

Lohakit Metal Public Company Limited
and its subsidiaries
Review report and interim consolidated financial information
For the three-month period ended 30 June 2023

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 June 2023, the related consolidated statements of income, comprehensive income, and the related consolidated statements of changes in shareholders' equity, and cash flows for the three-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: 15 August 2023

Lohakit Metal Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2023	31 March 2023	30 June 2023	31 March 2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		272,698	239,607	212,230	128,869
Trade and other receivables	3	540,116	606,358	193,783	219,934
Inventories	4	601,874	632,733	264,053	319,635
Other current financial assets		2,565	2,559	-	-
Other current assets		6,342	5,033	3,717	3,623
Total current assets		1,423,595	1,486,290	673,783	672,061
Non-current assets					
Restricted bank deposits	5	46,180	46,180	6,080	6,080
Other non-current financial assets		2,714	2,893	-	-
Investment in associate	6	6,149	17,078	4,900	4,900
Investments in subsidiaries	7	-	-	405,258	405,334
Property, plant and equipment	8	484,321	494,807	256,071	262,198
Intangible assets		2,751	2,735	1,514	1,553
Deferred tax assets	11	14,203	13,142	9,554	8,681
Other non-current assets		3,326	3,329	2,558	2,558
Total non-current assets		559,644	580,164	685,935	691,304
Total assets		1,983,239	2,066,454	1,359,718	1,363,365

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 June 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2023	31 March 2023	30 June 2023	31 March 2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	9	83,870	69,419	-	4,177
Trade and other payables	10	311,431	409,767	97,562	152,065
Current portion of lease liabilities		3,177	3,128	3,177	3,128
Income tax payable		22,345	15,723	-	-
Other current liabilities		8,208	9,235	2,351	3,254
Total current liabilities		429,031	507,272	103,090	162,624
Non-current liabilities					
Lease liabilities, net of current portion		3,959	4,768	3,959	4,768
Provision for long-term employee benefits		29,814	29,052	16,158	15,731
Deferred tax liabilities	11	14	13	-	-
Other non-current liabilities		1	1	-	-
Total non-current liabilities		33,788	33,834	20,117	20,499
Total liabilities		462,819	541,106	123,207	183,123

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 June 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 March 2023	30 June 2023	31 March 2023
	(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	79,550	79,150	38,300	38,300
Unappropriated	393,916	382,492	295,538	239,269
Equity attributable to owners of the Company	1,376,139	1,364,315	1,236,511	1,180,242
Non-controlling interests of the subsidiary	144,281	161,033	-	-
Total shareholders' equity	1,520,420	1,525,348	1,236,511	1,180,242
Total liabilities and shareholders' equity	1,983,239	2,066,454	1,359,718	1,363,365
	-	-	-	-

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 June 2023

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2023	2022	2023	2022
Revenues					
Sales and service income		612,650	695,010	210,248	257,497
Dividend income	6.2, 7.2	48	45	60,345	60,440
Other income		4,475	9,373	4,443	8,393
Total revenues		617,173	704,428	275,036	326,330
Expenses					
Cost of sales and services		548,886	604,856	198,721	223,199
Selling and distribution expenses		13,025	14,448	7,580	8,409
Administrative expenses		27,335	26,848	13,093	12,698
Total expenses		589,246	646,152	219,394	244,306
Operating profit		27,927	58,276	55,642	82,024
Share of profit from investment in associate	6.2	586	431	-	-
Finance cost		(994)	(1,006)	(246)	(153)
Profit before income tax expenses		27,519	57,701	55,396	81,871
Income tax revenue (expense)	11	(5,567)	(11,613)	873	(4,345)
Profit for the period		21,952	46,088	56,269	77,526
Profit attributable to:					
Equity holders of the Company		11,824	37,189	56,269	77,526
Non-controlling interests of the subsidiary		10,128	8,899		
		<u>21,952</u>	<u>46,088</u>		
Earnings per share					
12					
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)		0.03	0.10	0.15	0.20
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 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Profit for the period	<u>21,952</u>	<u>46,088</u>	<u>56,269</u>	<u>77,526</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>21,952</u>	<u>46,088</u>	<u>56,269</u>	<u>77,526</u>
Total comprehensive income attributable to:				
Equity holders of the Company	11,824	37,189	<u>56,269</u>	<u>77,526</u>
Non-controlling interests of the subsidiary	<u>10,128</u>	<u>8,899</u>		
Total comprehensive income for the period	<u>21,952</u>	<u>46,088</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 three-month period ended 30 June 2023**

(Unit: Thousand Baht)

Consolidated financial statements

	Equity attributable to owners of the Company				Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiary	Total shareholders' equity
	Issued and paid-up share capital	Share premium	Retained earnings				
			Appropriated - statutory reserve	Unappropriated			
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	-	-	-	37,189	37,189	8,899	46,088
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	37,189	37,189	8,899	46,088
Dividends paid of subsidiary	-	-	-	-	-	(24,960)	(24,960)
Balance as at 30 June 2022	<u>383,000</u>	<u>519,673</u>	<u>78,700</u>	<u>559,040</u>	<u>1,540,413</u>	<u>141,834</u>	<u>1,682,247</u>
Balance as at 1 April 2023	383,000	519,673	79,150	382,492	1,364,315	161,033	1,525,348
Profit for the period	-	-	-	11,824	11,824	10,128	21,952
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	11,824	11,824	10,128	21,952
Transferred to appropriated retained earnings statutory reserve	-	-	400	(400)	-	-	-
Dividends paid of subsidiary	-	-	-	-	-	(26,880)	(26,880)
Balance as at 30 June 2023	<u>383,000</u>	<u>519,673</u>	<u>79,550</u>	<u>393,916</u>	<u>1,376,139</u>	<u>144,281</u>	<u>1,520,420</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 three-month period ended 30 June 2023

(Unit: Thousand Baht)

	Separate financial statements				Total shareholders' equity
	Issued and fully paid-up		Retained earnings		
	share capital	Share premium	Appropriated - statutory reserve	Unappropriated	
Balance as at 1 April 2022	383,000	519,673	38,300	371,531	1,312,504
Profit for the period	-	-	-	77,526	77,526
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	77,526	77,526
Balance as at 30 June 2022	383,000	519,673	38,300	449,057	1,390,030
Balance as at 1 April 2023	383,000	519,673	38,300	239,269	1,180,242
Profit for the period	-	-	-	56,269	56,269
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	56,269	56,269
Balance as at 30 June 2023	383,000	519,673	38,300	295,538	1,236,511
	-	-	-	-	-
	-	-	-	-	-

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 cash flows****For the three-month period ended 30 June 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit before tax	27,519	57,701	55,396	81,871
Adjustments to reconcile profit before tax to net cash provided by (used in) operating activities:				
Depreciation	11,234	12,002	6,519	6,958
Amortisation	84	84	39	38
Reversal of expected credit loss	(292)	(193)	(64)	(44)
Reduction of inventories to net realisable value (reversal)	4,204	858	3,476	(4)
Allowance for impairment of investment in subsidiary	-	-	76	74
Gain on sales of investments	-	(6)	-	-
Unrealised gain from fair value measurement of the other current financial assets	(6)	(186)	-	(197)
Unrealised loss from fair value measurement of the other non-current financial assets	179	230	-	-
Unrealised gain on change fair value in forward contract	(124)	-	(124)	-
Gain on sale of fixed assets	(17)	(32)	-	(32)
Provision for long-term employee benefits	762	897	427	443
Unrealised gain on foreign exchange	(96)	(66)	(96)	(66)
Share of profit from investment in associate	(586)	(431)	-	-
Dividend income	(48)	(45)	(60,345)	(60,440)
Interest income	(82)	(34)	(4)	(1)
Interest expenses	709	673	84	28
Profit from operating activities before changes in operating assets and liabilities	43,440	71,452	5,384	28,628
Decrease (increase) in operating assets				
Trade and other receivables	66,548	37,704	26,215	20,719
Inventories	26,655	(68,335)	52,106	(22,562)
Other current assets	(1,026)	(1,177)	189	732
Other non-current assets	3	70	-	-
Increase (decrease) in operating liabilities				
Trade and other payables	(98,353)	(141,949)	(54,533)	(124,298)
Other current liabilities	(1,027)	(1,571)	(903)	(1,395)
Cash flows from operating activities	36,240	(103,806)	28,458	(98,176)
Interest paid	(650)	(659)	(12)	(12)
Corporate income tax paid	(164)	(200)	(159)	(196)
Net cash flows from (used in) operating activities	35,426	(104,665)	28,287	(98,384)

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 cash flows (continued)

For the three-month period ended 30 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from investing activities				
Cash paid for acquisition of fixed assets	(748)	(2,475)	(392)	(1,977)
Cash paid for acquisition of intangible assets	(100)	-	-	-
Cash received from sales of investment in open-end fund	-	5,007	-	-
Cash received from dividends	11,563	45	60,345	60,440
Cash received from sales of fixed assets	17	32	-	32
Cash received from interest income	68	32	4	1
Net cash flows from investing activities	10,800	2,641	59,957	58,496
Cash flows from financing activities				
Increase (decrease) in short-term loans from banks	14,451	76,868	(4,177)	8,714
Cash paid for lease liabilities	(841)	(841)	(841)	(841)
Dividend paid	(26,880)	(24,960)	-	-
Net cash flows (used in) financing activities	(13,270)	51,067	(5,018)	7,873
Effect of exchange rate to cash and cash equivalents	135	55	135	55
Net increase (decrease) in cash and cash equivalents	33,091	(50,902)	83,361	(31,960)
Cash and cash equivalents at beginning of period	239,607	288,420	128,869	213,196
Cash and cash equivalents at end of period	272,698	237,518	212,230	181,236
	-	-	-	-

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 period ended 30 June 2023

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, statement of income and 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 2023, 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 2023.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, 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 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
<u>Transactions with subsidiaries</u>				
(Eliminated from the consolidated financial statements)				
Sales of goods and service income	-	-	4,509	5,744
Purchases of goods	-	-	25	19,661
Rental income	-	-	510	510
Other service income	-	-	3,090	3,135
Dividend income	-	-	48,830	60,440
<u>Transactions with associate</u>				
Dividend income	-	-	11,515	-
<u>Transactions with related companies</u>				
Commission fee	1,853	1,430	-	-

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

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 March	30 June	31 March
	2023	2023	2023	2023
	(Audited)		(Audited)	
<u>Trade receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	4,343	9,482
<u>Trade payables - related party (Note 10)</u>				
Subsidiary	-	-	16	7
<u>Other payables - related party (Note 10)</u>				
Associated company	1,830	2,096	-	-

(Unaudited but reviewed)

Directors and management's benefits

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2023	2022	2023	2022
Short-term employee benefits	11,520	10,851	5,213	4,632
Post-employment benefits	128	260	47	41
Total	11,648	11,111	5,260	4,673

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30 June	31 March	30 June	31 March
	2023	2023	2023	2023
	(Audited)		(Audited)	
<u>Trade receivables - related parties</u> (Note 2)				
Aged on the basis of due dates				
Not yet due	-	-	4,176	9,482
Past due				
Not over 3 months	-	-	167	-
Total trade receivables - related parties	-	-	4,343	9,482
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	398,089	496,263	145,439	173,124
Past due				
Not over 3 months	142,240	110,521	43,950	37,341
Over 3 months but less than 12 months	-	457	-	-
Over 12 months	6,389	5,952	3,622	3,642
Total	546,718	613,193	193,011	214,107
Less: Allowance for expected credit losses	(6,776)	(7,068)	(3,704)	(3,768)
Total trade receivables - unrelated parties - net	539,942	606,125	189,307	210,339
Total trade receivables - net	539,942	606,125	193,650	219,821
<u>Other receivables</u>				
Other receivables	133	206	133	113
Interest receivables	41	27	-	-
Total other receivables	174	233	133	113
Total trade and other receivables - net	540,116	606,358	193,783	219,934

(Unaudited but reviewed)

4. Inventories

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2023	31 March 2023	30 June 2023	31 March 2023
		(Audited)		(Audited)
Inventories - cost	639,781	666,436	292,691	344,797
Less: Reduce cost to net realisable value	(37,907)	(33,703)	(28,638)	(25,162)
Inventories - net	<u>601,874</u>	<u>632,733</u>	<u>264,053</u>	<u>319,635</u>

During the current period, the Group recorded the reduction of cost of inventories by Baht 4 million (Separate financial statements: record the reduction of Baht 3 million), to reflect the net realisable value. This was included in cost of sales.

5. Restricted bank deposits

As at 30 June 2023, the Group has deposits with banks of Baht 46 million (31 March 2023: 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		Consolidated	
					financial statements		financial statements	
					Cost method		Carrying amount based on equity method	
					30 June 2023	31 March 2023	30 June 2023	31 March 2023
			(Percent)	(Percent)		(Audited)		(Audited)
Mory Lohakit (Thailand) Co., Ltd.	Agent	Thailand	49	49	4,900	4,900	6,149	17,078

6.2 Share of profit and dividend received

Company's name	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	Share of profit from investment in associate		Dividend received	
	2023	2022	2023	2022
Mory Lohakit (Thailand) Co., Ltd.	<u>586</u>	<u>431</u>	<u>11,515</u>	<u>-</u>

Mory Lohakit (Thailand) Company Limited

On 19 June 2023, the Annual General Meeting of the shareholders of Mory Lohakit (Thailand) Company Limited (an associate) passed a resolution to approve the payment of a dividend of Baht 235 per share from the operating results for the year ended 31 March 2023 and from retained earnings as at 31 March 2022. An associate already paid such dividends by Baht 23.50 million on 29 June 2023.

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 June	31 March	30 June	31 March	30 June	31 March	30 June	31 March	30 June	31 March
	2023	2023	2023	2023	2023	2023	2023	2023	2023	2023
	(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	(2,479)	(2,403)	3,020	3,096
NSC Metal Company Limited	230	230	100	100	258,238	258,238	-	-	258,238	258,238
Total					407,737	407,737	(2,479)	(2,403)	405,258	405,334

7.2 Dividend income

Company's name	(Unit: Thousand Baht)	
	For the three-month periods ended 30 June	
	2023	2022
Auto Metal Company Limited	40,320	37,440
NSC Metal Company Limited	8,510	23,000
Total	48,830	60,440

NSC Metal Company Limited

On 16 June 2023, the Annual General Meeting of the shareholders of NSC Metal Company Limited (a subsidiary) passed a resolution to approve the payment of a dividend of Baht 6.90 per share from the operating results for the year ended 31 March 2023. The subsidiary already paid out the interim dividend of Baht 3.20 per share. The remaining dividend was Baht 3.70 per share, or totaling Baht 8.51 million, which were paid on 29 June 2023.

Auto Metal Company Limited

On 19 June 2023, the Annual General Meeting of the shareholders of Auto Metal Company Limited (a subsidiary) passed a resolution to approve the payment of a dividend of Baht 48.50 per share from the operating results for the year ended 31 March 2023. The subsidiary already paid out the interim dividend of Baht 20.50 per share. The remaining dividend was Baht 28 per share, or totaling Baht 67.20 million, which were paid on 29 June 2023.

8. Property, plant and equipment

Movements of property, plant and equipment for the three-month period ended 30 June 2023 are summaries below:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 April 2023	494,807	262,198
Acquisitions during the period - at cost	748	392
Depreciation for the period	(11,234)	(6,519)
Net book value as at 30 June 2023	484,321	256,071

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. Bank overdrafts and short-term loans from banks

	Interest rate		Consolidated		(Unit: Thousand Baht)	
	(percent per annum)		financial statements		Separate	
	30 June	31 March	30 June	31 March	30 June	31 March
	2023	2023	2023	2023	2023	2023
				(Audited)		(Audited)
Bank overdrafts	1.70 - 2.55	1.45 - 1.60	21,382	13,179	-	-
Trust receipts	3.60 - 4.35	3.35 - 4.02	62,488	56,240	-	4,177
Total			83,870	69,419	-	4,177

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 June	31 March	30 June	31 March
	2023	2023	2023	2023
				(Audited)
Trade payables - unrelated parties	283,181	388,320	85,394	144,086
Trade payables - related party (Note 2)	-	-	16	7
Other payables - unrelated parties	17,516	17,283	7,537	6,897
Other payables - related party (Note 2)	1,830	2,096	-	-
Accrued expenses	8,904	2,068	4,615	1,075
Total	311,431	409,767	97,562	152,065

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 (revenue) for the three-month period ended 30 June 2023 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Current income tax:				
Interim corporate income tax charge	6,627	11,907	-	4,371
Deferred tax:				
Relating to origination and reversal of temporary differences	(1,060)	(294)	(873)	(26)
Income tax expenses (revenue) reported in profit and loss	<u>5,567</u>	<u>11,613</u>	<u>(873)</u>	<u>4,345</u>

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

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 March	30 June	31 March
	2023	2023	2023	2023
		(Audited)		(Audited)
Deferred tax assets				
Allowance for impairment of investment in subsidiary	-	-	496	481
Allowance for expected credit losses	672	731	58	71
Allowance for diminution in value of inventories	7,581	6,741	5,727	5,033
Provision for long-term employee benefits	5,963	5,810	3,232	3,146
Lease liabilities	33	-	33	-
Unused tax loss	43	-	43	-
Total	<u>14,292</u>	<u>13,282</u>	<u>9,589</u>	<u>8,731</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 March	30 June	31 March
	2023	2023	2023	2023
		(Audited)		(Audited)
Deferred tax liabilities				
Lease liabilities	-	(37)	-	(37)
Unrealised gain from fair value measurement of other current financial assets	(14)	(13)	-	-
Unrealised gain from fair value measurement of other non-current financial assets	(54)	(90)	-	-
Unrealised gain from fair value measurement of forward contract	(35)	(13)	(35)	(13)
Total	(103)	(153)	(35)	(50)
Deferred tax assets - net	14,203	13,142	9,554	8,681
Deferred tax liabilities	14	13	-	-

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 periods ended 30 June 2023 and 2022.

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month period ended 30 June 2023					
	Production and distribution	Procurement and distribution	Total reportable segments	Eliminations	Consolidated
Revenue					
Revenue from external customers	453	160	613	-	613
Inter-segment revenue	5	-	5	(5)	-
Total revenues	458	160	618	(5)	613
Operating result					
Segment profit	55	9	64	-	64
Other income					4
Selling and distribution expenses					(13)
Administrative expenses					(27)
Share of profit from investment in associate					1
Finance cost					(1)
Income tax expenses					(6)
Profit for the period					22

(Unit: Million Baht)

For the three-month period ended 30 June 2022					
	Production and distribution	Procurement and distribution	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue					
Revenue from external customers	442	253	695	-	695
Inter-segment revenue	6	-	6	(6)	-
Total revenues	448	253	701	(6)	695
Operating results					
Segment profit	72	18	90	-	90
Other income					9
Selling and distribution expenses					(14)
Administrative expenses					(27)
Share of profit from investment in associate					1
Finance cost					(1)
Income tax expenses					(12)
Profit for the period					46

14. Commitments and contingent liabilities

14.1 Other service commitment

As at 30 June 2023, a subsidiary has commitments of approximately Baht 3 million relating to a technical assistance service agreement and other agreements (31 March 2023: Baht 4 million).

14.2 Other commitments

As at 30 June 2023, the Company has outstanding commitments of Baht 4.5 million (31 March 2023: Baht 4.5 million) in respect of uncalled portion of investment in a subsidiary.

14.3 Guarantees

As at 30 June 2023, the Company has guaranteed bank credit facilities for a subsidiary amounting to Baht 350 million (31 March 2023: Baht 350 million).

14.4 Credit facilities

As at 30 June 2023, 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 8 million (31 March 2023: Baht 10 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 2023: 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 7 million (31 March 2023: Baht 3 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 2023: Baht 5 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 2023: 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 2023: 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 62 million (31 March 2023: Baht 62 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, of which Baht 21 million (31 March 2023: of which Baht 13 million) of the utilised amount are outstanding. 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 415 million) and Baht 115 million, or a total approximately Baht 530 million, have not yet been utilised. (31 March 2023: of which USD 0.12 million (equivalent to Baht 4 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 2023: have not yet been utilised).
- Overdraft facilities of Baht 5 million have not yet been utilised (31 March 2023: have not yet been utilised).
- Forward foreign exchange contract facilities of Baht 30 million, have not yet been utilised (31 March 2023: have not yet been utilised).

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

15. 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 June 2023

	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets				
Investment units in open-end fund	-	3	-	3
Forward contracts	-	0.1	-	0.1
Other non-current financial assets				
Investments in marketable units	3	-	-	3

(Unit: Million Baht)

Consolidated Financial Statements as at
31 March 2023

	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets				
Investment units in open-end fund	-	3	-	3
Other non-current financial assets				
Investments in marketable units	3	-	-	3
Liabilities measured at fair value				
Other current liabilities				
Forward contracts	-	0.1	-	0.1

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

16. Financial instruments

16.1 Derivatives not designated as hedging instruments

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2023	31 March 2023	30 June 2023	31 March 2023
Derivative assets				
Foreign exchange forward contracts	124	-	124	-
Derivative Liabilities				
Foreign exchange forward contracts	-	50	-	49

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 June 2023</u>				
US Dollar	0.13	-	34.15 - 34.90	-
SG Dollar	0.08	-	26.15	-
<u>As at 31 March 2023</u>				
US Dollar	0.20	-	34.15 - 34.20	-

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 June 2023	31 March 2023	30 June 2023	31 March 2023	30 June 2023	31 March 2023
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	0.11	0.07	0.13	-	34.91	34.05
Japanese Yen	0.50	0.50	-	-	0.2419	0.2559
SG Dollar	-	-	0.08	-	26.53	-

16.2 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.

17. Events after the reporting period

On 26 July 2023, the Annual General Meeting of the shareholders passed a resolution to approve the payment of a dividend of Baht 0.28 per share from the operating results for the year ended 31 March 2023. However, by the resolution of the meeting of the Company's Board of Directors held on 11 November 2022, the Company approved the interim dividend of Baht 0.19 per share for 383 million shares, or totaling Baht 72.77 million. The Company already paid interim dividend on 8 December 2022. The remaining dividend is Baht 0.09 per share, or totaling Baht 34.47 million. The Company will pay the dividends on 10 August 2023.

18. Approval of interim consolidated financial information

These interim consolidated financial information were authorised for issue by the Company's Board of Directors on 15 August 2023.