6,567,238,046
	50,149,437,028	**43,830,266,136**

*This mainly represents outstanding prepayment of land rental from related parties amount to LAK 11,238,174,346 (2017: LAK 11,238,174,346) (Note 20, iii)

13. Trade accounts payable

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Trade payables	55,683,839,933	23,424,359,361
Trade payables – related parties (Note 20, iii)	9,348,560,589	7,095,249,018
	65,032,400,522	**30,519,608,379**

14. Tax payables

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Value Added Tax payable	2,443,422,959	2,815,382,720
Personnel Income Tax payable	112,028,080	-
Other taxes and statutory payables*	38,837,879	234,783,127
	2,594,288,918	**3,050,165,847**

*Other taxes and statutory payables mainly consist of road tax, excise tax, import tax, statutory fuel-price stabilizing reserve fund.

15. Borrowings

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Current		
Borrowings from financial institutions	280,234,828,571	274,031,960,000
Non-current		
Borrowings from financial institutions	21,698,571,429	32,600,000,000
	301,933,400,000	**306,631,960,000**

The current portion of borrowings included loan from related parties amount to LAK 251,303,400,000 (Note 20, iv).

16. Other current liabilities

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Advance from customers	2,096,195,102	2,317,457,896
Other payables – related parties (Note 20)	200,000,000,000	-
Other accrued and payables	3,754,976,478	5,102,333,236
	205,851,171,580	**7,419,791,132**

17. Share capital

Shares of the Company (under the ticker "PTL") have been officially listed in Lao Securities Exchange since 10 December 2014, in accordance with Listing License No. 005 dated 26 November 2014. The total shares as of 30 June 2018 is 235,000,000 shares with the par value of LAK 2,000 per share.

There were no additional share issued or decreased during the six-month period ended 30 June 2018.

18. Income taxes

The tax privileges given to LSX listed companies mean the Company is entitle to a further reduction to the rate of 5% during the initial 4 years from the date of Company's registration in Lao Securities Exchange (commencing from the year 2014 to 2017) in accordance with the Enactment of the President of Lao PDR regarding Income Tax and Fee for Securities and Exchange, No. 1/ President, date 28 December 2010 and the Tax Law issued on 15 December 2015.

19. Basic earnings (loss) per share

Basic earnings (loss) per share are calculated by dividing the net profit (loss) attributable to shareholder by the weight average number of ordinary share in issue during the period.

	Unaudited 30 June 2018 LAK	Unaudited 30 June 2017 LAK
Net loss attributable to ordinary share (LAK)	(30,230,378,936)	(44,843,903,620)
Weighted average number of ordinary share in issue (share)	235,000,000	235,000,000
Basic earnings (loss) per share (LAK)	(129)	(191)

20. Related party transactions

Enterprise and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the company. Related parties also include (a) associates and individuals owning, directly or indirectly, a voting interest in the Company that gives them significant influence over the enterprise, (b) key management personnel, including directors and officers of the Company and their close family members, and (c) companies associated with those under (a) and (b).In considering each possible related party relationship, attentions is directed to the substance of the relationship, and not merely the legal form.

The following material transactions were between related parties.

i) Sales of goods and services

	Unaudited 30 June 2018 LAK	Unaudited 30 June 2017 LAK
Sales of goods to:		
Other related parties	143,731,885,690	171,304,470,000

ii) Purchases of goods and services

	Unaudited 30 June 2018 LAK	Unaudited 30 June 2017 LAK
Purchase of services from:		
Subsidiaries	-	5,037,889,560
Other related parties	9,084,131,885	2,937,287,089
	9,084,131,885	**7,975,176,649**

20. Related party transactions (continued)

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

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Receivables from:		
Key management (Note 7)	22,497,682,340	22,497,682,340
Other related parties*	63,901,320,955	70,065,957,430
	86,399,003,295	**92,563,639,770**

*This mainly consists of outstanding prepayment of land rental from related parties amount to LAK 11,238,174,346 (2017: LAK11,238,174,346) (Note 12), trade receivable from related parties amount to LAK 46,440,635,949 (2017: LAK 43,502,729,774) (Note 5), advance to related parties amount to LAK 500,736,556 (2017: nil) (Note 7).

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Payables to:		
Subsidiaries (Note 16)	200,000,000,000	-
Other related parties	9,348,560,589	7,095,249,018
	209,348,560,589	**7,095,249,018**

iv) Borrowing from related parties

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Affiliate:		
Phongsavanh Bank		
i) Short-term borrowings (Note 15)	251,303,400,000	247,951,960,000
ii) Long-term borrowings	-	-
	251,303,400,000	**247,951,960,000**

v) Loan to related parties

	2018 LAK	2017 LAK
As at 1 January - Audited	40,809,343,271	38,099,943,271
Addition	-	2,709,400,000
Translation	70,580,000	-
As at 30 June - Unaudited	**40,879,923,271**	**40,809,343,271**

Loan to key management and other related parties has no interest fee but with a specified repayment date.

20. Related party transactions (continued)

vi) Key management compensation

The compensations paid to key management are as follows:

	Unaudited 30 June 2018 Million LAK	Unaudited 30 June 2017 Million LAK
Salaries and others	1,156	179

21. Commitments and contingencies

Operating lease commitments – where the Company is the lessee.

The Company lease land under non-cancellable operating lease agreements. The minimum lease commitment as at the balance sheet dates under the operating lease agreements is as follows:

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Less than 1 year	9,737,160,000	9,698,040,000
From 1-5 years	5,197,056,420	5,170,324,420
More than 5 years	21,757,543,708	21,598,107,708
	36,691,760,128	**36,466,472,128**

Operating lease commitment where the Company is the lessor

The Company leases out gas stations and office under operating lease arrangements. The minimum future rental receivables as at the balance sheet dates under these operating lease agreements are as below:

	Unaudited 30 June 2018 LAK	Audited 31 December 2017 LAK
Less than 1 year	1,968,000,000	1,968,000,000
From 1-5 years	9,840,000,000	9,840,000,000
More than 5 years	699,000,000	699,000,000
	12,507,000,000	**12,507,000,000**

22. Supplementary information

The figures shown in related condensed financial information below are only additional information particularly for comparative balance of 30 June 2018 and 30 June 2017 of the Company's financial information. This is in accordance with the reporting and disclosure regulation issued by Lao Securities and Exchange Commission Office.

Statement of income for the three-month period 30 June 2018 and 2017

	Unaudited 30 June 2018 Million LAK	Unaudited 30 June 2017 Million LAK
Sales	290,459	212,360
Cost of sales	(281,237)	(198,488)
Gross profit	**9,222**	**13,872**
Other incomes	8,591	2,262
Selling expenses	(5,043)	(5,083)
Administrative expenses	(13,843)	(28,076)
Operating loss	**(1,073)**	**(17,025)**
Finance expenses	(9,248)	(6,198)
Net loss before income tax expenses	**(10,321)**	**(23,223)**
Income tax expenses	-	-
Net loss for the period	**(10,321)**	**(23,223)**

23. Events occurring after the reporting date

Investment in new subsidiaries

During the period, the Company invested 100% in two new subsidiaries, the purpose of investing is to restructure the Company in accordance to the Decree on Petroleum Business no. 331/PM, dated 27 Oct 2017, issued by Ministry of Industry and Commerce, mentioned in Article 10 the petroleum import and export company is to operate business on importation for wholesale to the domestic company and export to other countries; and Article 19 domestic distribution company is the company purchases petroleum from import and export companies, domestic production and processing company to distribute to the fuel station and customer.

Management understand the requirement of the Decree on the Petroleum Business, which would change in the business structure. The Company is now in processing of getting approval from the Lao Securities Commission Committee and Laos Securities Exchange, and management trusts that the authorities will approve the requested.

The Company estimated to contribute some of non-current assets (property, plant and equipment, intangible assets, and investment properties) to the new subsidiaries represented about 45% of its total balance for the six-month period ended 30 June 2018.

The Company's revenue from wholesale and retail fuel and lubricant distribution represented 100% of total revenue for the six-month period ended 30 June 2018. As at 30 June 2018, the consolidated financial statement is included significant item which may transfer to the two new subsidiaries in the future as below:

	Unaudited 30 June 2018 LAK
Trade accounts receivable, net	69,894,656,502
Inventories, net	13,593,586,366