

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE - MONTH AND NINE - MONTH PERIODS ENDED SEPTEMBER 30, 2023

1. GENERAL INFORMATION

1.1 General matter

The company was incorporated as a limited company under the Thai Civil and Commercial Code on April 19, 1994, and changed its status to a public limited company under the Public Limited Company Act on May 9, 2013 and the Company’s shares had been approved to be listed in the Stock Exchange of Thailand on November 28, 2013. The address of its registered office is 594 Moo 4 Tumbol Makhamkoo, Amphur Nikompattana, Rayong. The company operates in Thailand, and its principal activities are the Manufactures fabricated steel and equipment and provides modularization.

1.2 Basis for preparation of the interim financial statements

The interim financial statements are prepared in accordance with Accounting Standard No.34 “Interim Financial Reporting” which the Company choose to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders’ equity and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that in the latest annual financial statements. Accordingly, they focus on new activities, events, and circumstances so as not duplicate information previously reported. These interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2022.

An English language version of the financial statements has been prepared from the statutory financial statements that were issued in Thai language. In case of conflict or difference in understanding, the financial statements in Thai language shall prevail.

1.3 Related parties

Related persons through shareholding and /or directors are as follows :

	<u>Relationship</u>
Mr. Kyu Young Lee	Shareholder and director
Mr. Young Jun Lee	Shareholder and director
Mr. Seung Woo Lee	Shareholder and director
Mr. Seong Jin Lee	Shareholder and director
Mr. Myungsup Song	Director
Mr. Boonchuay Korkitrojana	Director
Mr. Ekachidd Chungcharoen	Director
Mr. Noppadol Dheerabutrvongkul	Director
Mr. Jumpot Kanjanapanyakom	Director

1.4 Financial Reporting Standards which are not effective for the current period

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users.

The management of the Company believes that adoption of these amendments will not have any significant impact on the Company financial statements.

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

2. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2022.

3. CASH AND CASH EQUIVALENTS

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Cash	248,285.00	295,941.00
Current and saving deposits at banks	380,638,969.59	716,520,884.60
Deposit in foreign registered fund	242,313,588.01	329,598,554.07
Total cash and cash equivalents	623,200,842.60	1,046,415,379.67

4. TRADE RECEIVABLES - NET

As of September 30, 2023 and December 31, 2022, the trade receivables are classified by aging as follows :

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Current	272,314,052.92	317,481,276.91
Overdue		
Less than 3 months	604,731.90	109,218,548.21
Over 12 months	-	1,611,232.41
Total	272,918,784.82	428,311,057.53
<u>Less</u> Allowance for expected credit losses	-	(1,493,798.20)
Trade Receivables - Net	272,918,784.82	426,817,259.33

The change in the allowance for expected credit losses for the nine-month period ended September 30, 2023 is as follow :

	B A H T
Balance as of December 31, 2022	1,493,798.20
Received during the period	(1,493,798.20)
Balance as of September 30, 2023	-

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

5. CONTRACT ASSETS / CONTRACT LIABILITIES

5.1. Contract balances

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Contract assets		
Project value as per contracts	7,078,808,990.19	7,177,960,795.38
Accumulated amount recognized as revenue on percentage of completion basis	6,621,426,796.40	5,435,900,335.82
<u>Less</u> Value of total billed	(5,744,039,740.03)	(4,574,277,565.80)
<u>Add (Less)</u> Differences arising from currency translation	(13,182,605.33)	(98,462,876.15)
Unbilled contract work	864,204,451.04	763,159,893.87
<u>Less</u> Allowance for expected credit loss	(24,388,293.75)	(24,388,293.75)
Contract assets - Net	839,816,157.29	738,771,600.12
Retention		
- Current	39,070,386.70	90,014,711.12
Contract liabilities		
Project value as per contracts	757,594,602.33	882,008,757.02
Value of total billed	510,398,710.12	384,593,508.10
<u>Less</u> Accumulated amount recognized as revenue on percentage of completion basis	(383,721,483.88)	(13,547,259.80)
<u>Add (Less)</u> Differences arising from currency translation	(17,932,083.66)	(31,734,832.61)
Contract liabilities	108,745,142.58	339,311,415.69

The change in the allowance expected credit loss for the nine-month period ended September 30, 2023 is as follow :

	B A H T
Balance as of December 31, 2022 (Audited)	24,388,293.75
Increase (Decrease) during the period	-
Balance as of September 30, 2023 (Unaudited but reviewed)	24,388,293.75

CONTRACTS IN PROGRESS

As of September 30, 2023 and December 31, 2022, the Company has the aggregate amount of costs incurred and recognized profit up to date approximately amounted to Baht 4,125.97 million and Baht 2,460.71 million respectively.

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

5.2. Revenue recognized in relation to contract balances

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Revenue recognized that was included in contract liabilities at the beginning of the period	230,566,273.52	256,139,268.08

5.3. Revenue to be recognized for the remaining performance obligations

As of September 30, 2023, revenue totaling Baht 890.41 million is expected to be recognised in the future in respect of performance obligations under contracts with customers that are uncompleted. The Company expects to satisfy these performance obligations within 1 years.

6. OTHER CURRENT RECEIVABLES

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Prepaid expenses	6,109,072.24	7,520,875.86
<u>Less</u> Non - current	(157,557.28)	(539,543.06)
Current	5,951,514.96	6,981,332.80
Other receivables	138,750.05	736,745.71
<u>Less</u> Non - current	-	(87,499.98)
Current	138,750.05	649,245.73
Revenue Department receivable	71,527,006.49	90,347,135.67
Others	20,091,673.89	16,406,956.50
Total	97,708,945.39	114,384,670.70

7. INVENTORIES

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Raw material and supplies	479,464,654.76	591,849,159.87
Goods in transit	4,391,795.43	17,789,447.14
Total	483,856,450.19	609,638,607.01

..... DIRECTOR
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..... DIRECTOR
(Mr. Seung Woo Lee)

8. OTHER CURRENT FINANCIAL ASSETS

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Debt instruments measured at amortised cost		
Foreign registered fund - Bond		
(Due on Dec 15, 2023, coupon interest rate 0.125% and minimum yield rate 5.02)	72,062,035.50	-
Financial assets measurement at fair value through profit or loss		
Foreign registered fund - Investment units in fund	-	51,737,932.28
Total other current financial assets	72,062,035.50	51,737,932.28

9. PROPERTY, PLANT AND EQUIPMENT - NET

	B A H T	
Net book value as of December 31, 2022 (Audited)		1,310,697,610.80
<u>Add</u> Acquisitions during the period - at cost		52,010,120.07
<u>Less</u> Sale and disposal during the period - at net book value		(1,616,018.77)
<u>Less</u> Depreciation for the period		(88,060,265.87)
Net book value as of September 30, 2023 (Unaudited but reviewed)		1,273,031,446.23

The Company’s part of land are mortgaged to a local bank as collateral for credits line of bank overdraft and letter of guarantee as of September 30, 2023 and December 31, 2022, amounted to Baht 174.60 million

..... DIRECTOR
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..... DIRECTOR
(Mr. Seung Woo Lee)

10. RIGHT-OF-USE ASSETS - NET

	B A H T
Net book value as of December 31, 2022 (Audited)	77,476,166.54
<u>Add</u> Increased during the period - at cost	7,580,000.00
<u>Less</u> Amortization for the period	(36,102,036.93)
Net book value as of September 30, 2023 (Unaudited but reviewed)	48,954,129.61

The following are the amounts recognised in profit or loss for the nine - month period ended September 30, 2023 and 2022.

	B A H T	
	For the nine-month period ended September 30,	
	2023	2022
Amortization of right-of-use assets	36,102,036.93	40,104,917.62
Interest expense on lease liabilities	1,104,630.95	965,508.54
Expense relating to short-term lease	5,467,671.60	5,717,271.60
Total	42,674,339.48	46,787,697.76

11. INTANGIBLE ASSETS - NET

	B A H T
Net book value as of December 31, 2022 (Audited)	7,078,032.45
<u>Add</u> Increased during the period - at cost	3,030,350.99
<u>Less</u> Amortization for the period	(2,843,896.26)
Net book value as of September 30, 2023 (Unaudited but reviewed)	7,264,487.18

12. CREDIT FACILITIES

As of September 30, 2023 and December 31, 2022, the Company has credit facilities with three banks for overdraft and loan facilities which are guarantee by mortgaged part of land and building of the Company as follows :

	MILLION BAHT	
	As of September 30, 2023	As of December 31, 2022
	(Unaudited but reviewed)	(Audited)
Overdraft and loan facilities	30.00	30.00
Letter of Guarantee - Existing facilities	360.00	360.00
Letter of Guarantee, Letter of credits and trust receipts - New facilities	6,936.92	6,398.17

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..... DIRECTOR
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13. OTHER PAYABLES

	B A H T	
	As of September 30, 2023 (Unaudited but reviewed)	As of December 31, 2022 (Audited)
Rental income received in advance	6,289,220.04	2,096,406.68
Other received in advance	5,780,348.30	13,053,591.21
Accrued expenses	24,352,869.51	31,330,471.62
Payable for purchase fixed assets	7,801,565.71	16,549,786.90
Revenue Department payable	5,201,394.25	6,882,433.00
Others	10,915,864.43	47,095,947.51
Total	60,341,262.24	117,008,636.92

14. LEASE LIABILITIES

	B A H T
Lease liabilities as of December 31, 2022 (Audited)	33,300,418.77
Increase (Decrease) during the period :	
<u>Add</u> Lease payments at the commencement date	5,994,195.12
<u>Less</u> Deferred interest expenses	(568,445.12)
<u>Add</u> Amortization of deferred interest expenses	1,104,630.95
<u>Less</u> Paid in the period	(18,358,982.56)
Lease liabilities as of September 30, 2023 (Unaudited but reviewed)	21,471,817.16
<u>Less</u> Current portion	(15,798,528.40)
Lease liabilities - net of current portion	5,673,288.76

..... DIRECTOR
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..... DIRECTOR
(Mr. Seung Woo Lee)

As of September 30, 2023 and December 31, 2022, the Company has lease obligations with the period of payment as follows :

B A H T			
As of September 30, 2023			
	Principal	Deferred interest	Total
Payment due within 1 year	15,798,528.40	600,601.84	16,399,130.24
Payment due over 1 year to 5 years	5,673,288.76	294,628.67	5,967,917.43
Total	21,471,817.16	895,230.51	22,367,047.67
B A H T			
As of December 31, 2022			
	Principal	Deferred interest	Total
Payment due within 1 year	22,227,031.95	1,163,422.26	23,390,454.21
Payment due over 1 year to 5 years	11,073,386.82	267,994.21	11,341,381.03
Total	33,300,418.77	1,431,416.47	34,731,835.24

Under the term of lease contracts referred to above, the Company have the right to purchase the assets at the quoted price at the expiry date of the leases contracts and the Company have to comply with certain conditions and restriction as specified in the lease contracts.

15. PROVISIONS FOR EMPLOYEE BENEFIT

- Movement in the present value of the provisions for employee benefit.

B A H T		
For the nine-month period ended September 30,		
	2023	2022
Provisions for employee benefit as of beginning (Audited)	18,048,084.00	25,035,875.00
Current service cost and interest	4,054,768.00	3,414,377.00
Actuarial (gain) loss on defined employee benefit plans	-	(11,540,291.00)
Provisions for employee benefit as of ending (Unaudited but reviewed)	22,102,852.00	16,909,961.00

- Expenses recognized in profit or loss for the three-month and nine-month periods ended September 30, 2023 and 2022 are as follow:

B A H T			
For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023
Current service costs	1,264,968.00	1,073,360.00	3,794,908.00
Interest cost	86,620.00	64,773.00	259,860.00
Total	1,351,588.00	1,138,133.00	4,054,768.00

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..... DIRECTOR
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- Principal actuarial assumptions as of September 30, 2023 and December 31, 2022.

	PERCENT	
	As of September 30, 2023	As of December 31, 2022
Discount rate	1.92	1.92
Salary increase rate	5	5
Employee turnover rate	0-31*	0-31*
Mortality rate	TMO2017**	TMO2017**

* Based on the weighted average by age group of employees

** Reference from TMO2017 : Thai Mortality Ordinary Table 2017

- Significant actuarial assumptions for sensitivity analysis are discount rate, salary increase rate and mortality, while holding all other assumptions constant. The sensitivity analysis of change in the relevant actuarial assumption that were reasonably possible as of September 30, 2023 as follows:

-If the discount rate increases (decreases) by 1%, the employee benefit obligation would decrease Baht 1.19 million (increase Baht 1.33 million).

-If the salary increase rate increases (decreases) by 1%, the employee benefit obligation would increase Baht 1.39 million (decrease Baht 1.27 million).

-If the turnover rate increases (decreases) by 1%, the employee benefit obligation would decrease Baht 1.35 million (increase Baht 0.75 million).

-If the life expectancy increases (decreases) by one year for all employees, the employee benefit obligation would increase (decrease) Baht 0.10 million.

In presenting the above sensitivity analysis, the present value of the employee benefit obligations has been calculated by using the same method that applied in calculating the employee benefit obligation recognized in the statement of financial position.

16. DIVIDENDPAYMENT

At the Annual General Meeting of the Shareholders on April 22, 2022, the meeting has approved to pay dividend from the retained earnings on profit from non-BOI business at the rate of Baht 0.05 per share, total amount of Baht 79.83 million, which was paid on May 11, 2022

At the Annual General Meeting of the Shareholders on April 21, 2023, the meeting has approved to pay dividend from the retained earnings on profit from BOI business in the form of cash at the rate of Baht 0.12 per share, total amount of Baht 191.96 million, which was paid on 19 May 2023.

17. LEGAL RESERVE

Under the Public Limited Companies Act., the Company is required to set aside as legal reserve of at least 5% of its net profit of each year after deduction of deficit (if any) until the reserve reaches 10% of authorized share capital. This reserve is not available for dividend distribution.

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

18. PROVIDENT FUNDS

The Company has established the provident fund for its employee in year 2013. Each employee to contribute 5% of the gross salary and the Company contributes the same amount. The fund is managed by a local finance institution under Provident Fund Act. (B.E.2530) and Provident Fund Act. (No.2 B.E.2542).

The Company has contributed to the fund for the three-month period ended September 30, 2023 and 2022 amounted to Baht 0.86 million and Baht 0.92 million respectively. And for the nine-month period ended September 30, 2023 and 2022 amounted to Baht 2.70 million and Baht 2.82 million respectively.

19. GAIN (LOSS) ON EXCHANGE RATE

	B A H T			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023	2022
Realized gain (loss)	24,392,211.52	52,269,933.74	(6,157,499.85)	129,800,701.51
Unrealized gain (loss)	18,100,556.59	28,323,406.35	91,981,896.75	7,870,354.04
Total	42,492,768.11	80,593,340.09	85,824,396.90	137,671,055.55

20. EXPENSES BY NATURE

The expenditure items of expenses classified by nature for the three-month and nine-month periods ended September 30, 2023 and 2022 are as follows :

	B A H T	
	For the three-month period ended September 30,	
	2023	2022
Raw material and supplies use	129,995,296.12	328,303,262.92
Employee expenses	281,091,605.20	212,426,646.04
Services cost	210,722,917.00	226,498,803.68
Labor cost	47,336,484.52	4,520,988.45
Depreciation and amortization	41,165,767.71	41,952,311.63

	B A H T	
	For the nine-month period ended September 30,	
	2023	2022
Raw material and supplies use	542,813,160.16	547,245,722.32
Employee expenses	829,758,783.59	378,635,698.63
Services cost	823,455,143.17	338,229,068.06
Labor cost	234,299,064.15	6,192,347.49
Depreciation and amortization	126,214,082.43	107,190,705.82

..... DIRECTOR
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..... DIRECTOR
(Mr. Seung Woo Lee)

21. TAX EXPENSES

The Company received promotional privileges from the Board of Investment including exemption from corporate income tax in BOI - promoted industries (as stated in the note to interim financial statement 25).

The income tax rate being used is 20%.

- Tax expenses for three - month and nine - month periods ended September 30, 2023 and 2022 consisted of:

	B A H T			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023	2022
Current tax expenses (income)	-	-	-	-
Deferred tax expense (income) of Temporary difference	(9,357,819.18)	(227,626.60)	(10,561,884.16)	(682,875.40)
Tax expenses (income) reported in statement of comprehensive income	<u>(9,357,819.18)</u>	<u>(227,626.60)</u>	<u>(10,561,884.16)</u>	<u>(682,875.40)</u>

- Income tax relating to each component of other comprehensive income for the three - month and nine - month periods ended September 30, 2023 and 2022, consisted of:

	B A H T			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023	2022
Actuarial gain (loss) on defined employee benefit plans	-	-	-	<u>(2,308,058.20)</u>

..... DIRECTOR
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..... DIRECTOR
(Mr. Seung Woo Lee)

- Reconciliation between income tax expense and the product of accounting profit multiplied by the applicable tax rates for the nine - month period ended September 30, 2023 and 2022 as follow:

	B A H T	
	For the nine-month period ended September 30,	
	2023	2022
Accounting profit (loss) before tax	(113,971,063.96)	161,569,424.73
Applicable tax rate	20%	20%
Accounting profit (loss) before tax multiplied by applicable tax rate	(22,794,212.79)	32,313,884.94
Tax effect of :		
- Revenues granted income tax exemption	9,754,273.53	(46,864,693.73)
- Non - deductible expenses	5,600,595.93	322,544.02
- Loss for non - promoted business of current year which no deferred tax asset was recognized	(3,122,540.83)	13,545,389.37
Tax expense (income) reported in statements of income	(10,561,884.16)	(682,875.40)

- The components of deferred tax asset is as follows:

	B A H T	
	As of September 30, 2023	As of December 31, 2022
	(Unaudited but reviewed)	(Audited)
Deferred tax assets		
Provision for severance pay	14,623,305.12	4,573,614.92
Provision for employee benefit	4,420,570.40	3,609,616.80
Allowance for expected credit losses	4,877,658.75	5,176,418.39
Total	23,921,534.27	13,359,650.11

The tax losses carry forward amounted to Baht 518.76 million as of September 30, 2023 and Baht 922.76 million as of December 31, 2022 expire in year 2023 to year 2028. Deferred tax assets have not been recognised in the interim financial statements of the Company in respect of this items because it is not certain that future taxable profit will be generated against which the Company can utilise the benefits there from.

..... DIRECTOR
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..... DIRECTOR
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22. WEIGHTED AVERAGE OF ORDINARY SHARES

According to the treasury shares, the Company has adjusted the weighted average number of ordinary shares used in recalculation of the earnings (loss) per share for the three-month and nine-month periods ended September 30, 2023 and 2022 to reflect the effect of the change of number of share to earnings (loss) per share as follows:

	SHARES	
	For the three-month period ended September 30,	
	2023	2022
Issued and paid - up of ordinary shares	1,599,690,000	1,599,690,000
<u>Less</u> Treasury shares on June 17 - 21, 2019 (2,109,800 Shares)	-	(2,109,800)
Treasury shares on August 19, 2019 (1,000,000 Shares)	-	(1,000,000)
<u>Add</u> Sale of this treasury shares on August 29 - 31, 2022 (791,200 Shares)	-	266,600
Sale of this treasury shares on September 1 - 8, 2022 (2,318,600 Share)	-	579,650
Weighted average number of ordinary shares	1,599,690,000	1,597,426,450

	SHARES	
	For the nine-month period ended September 30,	
	2023	2022
Issued and paid - up of ordinary shares	1,599,690,000	1,599,690,000
<u>Less</u> Treasury shares on June 17 - 21, 2019 (2,109,800 Shares)	-	(2,109,800)
Treasury shares on August 19, 2019 (1,000,000 Shares)	-	(1,000,000)
<u>Add</u> Sale of this treasury shares on August 29 - 31, 2022 (791,200 Shares)	-	89,843
Sale of this treasury shares on September 1 - 8, 2022 (2,318,600 Share)	-	195,340
Weighted average number of ordinary shares	1,599,690,000	1,596,865,383

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

23. TRANSACTIONS WITH RELATED PARTIES

23.1 The outstanding balance of significant business transactions with related person as of September 30, 2023 and as of December 31, 2022 are as follows :

	MILLION BAHT	
	As of September 30, 2023	As of December 31, 2022
<u>The outstanding balances</u>		
Other payables - other	0.13	0.13

23.2 MANAGEMENT BENEFIT EXPENSES

Management benefit expenses consist of salary, bonus and other benefits of directors and management of the Company.

Management benefit expenses for the three-month and nine-month period ended September 30, 2023 and 2022 as follows :

	MILLION BAHT			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023	2022
Short - term employee benefits	4.45	4.44	13.47	14.32
Post employee benefits	0.27	0.24	0.81	(3.49)
Total	4.72	4.68	14.28	10.83

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

24. THE FINANCIAL INFORMATION BY SEGMENT

The Company proposed interim financial statements that classified by business segment and geography segment as Follows :

1. Business Segment
 - 1.1. Contract revenues
 - 1.2. Service revenues
2. Geography Segment
 - 2.1. Local
 - 2.2. Oversea

	MILLION BAHT					
	For the three-month period ended					
	September 30, 2023			September 30, 2022		
	Oversea	Local	Total	Oversea	Local	Total
Contract revenues	492.73	-	492.73	874.81	-	874.81
Service revenues	-	21.07	21.07	-	22.23	22.23
Total Revenues	492.73	21.07	513.80	874.81	22.23	897.04
Gross profit (loss)	(185.46)	(4.47)	(189.93)	90.59	(2.69)	87.90
Other income and expenses						
Other income			8.93			4.62
Distribution costs			(1.13)			(0.06)
Administrative expenses			(47.26)			(60.71)
Gain (loss) on exchange rate			42.49			80.59
Severance pay			(20.35)			(0.86)
Finance costs			(0.32)			(0.54)
Tax income (expenses)			9.36			0.23
Net profit (loss)			(198.21)			111.17

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

MILLION BAHT

	For the nine-month period ended					
	September 30, 2023			September 30, 2022		
	Oversea	Local	Total	Oversea	Local	Total
Contract revenues	2,430.27	-	2,430.27	1,435.10	-	1,435.10
Service revenues	-	59.36	59.36	-	54.72	54.72
Total Revenues	<u>2,430.27</u>	<u>59.36</u>	<u>2,489.63</u>	<u>1,435.10</u>	<u>54.72</u>	<u>1,489.82</u>
Gross profit (loss)	(33.21)	(16.27)	(49.48)	157.95	(12.82)	145.13
Other income and expenses						
Other income			32.07			18.31
Distribution costs			(2.60)			(2.26)
Administrative expenses			(142.80)			(131.88)
Gain (loss) on exchange rate			85.82			137.67
Severance pay			(35.87)			(4.43)
Finance costs			(1.11)			(0.97)
Tax income (expenses)			10.56			0.68
Net profit (loss)			<u>(103.41)</u>			<u>162.25</u>

	As of September 30, 2023			As of December 31, 2022		
	Oversea	Local	Total	Oversea	Local	Total
Assets operations						
Trade receivables	266.52	6.40	272.92	405.82	21.00	426.82
Contract assets	839.82	-	839.82	738.77	-	738.77
Inventories	437.40	46.46	483.86	551.35	58.29	609.64
General assets			<u>2,200.03</u>			<u>2,738.91</u>
Total assets			<u>3,796.63</u>			<u>4,514.14</u>

Major customer information

For the three - month and nine - month periods ended September 30, 2023, the operations of the Company has earned from 2 major customers from overseas operating amounting to Baht 492.73 million and Baht 2,430.27 million respectively.

For the three - month and nine - month periods ended September 30, 2022, the operations of the Company has earned from 2 major customers from overseas operating amounting to Baht 874.81 million and Baht 1,365.80 million respectively.

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

25. INDUSTRIAL PROMOTIONAL PRIVILEGES

The Company received promotional privileges from the Board of Investment and existing as of September 30, 2023 for two Promotional certificate.

To be entitled to the privileges, the Company must comply with the terms and conditions as specified in the promotional certificates.

26. COMMITMENT AND CONTINGENT LIABILITIES

As of September 30, 2023 and December 31, 2022, the Company has commitment and contingent liabilities as follows :

26.1 Contingent liabilities to banks for letters of guarantee as follows :

	MILLION	
	September 30, 2023	December 31, 2022
BAHT	34.91	36.30
US DOLLAR	56.76	44.67
AUSTRALIA DOLLAR	5.31	5.31
EURO	0.02	0.02

26.2 Commitment to purchase of fixed assets as of September 30, 2023 and December 31, 2022 amounted to approximately Baht 4.41 million and Baht 19.38 million respectively

26.3 Commitment to purchase of materials and services as of September 30, 2023 and December 31, 2022 amounted to approximately Baht 285.57 million and Baht 415.23 million respectively

26.4 Commitment under short - term lease and lease of low-value assets - land lease which have a payment due within 1 year as of September 30, 2023 and December 31, 2022, amounted to approximately Baht 3.73 million and Baht 2.63 million respectively.

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)

27 AGREEMENT

27.1 On March 1, 2020, the Company (Lessee) entered into a service agreement with a local company as a land lessor. Such area is located in the navy port which can create benefits for existing and potential projects. The assigned area is 25 Rais where can be extended another 10 Rais without any additional cost in land lease. The leasing term will be 3 years, starting from March 1, 2020 - February 28, 2023 with the total rental amounted to Baht 90 million which the Company has recorded as Right - of - use assets as described in note 10 to the interim financial statement.

In addition to the matter of land lease, the Company and the land lessor also aims to be the long-term business partnership by exchanging resources, knowledge between the parties to achieve business plans and create the long-term sustainable growth in steel fabrication business.

At the end of the contract, the Company did not renew such a contract.

27.2 On May 1, 2020, the Company (Lessor) entered into a land lease agreement with a local company. The leasing term will be 3 years with the total rental and advance received as of contract date amounted to Baht 31.45 million.

On May 1, 2023, the Company entered into the land lease agreement with the above company for the period of 2 years with the rental and advance received taken from the above agreement as of contract date in the amounted to Baht 12.58 million.

27.3 On April 11, 2022, the Company (Lessee) entered into a service agreement with a local company. The assigned area is 20 Rais the leasing term will be 2 years, starting from May 1, 2022 - April 30, 2024 with the total rental and advance payment amounted to Baht 76.80 million which the Company has recorded as Right - of - use assets as described in note 10 to the interim financial statement.

28 APPROVAL OF FINANCIAL STATEMENTS

These interim financial statements have been approved by the Board of directors of the Company on November 14, 2023.

..... DIRECTOR
(Mr. Myungsup Song)

..... DIRECTOR
(Mr. Seung Woo Lee)