

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED

THAILAND

INTERIM FINANCIAL STATEMENTS

FOR THE THREE - MONTH PERIOD ENDED MARCH 31, 2024

AND

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

EXPRESSED IN

THAI BAHT



A. M. T. & Associates

สำนักงาน เอ. เอ็ม. ที. แอสโซซิเอท

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INDEPENDENT AUDITOR'S REPORT

ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of BJC Heavy Industries Public Company Limited

I have reviewed the accompanying statement of financial position of BJC Heavy Industries Public Company Limited as of March 31, 2024, the related statement of changes in equity, comprehensive income and cash flows for the three - month period ended March 31, 2024, as well as the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of review

I conducted my reviews in accordance with 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 auditing standards 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 reviews, 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 Accounting Standard 34, "Interim Financial Reporting".

(DARANEE SOMKAMNERD)
Certified Public Accountant
Registration No. 5007

A.M.T. & ASSOCIATES
Bangkok, Thailand
May 14, 2024

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION
AS OF MARCH 31, 2024

B A H T

	Note	As of March 31, 2024 (Unaudited but reviewed)	As of December 31, 2023 (Audited)
<u>ASSETS</u>			
CURRENT ASSETS			
Cash and cash equivalents	3	542,080,854.16	851,619,233.81
Trade receivables	4	986,808,140.25	153,649,496.43
Current contract assets - net	5	820,532,696.95	1,259,868,329.27
Other current receivables	6	74,088,700.85	71,560,888.05
Inventories	7	446,552,499.58	443,686,740.99
Current tax assets		325,152.76	3,236,101.46
Other current financial assets	8	202,493,625.60	51,268,182.61
Other current assets			
- Retention	5	42,530,867.30	50,859,894.97
- Advance payment for materials and services		3,025,636.20	5,822,786.20
- Others		21,000.00	1,822,300.00
Total Current Assets		3,118,459,173.65	2,893,393,953.79
NON - CURRENT ASSETS			
Property, plant and equipment - net	9 and 12	1,208,902,093.71	1,249,130,625.81
Right-of-use assets - net	10 and 14	29,597,846.33	38,490,503.38
Intangible assets - net	11	8,945,524.61	7,724,842.39
Deferred tax assets	20	30,325,279.75	19,952,421.64
Other non - current assets		6,916,811.53	6,548,328.10
Total Non - Current Assets		1,284,687,555.93	1,321,846,721.32
TOTAL ASSETS		4,403,146,729.58	4,215,240,675.11

The accompanying notes to interim financial statements are an integral part of these interim financial statements.




.....
(Mr. Myungsup Song)

DIRECTOR



.....
DIRECTOR

(Mr. Seung Woo Lee)

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION
AS OF MARCH 31, 2024

B A H T

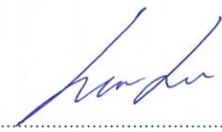
	Note	As of March 31, 2024 (Unaudited but reviewed)	As of December 31, 2023 (Audited)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>			
CURRENT LIABILITIES			
Trade payables and accrued contract cost		124,279,849.97	263,661,175.06
Current contract liabilities	5	453,656,480.71	379,342,632.43
Other current payables	13	27,472,004.44	51,307,719.33
Current portion of lease liabilities	14	6,203,157.63	10,836,589.20
Other current financial liabilities		288,207.98	-
Provisions for severance pay		-	31,483,981.45
Other current liabilities			
- Retention		66,651,522.32	62,036,131.36
- Others		3,627,610.57	5,650,302.97
Total Current Liabilities		682,178,833.62	804,318,531.80
NON - CURRENT LIABILITIES			
Rental income received in advance	26.1	524,101.48	2,096,406.49
Lease liabilities	14	4,512,668.72	4,643,112.91
Provisions for employee benefit	15	25,136,170.00	23,454,433.00
Total Non - Current Liabilities		30,172,940.20	30,193,952.40
Total Liabilities		712,351,773.82	834,512,484.20
SHAREHOLDERS' EQUITY			
Share Capital			
Authorized share capital			
1,599,690,001 ordinary shares of Baht 0.25 each		399,922,500.25	399,922,500.25
Issued and paid - up share capital			
1,599,690,000 ordinary shares of Baht 0.25 each		399,922,500.00	399,922,500.00
Premium on share capital		2,239,641,074.97	2,239,641,074.97
Retained earnings			
Appropriated			
- Legal reserve	16	40,000,000.00	40,000,000.00
Unappropriated		1,011,231,380.79	701,164,615.94
Total Shareholders' Equity		3,690,794,955.76	3,380,728,190.91
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		4,403,146,729.58	4,215,240,675.11

The accompanying notes to interim financial statements are an integral part of these interim financial statements.




.....
(Mr. Myungsup Song)

DIRECTOR


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

DIRECTOR

"UNAUDITED
BUT REVIEWED"

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE - MONTH PERIOD ENDED MARCH 31, 2024

B A H T

	Retained earnings					Total
	Appropriated					
	Issued and paid - up share capital	Premium on share capital	Legal reserve	Unappropriated		
Beginning balance as of January 1, 2024	399,922,500.00	2,239,641,074.97	40,000,000.00	701,164,615.94		3,380,728,190.91
Change in shareholders' equity for the period	-	-	-	310,066,764.85		310,066,764.85
Total comprehensive income (loss)				1,011,231,380.79		3,690,794,955.76
Ending balance as of March 31, 2024	399,922,500.00	2,239,641,074.97	40,000,000.00	1,011,231,380.79		3,690,794,955.76
Beginning balance as of January 1, 2023	399,922,500.00	2,239,641,074.97	40,000,000.00	818,415,746.28		3,497,979,321.25
Change in shareholders' equity for the period	-	-	-	37,249,829.34		37,249,829.34
Total comprehensive income (loss)				855,665,575.62		3,535,229,150.59
Ending balance as of March 31, 2023	399,922,500.00	2,239,641,074.97	40,000,000.00	855,665,575.62		3,535,229,150.59



The accompanying notes to interim financial statements
are an integral part of these interim financial statements.

.....DIRECTOR

(Mr. Myungsup Song)

.....DIRECTOR

(Mr. Seung Woo Lee)

"UNAUDITED
BUT REVIEWED"

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE - MONTH PERIOD ENDED MARCH 31, 2024


	Note	B A H T	
		FOR THE THREE-MONTH PERIOD ENDED MARCH 31,	
		2024	2023
REVENUES			
Contract revenues		629,241,418.84	1,093,480,592.54
Other income			
- Interest and dividend income		4,503,774.29	2,618,270.57
- Gain on exchange rate	18	123,736,190.62	-
- Others		7,142,257.14	3,609,076.79
Total Revenues		764,623,640.89	1,099,707,939.90
EXPENSES			
Contract cost			
- Production contracts cost		320,390,374.91	983,578,141.34
- Idle cost		7,170,139.85	-
Total cost of contract		327,560,514.76	983,578,141.34
Distribution costs		3,500.00	395,545.82
Administrative expenses		37,299,193.50	50,876,600.67
Other expenses			
- Loss on exchange rate	18	-	22,162,748.12
- Severance pay		18,225,801.55	6,109,000.00
Total Expenses	19	383,089,009.81	1,063,122,035.95
PROFIT FROM OPERATING ACTIVITIES		381,534,631.08	36,585,903.95
FINANCIAL COSTS		174,189.35	411,923.96
IMPAIRMENT LOSS DETERMINED IN ACCORDANCE WITH TFRS 9	5	81,666,534.99	-
PROFIT BEFORE INCOME TAX EXPENSES		299,693,906.74	36,173,979.99
INCOME TAX	20	(10,372,858.11)	(1,075,849.35)
PROFIT FOR THE PERIOD		310,066,764.85	37,249,829.34
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		310,066,764.85	37,249,829.34
BASIC EARNINGS PER SHARE		0.19	0.02
THE WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES (SHARE)		1,599,690,000	1,599,690,000

The accompanying notes to interim financial statements
are an integral part of these interim financial statements.




(Mr. Myungsup Song)

DIRECTOR


(Mr. Seung Woo Lee)

DIRECTOR

"UNAUDITED
BUT REVIEWED"

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS
FOR THE THREE - MONTH PERIOD ENDED MARCH 31, 2024

	Note	B A H T	
		FOR THE THREE-MONTH PERIOD ENDED	
		MARCH 31,	
		2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period		310,066,764.85	37,249,829.34
Adjustments to reconcile net profit to net cash provided by (used in)			
from operating activities			
Depreciation and amortization		40,825,840.17	45,384,993.58
Employee benefit expenses and severance pay		19,907,538.55	1,351,581.00
Interest expenses		174,189.35	411,923.96
Unrealized loss (gain) on derivative		1,668,979.19	-
Tax expenses (income)		(10,372,858.11)	(1,075,849.35)
Interest and dividend income		(4,503,774.29)	(2,618,270.57)
Loss (gain) on sale of property, plant and equipment		(1,059,803.23)	(189,863.91)
Unrealized loss (gain) from exchange rate	18	(108,268,426.40)	(3,610,308.35)
Profit (loss) from operating activities before changes in operating assets and liabilities		248,438,450.08	76,904,035.70
Decrease (increase) in operating assets			
Decrease (increase) in trade receivables		(794,055,713.27)	252,626,228.84
Decrease (increase) in contract assets		467,367,293.87	(342,789,426.36)
Decrease (increase) in other receivables - Revenue Department receivable		9,194,857.20	(47,949,371.36)
Decrease (increase) in other receivables - others		(1,222,670.00)	(1,943,451.27)
Decrease (increase) in inventories		(2,865,758.59)	(19,564,740.22)
Decrease (increase) in other current assets - retentions for materials and services		11,530,453.15	18,675,372.41
Decrease (increase) in other current assets - others		2,797,150.00	(5,176,243.34)
Decrease (increase) in other current assets - others		1,801,300.00	(346,007.00)
Decrease (increase) in other non - current assets - deposits		(8,000.00)	(49,920.00)
Decrease (increase) in other non - current assets - others		48,237.48	235,701.95
Increase (decrease) in operating liabilities			
Increase (decrease) in trade payables and accrued contract cost		(139,869,267.22)	(96,440,039.91)
Increase (decrease) in contract liabilities		74,313,848.28	(139,212,687.92)
Increase (decrease) in other payables -Rental income received in advance		(1,572,305.01)	(1,048,203.34)
Increase (decrease) in other payables -Accrued expenses		(24,068,032.38)	2,123,560.09
Increase (decrease) in other payables -Revenue Department payable		(2,729,222.40)	(7,378.15)
Increase (decrease) in other payables -Others		1,088,911.84	(2,685,640.32)
Increase (decrease) in other current liabilities - Retention		4,595,978.61	15,690,597.27
Increase (decrease) in other current liabilities - Others		(2,022,692.40)	1,682,029.00
Cash received (paid) from operating activities		(147,237,180.76)	(289,275,583.93)
Net income tax Received (paid)		2,910,948.70	1,646,093.35
Employee benefit and severance paid		(49,709,783.00)	-
Interest received		4,350,820.66	2,301,898.65
Net cash inflow (outflow) from operating activities		(189,685,194.40)	(285,327,591.93)
			.../2


BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS
FOR THE THREE - MONTH PERIOD ENDED MARCH 31, 2024

	Note	B A H T	
		FOR THE THREE-MONTH PERIOD ENDED MARCH 31,	
		2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES			
Increase (decrease) in other payables - purchase fixed asset		1,872,628.05	(13,433,223.28)
Decrease (increase) in other current financial assets		(146,840,483.41)	(243,373,081.66)
Decrease (increase) in right-of-use assets		(1,575,700.92)	(6,575,000.00)
Decrease (increase) in other non - current assets - advance payment for purchase of machinery		(408,720.91)	(354,369.52)
Payment for purchase of property, plant and equipment		(3,060,935.81)	(4,808,932.47)
Payment for purchase of intangible assets		(2,228,893.28)	(153,073.75)
Proceeds from dividend		152,953.63	-
Proceeds from sale of property, plant and equipment		4,500,000.00	1,579,439.26
Net cash inflow (outflow) from investing activities		(147,589,152.65)	(267,118,241.42)
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase (decrease) in lease liabilities		(4,763,875.76)	(834,231.49)
Interest paid		(174,189.35)	(411,923.96)
Net cash inflow (outflow) from financing activities		(4,938,065.11)	(1,246,155.45)
EFFECT FROM EXCHANGE RATE IN CASH AND CASH EQUIVALENTS		32,674,032.51	6,132,066.65
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS - NET		(309,538,379.65)	(547,559,922.15)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD		851,619,233.81	1,046,415,379.67
CASH AND CASH EQUIVALENTS, END OF PERIOD	3	542,080,854.16	498,855,457.52

The accompanying notes to interim financial statements
are an integral part of these interim financial statements.


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




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

BJC HEAVY INDUSTRIES PUBLIC COMPANY LIMITED
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE - MONTH PERIODS ENDED MARCH 31, 2024

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 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, 2023.

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 Dheerabutrvingkul	Director
Mr. Jumpot Kanjanapanyakom	Director


.....
(Mr. Myungsup Song)

DIRECTOR




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

DIRECTOR

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, 2023.


3. CASH AND CASH EQUIVALENTS

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Cash	179,528.00	295,862.00
Current and saving deposits at banks	346,474,752.35	465,043,839.78
Deposit in foreign registered fund	195,426,573.81	386,279,532.03
Total cash and cash equivalents	542,080,854.16	851,619,233.81

4. TRADE RECEIVABLES


As of March 31, 2024 and December 31, 2023, the trade receivables are classified by aging as follows :

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Current	3,295,871.80	50,425,582.65
Overdue		
Less than 3 months	983,512,268.45	103,223,913.78
Trade Receivables	986,808,140.25	153,649,496.43


.....
(Mr. Myungsup Song)

DIRECTOR




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

DIRECTOR

5. CURRENT CONTRACT ASSETS - NET / CURRENT CONTRACT LIABILITIES

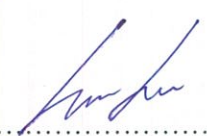
5.1 Contract balances

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Contract assets		
Project value as per contracts	8,214,283,973.36	8,184,806,862.77
Accumulated amount recognized as revenue on percentage of completion basis	8,123,372,765.79	7,582,877,822.37
<u>Less</u> Value of total billed	(7,169,404,318.00)	(6,212,757,388.29)
<u>Add (Less)</u> Differences arising from currency translation	(6,945,522.10)	(65,428,411.06)
Unbilled contract work	947,022,925.69	1,304,692,023.02
<u>Less</u> Allowance for expected credit loss	(126,490,228.74)	(44,823,693.75)
Contract assets - Net	<u>820,532,696.95</u>	<u>1,259,868,329.27</u>
Retention		
- Current	<u>42,530,867.30</u>	<u>50,859,894.97</u>
Contract liabilities		
Project value as per contracts	1,700,744,130.43	1,457,499,229.35
Value of total billed	1,038,346,930.89	916,057,856.02
<u>Less</u> Accumulated amount recognized as revenue on percentage of completion basis	(573,024,025.98)	(497,318,319.96)
<u>Add (Less)</u> Differences arising from currency translation	(11,666,424.20)	(39,396,903.63)
Contract liabilities	<u>453,656,480.71</u>	<u>379,342,632.43</u>


.....
(Mr. Myungsup Song)

DIRECTOR




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

DIRECTOR

“UNAUDITED
BUT REVIEWED”

Contract assets are classified by aging as follows :

	B A H T	
	As of March 31, 2024	As of December 31, 2023
Less than or up to 3 months	-	945,585,781.14
Over 3 months to 6 months	820,532,696.95	237,058,435.20
Over 12 months	126,490,228.74	122,047,806.68
Total	947,022,925.69	1,304,692,023.02
<u>Less</u> Allowance for expected credit losses	(126,490,228.74)	(44,823,693.75)
Contract assets - Net	<u>820,532,696.95</u>	<u>1,259,868,329.27</u>

As of March 31, 2024 and December 31, 2023 the balance of contract assets - unbilled contract work of Baht 820.53 million and Baht 1,259.87 million respectively is expected to be billed within one year.

The change in the allowance expected credit loss as of March 31, 2024 is as follow :

	B A H T
Balance as of December 31, 2023 (audited)	44,823,693.75
Increase during the period	81,666,534.99
Balance as of March 31, 2024 (unaudited but reviewed)	<u>126,490,228.74</u>

CONTRACTS IN PROGRESS

As of March 31, 2024 and December 31, 2023, the Company has the aggregate amount of costs incurred and recognized profit up to date approximately amounted to Baht 5,721.21 million and Baht 5,105.01 million respectively.

5.2 Revenue recognized in relation to contract balances

	B A H T	
	As of March 31,2024 (Unaudited But reviewed)	As of December 31,2023 (Audited)
Revenue recognized that was included in contract liabilities at the beginning of the period	75,705,706.04	339,311,415.69


5.3 Revenue to be recognized for the remaining performance obligations

As of March 31, 2024, revenue totaling Baht 1,218.63 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 2 years.


.....
(Mr. Myungsup Song)

DIRECTOR




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

DIRECTOR

“UNAUDITED
BUT REVIEWED”

6. OTHER CURRENT RECEIVABLES

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Prepaid expenses	5,633,132.25	5,181,886.40
<u>Less Non - current</u>	(542,557.36)	(590,794.84)
Current	5,090,574.89	4,591,091.56
Other receivables	20,074,753.27	8,237,616.45
Revenue Department Receivable	48,227,749.65	58,229,651.93
Others	695,623.04	502,528.11
Total	<u>74,088,700.85</u>	<u>71,560,888.05</u>

7. INVENTORIES

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Raw material and supplies	412,357,176.19	443,686,740.99
Goods in transit	34,195,323.39	-
Total	<u>446,552,499.58</u>	<u>443,686,740.99</u>


8. OTHER CURRENT FINANCIAL ASSETS

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Financial assets measurement at fair value		
Foreign registered fund - Investment units in fund	97,280,024.05	49,887,411.40
Financial assets measurement by amortized cost		
Foreign registered fund - Held to maturity security	105,213,601.55	-
Derivatives - forward contracts	-	1,380,771.21
Total Other current financial assets	<u>202,493,625.60</u>	<u>51,268,182.61</u>


.....
(Mr. Myungsup Song)

DIRECTOR




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

DIRECTOR

“UNAUDITED
BUT REVIEWED”

9. PROPERTY, PLANT AND EQUIPMENT - NET

	B A H T
Net book value as of December 31, 2023 (audited)	1,249,130,625.81
<u>Add</u> Acquisitions during the period - at cost	3,060,935.81
<u>Less</u> Sale and disposal during the period - at net book value	(13,940,196.77)
<u>Less</u> Depreciation for the period	(29,349,271.14)
Net book value as of March 31, 2024 (Unaudited But reviewed)	<u><u>1,208,902,093.71</u></u>

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 March 31, 2024 and December 31, 2023, amount of Baht 174.60 million.

10. RIGHT-OF-USE ASSETS - NET

	B A H T
Net book value as of December 31, 2023 (audited)	38,490,503.38
<u>Add</u> Increased during the period - at cost	1,575,700.92
<u>Less</u> Amortization for the period	(10,468,357.97)
Net book value as of March 31, 2024 (unaudited but reviewed)	<u><u>29,597,846.33</u></u>

The following are the amounts recognised in profit or loss for the three - month period ended March 31, 2024 and 2023.

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Amortization of right-of-use assets	10,468,357.97	15,228,608.61
Interest expense on lease liabilities	174,189.35	411,923.96
Expense relating to short-term lease	1,306,717.20	1,955,677.20
Total	<u><u>11,949,264.52</u></u>	<u><u>17,596,209.77</u></u>


11. INTANGIBLE ASSETS - NET

	B A H T
Net book value as of December 31, 2023 (audited)	7,724,842.39
<u>Add</u> Increased during the period - at cost	2,228,893.28
<u>Less</u> Amortization for the period	(1,008,211.06)
Net book value as of March 31, 2024 (unaudited but reviewed)	<u><u>8,945,524.61</u></u>


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(Mr. Myungsup Song)

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(Mr. Seung Woo Lee)

DIRECTOR

“UNAUDITED
BUT REVIEWED”


12. CREDIT FACILITIES

As of March 31, 2024 and December 31, 2023, the Company has credit facilities with three banks respectively for overdraft and loan facilities which are guarantee by mortgaged part of land and building of the Company as follows :

	MILLION BAHT	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (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	6,938.92	6,938.92


13. OTHER CURRENT PAYABLES

	BAHT	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Rental income received in advance (Note 26.1)	6,289,220.04	6,289,220.04
Other received in advance	477,974.71	1,953,243.28
Accrued expenses	7,976,691.38	32,044,723.76
Payable for purchase fixed assets	2,785,016.29	912,388.25
Revenue Department payable	2,066,889.92	4,796,112.32
Others	7,876,212.10	5,312,031.68
Total	27,472,004.44	51,307,719.33


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14. LEASE LIABILITIES

	B A H T
Lease liabilities as of December 31, 2023 (Audited)	15,479,702.11
Increase (Decrease) during the period :	
<u>Add</u> Lease payments at the commencement date	1,450,008.00
<u>Less</u> Deferred interest expenses	(94,586.55)
<u>Add</u> Amortization of deferred interest expenses	174,189.35
<u>Less</u> Paid in period	(6,293,486.56)
Lease liabilities as of March 31, 2024 (Unaudited But reviewed)	10,715,826.35
<u>Less</u> Current portion	(6,203,157.63)
Lease liabilities - net of current portion	4,512,668.72

As of March 31, 2024 and December 31, 2023, the Company has lease obligations with the period of payment as follows :

	B A H T		
	As of March 31, 2024		
	Principal	Deferred interest	Total
Payment due within 1 year	6,203,157.63	367,027.40	6,570,185.03
Payment due over 1 year to 5 years	4,512,668.72	200,932.80	4,713,601.52
Total	10,715,826.35	567,960.20	11,283,786.55

	B A H T		
	As of December 31, 2023		
	Principal	Deferred interest	Total
Payment due within 1 year	10,836,589.20	426,537.83	11,263,127.03
Payment due over 1 year to 5 years	4,643,112.91	221,025.17	4,864,138.08
Total	15,479,702.11	647,563.00	16,127,265.11


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.



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 (Mr. Seung Woo Lee)

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15. PROVISIONS FOR EMPLOYEE BENEFIT

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

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Provisions for employee benefit as of beginning (Audited)	23,454,433.00	18,048,084.00
Current service cost and interest	1,681,737.00	1,351,581.00
Provisions for employee benefit as of ending (Unaudited But reviewed)	<u>25,136,170.00</u>	<u>19,399,665.00</u>


- Expenses recognized in profit or loss for the three-month periods ended March 31, 2024 and 2023 are as follow:

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Current service costs	1,569,156.00	1,264,961.00
Interest cost	112,581.00	86,620.00
Total	<u>1,681,737.00</u>	<u>1,351,581.00</u>


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- Principal actuarial assumptions as of March 31, 2024 and December 31, 2023.

	PERCENT	
	As of March 31, 2024	As of December 31, 2023
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 March 31, 2024 as follows:

-If the discount rate increases (decreases) by 1%, the employee benefit obligation would decrease Baht 1.36 million (increase Baht 1.51 million).

-If the salary increase rate increases (decreases) by 1%, the employee benefit obligation would increase Baht 1.70 million (decrease Baht 1.56 million).

-If the turnover rate increases (decreases) by 1%, the employee benefit obligation would decrease Baht 1.54 million (increase Baht 0.85 million).

-If the life expectancy increases (decreases) by one year for all employees, the employee benefit obligation would increase (decrease) Baht 0.12 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. 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.

17. 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 periods ended March 31, 2024 and 2023 amounted to Baht 0.81 million and Baht 0.93 million respectively.


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18. GAIN (LOSS) ON EXCHANGE RATE

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Realized gain (loss)	15,467,764.22	(25,773,056.47)
Unrealized gain (loss)	108,268,426.40	3,610,308.35
Total	<u>123,736,190.62</u>	<u>(22,162,748.12)</u>

19. EXPENSES BY NATURE


The expenditure items of expenses classified by nature for the three-month periods ended March 31, 2024 and 2023 are as follows :

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Raw material and supplies use	119,460,850.15	228,541,696.62
Employee expenses	88,933,463.30	270,511,504.41
Services cost	100,901,311.62	336,394,216.17
Labor cost	6,743,313.88	107,986,860.62
Depreciation and amortization	40,825,840.17	44,592,876.95


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20. 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 23).

The income tax rate being used is 20%.

- Tax expenses for three - month periods ended March 31, 2024 and 2023 consisted of:

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Current tax expense	-	-
Deferred tax expense (income) of temporary difference	(10,372,858.11)	(1,075,849.35)
Tax expense (income) reported in statement of comprehensive income	(10,372,858.11)	(1,075,849.35)

- Reconciliation between income tax expense and the product of accounting profit multiplied by the applicable tax rates for the period ended March 31, 2024 and 2023 as follow:

	B A H T	
	For the three-month period ended March 31,	
	2024	2023
Accounting profit before tax	299,693,906.74	36,173,979.99
Applicable tax rate	20%	20%
Accounting profit before tax multiplied by applicable tax rate	59,938,781.35	7,234,796.00
Tax effect of :		
- Revenues granted income tax exemption	(77,215,774.00)	(13,287,719.33)
- Non - deductible expenses	6,433,257.11	4,885,415.03
- Loss for non - promoted business of current year which no deferred tax asset was recognized	470,877.43	91,658.95
Tax expense (income) reported in statements of income	(10,372,858.11)	(1,075,849.35)

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- The components of deferred tax asset is as follows :

	B A H T	
	As of March 31, 2024 (Unaudited But reviewed)	As of December 31, 2023 (Audited)
Deferred tax assets		
Provision for severance pay	-	6,296,796.29
Provision for employee benefit	5,027,234.00	4,690,886.60
Allowance for expected credit losses	25,298,045.75	8,964,738.75
Total	<u>30,325,279.75</u>	<u>19,952,421.64</u>

The tax losses carry forward amount of Baht 262.61 million as of March 31, 2024 and Baht 404.25 million as of December 31, 2023 expire in year 2025 to year 2029. Deferred tax assets have not been recognised in the 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.

21. TRANSACTIONS WITH RELATED PARTIES

21.1. The outstanding balance of significant business transactions with related person as of March 31, 2024 and as of December 31, 2023 are as follows :

	MILLION BAHT	
	2024	2023
<u>The outstanding balances</u>		
Other current payables - other	0.13	0.13

21.2. 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 period ended March 31, 2024 and 2023 as follows :

	MILLION BAHT	
	2024	2023
Short-term employee benefits	4.45	4.44
Post employee benefits	0.31	0.27
Total	<u>4.76</u>	<u>4.71</u>


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Major customer information

For the three - month periods ended March 31, 2024 and 2023, the operations of the Company has earned from 2 major customers from overseas operating amounted to Baht 616.20 million and Baht 1,093.48 million respectively.

23. INDUSTRIAL PROMOTIONAL PRIVILEGES

The Company received promotional privileges from the Board of Investment for two certificate and using as of March 31, 2024 for one Promotional certificate.

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

24. COMMITMENT AND CONTINGENT LIABILITIES

As of March 31, 2024 and December 31, 2023, the Company has commitment and contingent liabilities as follows :

24.1. Contingent liabilities to banks for letters of guarantee as follows :

	MILLION	
	March 31, 2024	December 31, 2023
BAHT	36.10	36.10
US DOLLAR	62.90	60.06
AUSTRALIA DOLLAR	5.31	5.31
EURO	0.02	0.02

24.2. Commitment to purchase of fixed assets as of March 31, 2024 and December 31, 2023 amounted to approximately Baht 1.74 million and Baht 2.23 million respectively.


24.3. Commitment to purchase of materials and services as of March 31, 2024 and December 31, 2023 amounted to approximately Baht 130.64 million and Baht 138.86 million respectively.

24.4. Commitment under short - term lease and lease of low-value assets - land lease which have a payment due within 1 year as of March 31, 2024 and December 31, 2023 amounted to approximately Baht 1.12 million and Baht 2.43 million respectively.


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25. EVENTS AFTER THE REPORTING PERIOD

- 25.1 At the Annual General Meeting of the Shareholders on April 22, 2024, the shareholders has approved to pay dividend from the retained earnings on profit from non - BOI in the form of cash at the rate of Baht 0.08 per share with the total amount of Baht 127.98 million.
- 25.2 The Board of Directors of the Company on April 22, 2024, has approved to undertake a treasury stock program for financial management purposes for the repurchase of not exceeding to 30 million shares which the par value of Baht 0.25 per share or equivalent to not exceeding 1.87% of the total of paid - up shares and not exceeding amounted to Baht 40 million. The procedure used for the repurchasing of shares is on the Stock Exchange of Thailand, starting from April 29, 2024 to October 28, 2024.
On May 7 - 10, 2024, the Company had purchased back 653,500 ordinary shares for a total of Baht 745.553.

26. AGREEMENT

- 26.1 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 other 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.

- 26.2 On April 11, 2022, the Company 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.

27. LITIGATION

On 18 March 2024, the Company had a labor dispute with a former employee, demanding for compensation amounted to Baht 2.70 million. This case is currently under the Labor Court consideration.

28. APPROVAL OF FINANCIAL STATEMENTS

These interim financial statements have been approved by the Board of directors of the Company on May 14, 2024.

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(Mr. Myungsup Song)

DIRECTOR



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(Mr. Seung Woo Lee)

DIRECTOR