

Lohakit Metal Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month and six-month periods ended
30 September 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Lohakit Metal Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Lohakit Metal Public Company Limited and its subsidiaries (the Group) as at 30 September 2022, the related consolidated statements of income, comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity, and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate interim financial information of Lohakit Metal Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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

Conclusion

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

Orawan Techawatanasirikul

Certified Public Accountant (Thailand) No. 4807

EY Office Limited

Bangkok: 11 November 2022

Lohakit Metal Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2022	31 March 2022	30 September 2022	31 March 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		75,968	288,420	18,954	213,196
Trade and other receivables	3	604,878	661,512	239,385	254,963
Inventories	4	790,535	745,563	449,458	477,872
Other current financial assets		22,555	8,349	-	-
Other current assets		7,394	9,743	2,731	8,647
Total current assets		1,501,330	1,713,587	710,528	954,678
Non-current assets					
Restricted bank deposits	5	46,180	46,180	6,080	6,080
Other non-current financial assets		2,637	3,021	-	-
Investment in associate	6	15,766	14,799	4,900	4,900
Investments in subsidiaries	7	-	-	405,509	405,653
Property, plant and equipment	8	514,269	522,492	273,837	273,552
Intangible assets		2,719	2,888	1,475	1,552
Deferred tax assets	11	14,329	12,632	8,163	6,817
Other non-current assets		3,344	3,407	2,557	2,526
Total non-current assets		599,244	605,419	702,521	701,080
Total assets		2,100,574	2,319,006	1,413,049	1,655,758

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

Lohakit Metal Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2022	31 March 2022	30 September 2022	31 March 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from banks	9	159,891	57,014	31,795	6,854
Trade and other payables	10	323,795	523,854	128,099	305,283
Current portion of lease liabilities		3,031	1,390	3,031	1,390
Income tax payable		21,382	33,299	6,059	13,266
Other current liabilities		5,141	6,914	1,852	2,157
Total current liabilities		513,240	622,471	170,836	328,950
Non-current liabilities					
Lease liabilities, net of current portion		6,362	-	6,362	-
Provision for long-term employee benefits		37,194	35,400	15,188	14,304
Deferred tax liabilities	11	11	15	-	-
Other non-current liabilities		1	1	-	-
Total non-current liabilities		43,568	35,416	21,550	14,304
Total liabilities		556,808	657,887	192,386	343,254

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

Lohakit Metal Public Company Limited and its subsidiaries**Statement of financial position (continued)**

As at 30 September 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 March 2022	30 September 2022	31 March 2022
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
383,000,000 ordinary shares of Baht 1 each	383,000	383,000	383,000	383,000
Issued and fully paid-up				
383,000,000 ordinary shares of Baht 1 each	383,000	383,000	383,000	383,000
Share premium	519,673	519,673	519,673	519,673
Retained earnings				
Appropriated - statutory reserve	79,100	78,700	38,300	38,300
Unappropriated	408,592	521,851	279,690	371,531
Equity attributable to owners of the Company	1,390,365	1,503,224	1,220,663	1,312,504
Non-controlling interests of the subsidiary	153,401	157,895	-	-
Total shareholders' equity	1,543,766	1,661,119	1,220,663	1,312,504
Total liabilities and shareholders' equity	2,100,574	2,319,006	1,413,049	1,655,758
	-	-	-	-

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

Directors

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of income

For the three-month period ended 30 September 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Sales and service income		665,213	637,439	249,028	264,258
Dividend income	7.2	45	43	-	-
Other income		6,509	10,381	7,076	8,774
Total revenues		671,767	647,863	256,104	273,032
Expenses					
Cost of sales and services		586,537	534,920	230,201	218,442
Selling and distribution expenses		14,488	12,789	8,333	7,398
Administrative expenses		27,605	27,669	13,542	13,699
Total expenses		628,630	575,378	252,076	239,539
Operating profit		43,137	72,485	4,028	33,493
Share of profit from investment in associate	6.2	536	412	-	-
Finance cost		(1,400)	(350)	(352)	(97)
Profit before income tax expenses		42,273	72,547	3,676	33,396
Income tax expenses	11	(8,404)	(16,243)	(693)	(8,488)
Profit for the period		33,869	56,304	2,983	24,908
Profit attributable to:					
Equity holders of the Company		22,302	46,795	2,983	24,908
Non-controlling interests of the subsidiary		11,567	9,509		
		<u>33,869</u>	<u>56,304</u>		
Earnings per share					
12					
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)		0.06	0.12	0.01	0.07
Weighted average number of ordinary shares (shares)		<u>383,000,000</u>	<u>383,000,000</u>	<u>383,000,000</u>	<u>383,000,000</u>

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 September 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit for the period	<u>33,869</u>	<u>56,304</u>	<u>2,983</u>	<u>24,908</u>
Other comprehensive income:				
Other comprehensive income for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>33,869</u>	<u>56,304</u>	<u>2,983</u>	<u>24,908</u>
Total comprehensive income attributable to:				
Equity holders of the Company	22,302	46,795	<u>2,983</u>	<u>24,908</u>
Non-controlling interests of the subsidiary	<u>11,567</u>	<u>9,509</u>		
Total comprehensive income for the period	<u>33,869</u>	<u>56,304</u>		

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of income

For the six-month period ended 30 September 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Sales and service income		1,360,223	1,295,452	506,525	534,406
Dividend income	7.2	90	86	60,440	52,036
Other income		15,807	13,344	15,469	13,022
Total revenues		1,376,120	1,308,882	582,434	599,464
Expenses					
Cost of sales and services		1,191,393	1,085,372	453,400	447,200
Selling and distribution expenses		28,936	25,758	16,742	14,743
Administrative expenses		54,378	54,313	26,240	26,808
Total expenses		1,274,707	1,165,443	496,382	488,751
Operating profit		101,413	143,439	86,052	110,713
Share of profit from investment in associate	6.2	967	833	-	-
Finance cost		(2,406)	(1,047)	(505)	(412)
Profit before income tax expenses		99,974	143,225	85,547	110,301
Income tax expenses	11	(20,017)	(30,441)	(5,038)	(13,436)
Profit for the period		79,957	112,784	80,509	96,865
Profit attributable to:					
Equity holders of the Company		59,491	93,920	80,509	96,865
Non-controlling interests of the subsidiary		20,466	18,864		
		<u>79,957</u>	<u>112,784</u>		
Earnings per share					
12					
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)		0.16	0.25	0.21	0.25
Weighted average number of ordinary shares (shares)					
		<u>383,000,000</u>	<u>383,000,000</u>	<u>383,000,000</u>	<u>383,000,000</u>

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 September 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit for the period	<u>79,957</u>	<u>112,784</u>	<u>80,509</u>	<u>96,865</u>
Other comprehensive income:				
Other comprehensive income for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>79,957</u>	<u>112,784</u>	<u>80,509</u>	<u>96,865</u>
Total comprehensive income attributable to:				
Equity holders of the Company	59,491	93,920	<u>80,509</u>	<u>96,865</u>
Non-controlling interests of the subsidiary	<u>20,466</u>	<u>18,864</u>		
Total comprehensive income for the period	<u>79,957</u>	<u>112,784</u>		

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries**Statement of changes in shareholders' equity****For the six-month period ended 30 September 2022**

(Unit: Thousand Baht)

		Consolidated financial statements						
		Equity attributable to owners of the Company				Total equity	Equity attributable	Total
		Issued and	Share	Retained earnings		attributable to	to non-controlling	shareholders'
Note		paid-up	premium	Appropriated -	Unappropriated	owners of	interests of	equity
		share capital		statutory reserve		the Company	the subsidiary	
	Balance as at 1 April 2021	383,000	519,673	76,400	455,347	1,434,420	197,669	1,632,089
	Profit for the period	-	-	-	93,920	93,920	18,864	112,784
	Other comprehensive income for the period	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	93,920	93,920	18,864	112,784
	Dividends paid	15	-	-	(68,940)	(68,940)	-	(68,940)
	Transferred to appropriated retained earnings							
	statutory reserve	-	-	1,000	(1,000)	-	-	-
	Dividends paid of subsidiary	-	-	-	-	-	(25,920)	(25,920)
	Balance as at 30 September 2021	<u>383,000</u>	<u>519,673</u>	<u>77,400</u>	<u>479,327</u>	<u>1,459,400</u>	<u>190,613</u>	<u>1,650,013</u>
	Balance as at 1 April 2022	383,000	519,673	78,700	521,851	1,503,224	157,895	1,661,119
	Profit for the period	-	-	-	59,491	59,491	20,466	79,957
	Other comprehensive income for the period	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	59,491	59,491	20,466	79,957
	Dividends paid	15	-	-	(172,350)	(172,350)	-	(172,350)
	Transferred to appropriated retained earnings							
	statutory reserve	-	-	400	(400)	-	-	-
	Dividends paid of subsidiary	-	-	-	-	-	(24,960)	(24,960)
	Balance as at 30 September 2022	<u>383,000</u>	<u>519,673</u>	<u>79,100</u>	<u>408,592</u>	<u>1,390,365</u>	<u>153,401</u>	<u>1,543,766</u>
		-	-	-	-	-	-	-
		-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 September 2022

(Unit: Thousand Baht)

	Separate financial statements					
	Note	Issued and fully paid-up		Retained earnings		Total shareholders' equity
		share capital	Share premium	statutory reserve	Unappropriated	
Balance as at 1 April 2021		383,000	519,673	38,300	258,343	1,199,316
Profit for the period		-	-	-	96,865	96,865
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	96,865	96,865
Dividend paid	15	-	-	-	(68,940)	(68,940)
Balance as at 30 September 2021		<u>383,000</u>	<u>519,673</u>	<u>38,300</u>	<u>286,268</u>	<u>1,227,241</u>
Balance as at 1 April 2022		383,000	519,673	38,300	371,531	1,312,504
Profit for the period		-	-	-	80,509	80,509
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	80,509	80,509
Dividend paid	15	-	-	-	(172,350)	(172,350)
Balance as at 30 September 2022		<u>383,000</u>	<u>519,673</u>	<u>38,300</u>	<u>279,690</u>	<u>1,220,663</u>
		-	-	-	-	-
		-	-	-	-	-

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries**Cash flows statement****For the six-month period ended 30 September 2022**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit before tax	99,974	143,225	85,547	110,301
Adjustments to reconcile profit before tax to net cash provided by (used in) operating activities:				
Depreciation	24,055	23,514	13,929	13,250
Amortisation	169	210	77	112
Expected credit loss (reversal)	(328)	(18)	41	13
Reduction of inventories to net realisable value (reversal)	6,682	(5,047)	5,723	(1,080)
Allowance for impairment of investment in subsidiary	-	-	144	140
Gain on sales of investments	(24)	(46)	-	-
Unrealised loss (gain) from fair value measurement of the other current financial assets	12	(5)	-	-
Unrealised loss from fair value measurement of the other non-current financial assets	384	128	-	-
Gain on sale of fixed assets	(839)	(1,030)	(596)	(374)
Provision for long-term employee benefits	1,794	1,814	884	924
Unrealised loss (gain) on foreign exchange	(210)	228	(225)	201
Share of profit from investment in associate	(967)	(833)	-	-
Dividend income	(90)	(86)	(60,440)	(52,036)
Interest income	(51)	(66)	(2)	(2)
Interest expenses	1,925	534	302	72
Profit from operating activities before changes in operating assets and liabilities	132,486	162,522	45,384	71,521
Decrease (increase) in operating assets				
Trade and other receivables	56,962	4,131	15,537	(1,269)
Inventories	(51,654)	(70,449)	22,691	(62,840)
Other current assets	2,349	(2,328)	5,916	(1,714)
Other non-current assets	63	48	(31)	-
Increase (decrease) in operating liabilities				
Trade and other payables	(199,988)	76,832	(177,115)	69,221
Other current liabilities	(1,868)	(5,912)	(385)	(3,044)
Cash flows from (used in) operating activities	(61,650)	164,844	(88,003)	71,875
Interest paid	(1,841)	(471)	(214)	(9)
Corporate income tax paid	(33,634)	(17,929)	(13,592)	(1,688)
Net cash flows from (used in) operating activities	(97,125)	146,444	(101,809)	70,178

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Cash flows statement (continued)

For the six-month period ended 30 September 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from investing activities				
Cash paid for acquisition of fixed assets	(6,194)	(10,234)	(4,574)	(5,937)
Cash paid for acquisition of intangible assets	-	(14)	-	(14)
Cash paid for acquisition of investment in open-end fund	(20,000)	(40,000)	-	-
Cash received from sales of investment in open-end fund	5,806	40,253	-	-
Cash received from dividends	90	86	60,440	52,036
Cash received from sales of fixed assets	841	2,103	596	374
Cash received from interest income	51	70	2	2
Net cash flows from (used in) investing activities	(19,406)	(7,736)	56,464	46,461
Cash flows from financing activities				
Increase (decrease) in short-term loans from banks	102,877	(17,024)	24,941	(3,724)
Cash paid for lease liabilities	(1,682)	(1,682)	(1,682)	(1,682)
Dividend paid	(197,310)	(94,860)	(172,350)	(68,940)
Net cash flows used in financing activities	(96,115)	(113,566)	(149,091)	(74,346)
Effect of exchange rate to cash and cash equivalents	194	113	194	113
Net increase (decrease) in cash and cash equivalents	(212,452)	25,255	(194,242)	42,406
Cash and cash equivalents at beginning of period	288,420	317,825	213,196	160,233
Cash and cash equivalents at end of period	75,968	343,080	18,954	202,639
	-		-	
Supplemental cash flows information:				
Non-cash item				
Increase in right-of-use assets from lease liabilities	9,640	-	9,640	-

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

Lohakit Metal Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and six-month period ended 30 September 2022

1. General information

1.1 Basis for the preparation of interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial information. 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 information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial statements of the Company. The interim financial information in English language has been translated from the Thai language interim financial information.

1.2 Basis of consolidation

The interim consolidated financial statements include the financial statements of Lohakit Metal Public Company Limited ("the Company") and its subsidiary companies ("the subsidiaries") (collectively as "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 March 2022, with no change in shareholding structure of subsidiaries during the current period.

1.3 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 March 2022.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group's financial statements.

2. Related party transactions

During the period, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties as follows.

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
<u>Transactions with subsidiaries</u>				
(Eliminated from the consolidated financial statements)				
Sales of goods and service income	-	-	10,037	7,364
Purchases of goods	-	-	22,731	-
Rental income	-	-	510	600
Other service income	-	-	3,135	3,405
<u>Transactions with related companies</u>				
Commission fee	1,681	1,328	-	-

	(Unit: Thousand Baht)			
	For the six-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
<u>Transactions with subsidiaries</u>				
(Eliminated from the consolidated financial statements)				
Sales of goods and service income	-	-	15,781	13,298
Purchases of goods	-	-	42,392	-
Rental income	-	-	1,020	1,200
Other service income	-	-	6,270	6,810
Dividend income	-	-	60,440	52,036
<u>Transactions with related companies</u>				
Commission fee	3,111	2,709	-	-

(Unaudited but reviewed)

The balances of the accounts between the Group and those related companies are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30	31	30	31
	September	March	September	March
	2022	2022	2022	2022
	(Audited)		(Audited)	
<u>Trade receivable - related parties (Note 3)</u>				
Subsidiaries	-	-	10,452	6,280
<u>Other payables - related party (Note 10)</u>				
Associated company	1,656	1,684	-	-

Directors and management's benefits

(Unit: Thousand Baht)

For the three-month periods ended 30 September

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
Short-term employee benefits	10,978	10,449	4,635	4,857
Post-employment benefits	260	294	41	117
Total	11,238	10,743	4,676	4,974

(Unit: Thousand Baht)

For the six-month periods ended 30 September

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
Short-term employee benefits	21,829	20,532	9,267	9,420
Post-employment benefits	520	588	82	178
Total	22,349	21,120	9,349	9,598

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
September	March	September	March	
2022	2022	2022	2022	
	(Audited)		(Audited)	
<u>Trade receivables - related parties</u> (Note 2)				
Aged on the basis of due dates				
Not yet due	-	-	9,097	5,306
Past due				
Not over 3 months	-	-	1,355	974
Total trade receivables - related parties	-	-	10,452	6,280
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	449,304	532,137	168,379	201,044
Past due				
Not over 3 months	155,015	130,163	60,258	47,515
Over 3 months but less than 12 months	628	337	-	300
Over 12 months	6,022	5,722	3,712	3,412
Total	610,969	668,359	232,349	252,271
Less: Allowance for expected credit losses	(6,791)	(7,119)	(3,894)	(3,853)
Total trade receivables - unrelated parties - net	604,178	661,240	228,455	248,418
Total trade receivables - net	604,178	661,240	238,907	254,698
Other receivables	693	265	478	265
Interest receivables	7	7	-	-
Total other receivables	700	272	478	265
Total trade and other receivables - net	604,878	661,512	239,385	254,963

(Unaudited but reviewed)

4. Inventories

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 March 2022	30 September 2022	31 March 2022
		(Audited)		(Audited)
Inventories - cost	821,707	770,053	472,277	494,968
Less: Reduce cost to net realisable value	(31,172)	(24,490)	(22,819)	(17,096)
Inventories - net	790,535	745,563	449,458	477,872

During the current period, the Group record the reduction of cost of inventories by Baht 7 million (Separate financial statements: reversal the reduction of Baht 6 million), to reflect the net realisable value. This was presented as cost of sales.

5. Restricted bank deposits

As at 30 September 2022, the Group has deposits with banks of Baht 46 million (31 March 2022: Baht 46 million) which are pledged with the banks to secure credit facilities as described in Note 14.4 to the interim consolidated financial statements.

6. Investment in associated company**6.1 Details of associate**

Company's name	Nature of business	Country of incorporation	Shareholding percentage		Separate		(Unit: Thousand Baht)	
					financial statements		Consolidated	
					Cost method		financial statements	
					Carrying amount based on equity method			
				30 September 2022	31 March 2022	30 September 2022	31 March 2022	
				(%)	(%)	(Audited)	(Audited)	
Mory Lohakit (Thailand) Co., Ltd.	Agent	Thailand	49	49	4,900	4,900	15,766	14,799

6.2 Share of profit and dividend received

Company's name	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	Share of profit from investment in associate		Dividend received	
	2022	2021	2022	2021
Mory Lohakit (Thailand) Co., Ltd.	536	412	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

Company's name	For the six-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	Share of profit from investment in associate		Dividend received	
	2022	2021	2022	2021
Mory Lohakit (Thailand) Co., Ltd.	967	833	-	-

7. Investments in subsidiaries

7.1 Details of subsidiaries

Details of investments in subsidiaries as presented in separate financial statements are as follows:

Company's name	Paid-up capital		Shareholding percentage		Cost method		Allowance for impairment of investment		Carrying amount based on cost method	
	30 September 2022	31 March 2022	30 September 2022	31 March 2022	30 September 2022	31 March 2022	30 September 2022	31 March 2022	30 September 2022	31 March 2022
	(Million Baht)	(Million Baht)	(%)	(%)	(Audited)		(Audited)		(Audited)	
Auto Metal Company Limited	240	240	60	60	144,000	144,000	-	-	144,000	144,000
Alternative EnMat Company Limited	6	6	100	100	5,499	5,499	(2,228)	(2,084)	3,271	3,415
NSC Metal Company Limited	230	230	100	100	258,238	258,238	-	-	258,238	258,238
Total					407,737	407,737	(2,228)	(2,084)	405,509	405,653

7.2 Dividend income

(Unit: Thousand Baht)

Company's name	For the three-month periods ended 30 September		For the six-month periods ended 30 September	
	2022	2021	2022	2021
	Auto Metal Company Limited	-	-	37,440
NSC Metal Company Limited	-	-	23,000	13,156
Total	-	-	60,440	52,036

Auto Metal Company Limited

On 17 June 2022, the Annual General Meeting of the shareholders of Auto Metal Company Limited passed a resolution to approve the payment of a dividend of Baht 85 per share from the operating profit for the year ended 31 March 2022, the subsidiary had paid out the interim dividend of Baht 59 per share. The remaining dividend was Baht 26 per share and was paid on 29 June 2022.

NSC Metal Company Limited

On 17 June 2022, the Annual General Meeting of the shareholders of NSC Metal Company Limited passed a resolution to approve the payment of a dividend of Baht 17.95 per share from the operating profit for the year ended 31 March 2022, the subsidiary had paid out the interim dividend of Baht 7.95 per share. The remaining dividend was Baht 10 per share and was paid on 29 June 2022.

8. Property, plant and equipment

Movements of property, plant and equipment for the six-month period ended 30 September 2022 are summaries below:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 April 2022	522,492	273,552
Acquisition during the period - at cost	15,834	14,214
Disposal during the period - net book value	(2)	-
Depreciation for the period	(24,055)	(13,929)
Net book value as at 30 September 2022	514,269	273,837

The Company and a subsidiary have mortgaged a part of their land with structures thereon and pledged a part of machinery with banks, and another subsidiary has mortgaged unit of condominium with bank, to secure loans and other credit facilities granted to the Group by the banks as described in Note 14.4 to the interim consolidated financial statements.

9. Short-term loans from banks

	Interest rate		Consolidated		(Unit: Thousand Baht)	
	(percent per annum)		financial statements		Separate	
	30	31	30	31	30	31
	September	March	September	March	September	March
	2022	2022	2022	2022	2022	2022
				(Audited)		(Audited)
Trust receipts	2.80 - 3.45	2.80 - 3.15	159,891	57,014	31,795	6,854

Bank overdrafts, short-term loans and trust receipts facilities are secured by the Group's land with structures thereon, unit of condominium, machinery and fixed deposit accounts and guarantees provided by the Company as described in Note 14.4 to the interim consolidated financial statements.

10. Trade and other payables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	30	31	30	31
	September	March	September	March
	2022	2022	2022	2022
		(Audited)		(Audited)
Trade payable - unrelated parties	295,568	500,511	116,150	294,912
Other payables - unrelated parties	14,303	19,827	6,240	9,159
Other payables - related party (Note 2)	1,656	1,684	-	-
Accrued commission expenses				
- unrelated parties	-	34	-	34
Accrued expenses	12,268	1,798	5,709	1,178
Total	323,795	523,854	128,099	305,283

11. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and six-month periods ended 30 September 2022 and 2021 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax charge	9,807	15,734	2,013	8,108
Deferred tax:				
Relating to origination and reversal of temporary differences	(1,403)	509	(1,320)	380
Income tax expenses reported in profit and loss	<u>8,404</u>	<u>16,243</u>	<u>693</u>	<u>8,488</u>

	(Unit: Thousand Baht)			
	For the six-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax charge	21,714	29,862	6,384	13,436
Deferred tax:				
Relating to origination and reversal of temporary differences	(1,697)	579	(1,346)	-
Income tax expenses reported in profit and loss	<u>20,017</u>	<u>30,441</u>	<u>5,038</u>	<u>13,436</u>

The components of deferred tax assets and deferred tax liabilities are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 March 2022	30 September 2022	31 March 2022
		(Audited)		(Audited)
Deferred tax assets				
Allowance for impairment of investment in subsidiary	-	-	446	417
Allowance for expected credit losses	676	741	96	88
Allowance for diminution in value of inventories	6,235	4,898	4,564	3,419
Provision for long-term employee benefits	7,438	7,080	3,037	2,861
Lease liabilities	4	9	4	9
Unrealised loss from fair value measurement of forward contract	16	20	16	23
Total	14,369	12,748	8,163	6,817
Deferred tax liabilities				
Unrealised gain from fair value measurement of other current financial assets	(11)	(15)	-	-
Unrealised gain from fair value measurement of other non-current financial assets	(40)	(116)	-	-
Total	(51)	(131)	-	-
Deferred tax assets - net	14,329	12,632	8,163	6,817
Deferred tax liabilities	11	15	-	-

12. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

13. Segment information

The Group is organised into business units based on their products and services. During the current period, the Group has not changed the organisation of their reportable segments from the last annual financial statements.

The following tables present revenue and profit information regarding the Group's operating segments for the three-month and six-month periods ended 30 September 2022 and 2021.

(Unit: Million Baht)

	For the three-month period ended 30 September 2022				
	Production and distribution	Procurement and distribution	Total reportable segments	Eliminations	Consolidated
Revenue					
Revenue from external customers	463	202	665	-	665
Inter-segment revenue	10	23	33	(33)	-
Total revenues	473	225	698	(33)	665
Operating result					
Segment profit	67	12	79	-	79
Other income					7
Selling and distribution expenses					(15)
Administrative expenses					(28)
Share of profit from investment in associate					1
Finance cost					(2)
Income tax expenses					(8)
Profit for the period					34

(Unit: Million Baht)

	For the three-month period ended 30 September 2021				
	Production and distribution	Procurement and distribution	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue					
Revenue from external customers	434	203	637	-	637
Inter-segment revenue	7	-	7	(7)	-
Total revenues	441	203	644	(7)	637
Operating results					
Segment profit	84	18	102	-	102
Other income					10
Selling and distribution expenses					(13)
Administrative expenses					(27)
Income tax expenses					(16)
Profit for the period					56

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month period ended 30 September 2022					
	Production and distribution	Procurement and distribution	Total reportable segments	Eliminations	Consolidated
Revenue					
Revenue from external customers	905	455	1,360	-	1,360
Inter-segment revenue	16	42	58	(58)	-
Total revenues	921	497	1,418	(58)	1,360
Operating result					
Segment profit	139	30	169	-	169
Other income					16
Selling and distribution expenses					(29)
Administrative expenses					(54)
Share of profit from investment in associate					1
Finance cost					(3)
Income tax expenses					(20)
Profit for the period					80

(Unit: Million Baht)

For the six-month period ended 30 September 2021					
	Production and distribution	Procurement and distribution	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue					
Revenue from external customers	882	413	1,295	-	1,295
Inter-segment revenue	13	-	13	(13)	-
Total revenues	895	413	1,308	(13)	1,295
Operating results					
Segment profit	167	43	210	-	210
Other income					13
Selling and distribution expenses					(26)
Administrative expenses					(54)
Share of profit from investment in associate					1
Finance cost					(1)
Income tax expenses					(30)
Profit for the period					113

14. Commitments and contingent liabilities

14.1 Other service commitment

As at 30 September 2022, a subsidiary has commitments of approximately Baht 2 million relating to a technical assistance service agreement and other agreements (31 March 2022: Baht 4 million).

14.2 Other commitments

As at 30 September 2022, the Company has outstanding commitments of Baht 4.5 million (31 March 2022: Baht 4.5 million) in respect of uncalled portion of investment in a subsidiary.

14.3 Guarantees

As at 30 September 2022, the Company has guaranteed bank credit facilities for a subsidiary amounting to Baht 350 million (31 March 2022: Baht 350 million).

14.4 Credit facilities

As at 30 September 2022, the Group has been granted credit facilities by various banks for which they have placed collaterals, as follows:

The Company

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 1,462 million, of which totaling Baht 34 million (31 March 2022: Baht 47 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machinery.
- Overdraft facilities of Baht 30 million, have not yet been utilised (31 March 2022: have not yet been utilised). These credit facilities are secured by the mortgage of the Company's land with structures thereon, machinery and the fixed deposits account.
- Forward foreign exchange contract facilities of Baht 1,000 million, of which totaling Baht 13 million (31 March 2022: Baht 26 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machinery.

A subsidiary

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 300 million, of which totaling Baht 4 million (31 March 2022: Baht 4 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machinery.

- Overdraft facilities of Baht 10 million, have not yet been utilised (31 March 2022: have not yet been utilised). These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon.
- Forward foreign exchange contract facilities of Baht 200 million, have not yet been utilised (31 March 2022: have not yet been utilised). These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machinery.

A subsidiary

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 506 million, of which Baht 140 million (31 March 2022: Baht 75 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's unit of condominium which is the subsidiary's office, the subsidiary's fixed deposit accounts and a guarantee provided by the Company.
- Overdraft facilities of Baht 60 million, have not yet been utilised (31 March 2022: have not been utilised). These credit facilities are secured by the subsidiary's fixed deposit accounts and a guarantee provided by the Company.
- Forward foreign exchange contract facilities, comprising USD 11.7 million (equivalent to Baht 443 million) and Baht 115 million, or a total approximately Baht 558 million, have not yet been utilised (31 March 2022: of which USD 0.15 million of the utilised amount outstanding (equivalent to Baht 5 million)).

A subsidiary

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 22 million, have not yet been utilised (31 March 2022: have not yet been utilised).
- Overdraft facilities of Baht 5 million have not yet been utilised (31 March 2022: have not yet been utilised).
- Forward foreign exchange contract facilities of Baht 30 million, have not yet been utilised (31 March 2022: have not yet been utilised).

Such credit facilities above totaling Baht 57 million, guaranteed by the Company of Baht 30 million.

(Unaudited but reviewed)

15. Dividend

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Dividends for the year ended 31 March 2022 (net of interim dividend payment)	Annual General Meeting of the shareholders on 21 July 2022	172.35	0.45
Dividends for the year ended 31 March 2021 (net of interim dividend payment)	Annual General Meeting of the shareholders on 22 July 2021	68.94	0.18

16. Fair value hierarchy

The Group had the assets and liabilities that were measured at fair value or for which fair value was disclosed using different levels of inputs as follows:

(Unit: Million Baht)

Consolidated Financial Statements as at
30 September 2022

	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets				
Investment units in open-end fund	-	23	-	23
Other non-current financial assets				
Investments in marketable units	3	-	-	3

(Unit: Million Baht)

Consolidated Financial Statements as at
31 March 2022

	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets				
Investment units in open-end fund	-	8	-	8
Other non-current financial assets				
Investments in marketable units	3	-	-	3

During the current period, there were no transfers within the fair value hierarchy.

17. Financial instruments

17.1 Derivatives not designated as hedging instruments

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 March 2022	30 September 2022	31 March 2022
Derivative Liabilities				
Derivative liabilities not designated as hedging instruments	193	98	193	112

The Group uses foreign exchange forward contracts to manage some of its transaction exposures. The contracts are entered into for periods consistent with foreign currency exposure of the underlying transactions, generally from 1 to 3 months.

The Group has outstanding balance of forward foreign exchange contracts which to reduce the exchange rate risk arising from their financial liabilities dominated in foreign currency with the mature within one year. The details are summarised below.

Foreign currency	Bought amount (Million)	Sold amount (Million)	Contractual exchange rate	
			Bought (Baht per 1 foreign currency unit)	Sold
<u>As at 30 September 2022</u>				
US Dollar	0.35	-	36.78 - 38.34	-
<u>As at 31 March 2022</u>				
US Dollar	0.86	-	32.06 - 33.75	-
SG Dollar	0.08	-	24.82	-

The balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Foreign currency	Financial assets as at		Financial liabilities as at		Average exchange rate as at	
	30 September 2022	31 March 2022	30 September 2022	31 March 2022	30 September 2022	31 March 2022
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	0.06	0.08	0.06	1.03	37.86	33.25
Japanese Yen	0.50	0.50	-	-	0.2579	0.2683
SG Dollar	-	-	-	0.08	-	24.90

17.2 Fair values of financial instruments

Since the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

18. Events after the reporting period

18.1 On 10 November 2022, the Board of Directors' Meeting of NSC Metal Company Limited approved the payment of an interim dividend of Baht 3.20 per share to the subsidiary company's ordinary shareholders for the operations as from 1 April 2022 to 30 September 2022. This constitutes a total dividend of Baht 7.36 million.

18.2 On 10 November 2022, the Board of Directors' Meeting of Auto Metal Company Limited passed a resolution to propose to the Extraordinary General Meeting of its shareholders to approve the payment of an interim dividend of Baht 20.5 per share to the subsidiary company's ordinary shareholders for the operations as from 1 April 2022 to 30 September 2022. This constitutes a total dividend of Baht 49.2 million.

18.3 On 11 November 2022, the Company's Board of Directors Meeting approved the payment of an interim dividend of Baht 0.19 per share to the Company's ordinary shareholders for the Company's operations as from 1 April 2022 to 30 September 2022. This constitutes a total dividend of Baht 72.77 million.

19. Approval of interim consolidated financial information

These interim consolidated financial information were authorised for issue by the Company's Board of Directors on 11 November 2022.