

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

**REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
AND SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

INDEPENDENT AUDITOR'S REPORT

To The Shareholders and Board of Directors of
Siam Steel International Public Company Limited

Opinion

I have audited the consolidated financial statements of Siam Steel International Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statement of comprehensive income, consolidated statement of changes in shareholders' equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and I have audited the separate financial statements of Siam Steel International Public Company Limited (the Company), which comprise the statement of financial position as at December 31, 2023, and the statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of Siam Steel International Public Company Limited and its subsidiaries as at December 31, 2023, and its consolidated financial performance and its consolidated cash flows for the year then ended and the separate financial position of Siam Steel International Public Company Limited as at December 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further describe in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matter

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statement of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Allowance for decline in value of inventories

The Group's inventories which are measured at the lower of cost and net realizable value. The group has provided an allowance for decline in value of inventories from the estimates of the management which requires using considerable judgment as such products have high market competition. It depends on the inventory life cycle which may cause a risk in the recognition of such estimate. As at December 31, 2023, inventories presented in the consolidated statement of financial position and separate statement of financial position amounted to Baht 318.61 million and Baht 41.65 million, respectively, which are material to the consolidated and separate financial statements. Therefore, I consider this is an area of focus.

Risk response by the auditor

My audit procedures were designed to assess the appropriateness of the allowance for decline in value of inventories and obsolescence understanding the policies and procedures that the Group's management applied for setting up allowance for decline in value of inventories, reasonableness testing on methodology used, information on holding period and movement of slow moving inventory that is appropriately classified, performing test on a sample basis of net realisable value of inventories, analyzing and comparing past and information during the year for the allowance estimate of actual loss, considering the sale of goods after the financial statement date, comparing the allowance for decline in value of inventory to assess the appropriateness of the allowance and enquiring the management plan of such product group.

Impairment assessment of investment in the subsidiary

As at December 31, 2023, investment in the subsidiary amounted Baht 229.46 million or 10 of total assets and the Company has disclosed relating to the investment in the subsidiary in Note 12 The management of the Company has to consider whether it indicates an impairment of investment in the separate financial statements of the company or not. In addition, the management has to estimate the recoverable amount of the subsidiary to consider the estimate for impairment. Such estimate requires the judgment of the management regarding significant assumptions in the forecast of each subsidiary. I, therefore, consider it to be significant matter in the audit.

Response by the auditor

Significant audit methods include understanding about work procedure, related internal control, recognition of impairment, review of compliance to related internal control, assessment of the method used by management in measuring investment in subsidiary and information used in considering impairment as well as testing significant assumption, comparative analysis of internal and external information to assess various estimates calculated by the specialist and testing the calculation of the recoverable value.

Revenue recognition from sales and service

The Group has revenue from sales and service that is significant and a large customer base. Sales of goods or service were under different conditions and revenue recognition depends on the conditions in the agreement or various types of business agreement such as production with installation agreement, production by order of the customer, sale agreement with distributor group. Therefore, it is considered that revenue is a significant matter in the audit. The importance is given to the recognition of revenue from sales and service that it has recognized transaction including disclosure of information according to the financial reporting standards. The accounting policy for revenue has been disclosed in Note 4.1.

Response by the auditor

I understood and tested the internal control system related to revenue cycle, audited the revenue recognition of each company type taking into account of the timing in handing over the control of goods and service to assess the recognition of revenue in accordance with the financial reporting standards No. 15 agreement made with customer. I had audited the revenue adjustment during the year and checked revenue cut off near the end of the year and the document issued by the company after year end.

Revenue recognition from construction agreement and cost of construction

Referring to Note 4.1 on revenue recognition from construction agreement, the Company recognized revenue from construction agreement when the performance obligation is completed under the contract condition by transferring the promised service to customer over time. The service are transferred when the customer obtain control of those service by measuring progress by assessing the stage of work completion from the obligation to be performed through input factor. Revenue recognition, percentage of completion, cost estimation and loss estimate of the project that may arise requires using judgment from the management which may cause the risk with the revenue recognition, cost and loss estimate that may arise from the construction contract.

Response by the auditor

I have enquired to understand and tested the internal control for revenue recognition, project cost estimation, and ratio of the construction stage of completion, audited the actual cost that arises with document to compare with the cost estimate and audited the basis of project cost estimates, tested the calculation of the stage of work completion, joined the physical investigation by visiting the project near year end and compare the progress of the actual construction against the stage of work completion. In addition, I used the comparative analysis of the stage of work completion assessed by the engineer with the stage of work completion that arises from the actual cost and enquired the cause of the difference, analyzed, compared gross profit and assessed the loss estimate that may arise by comparing the actual cost and the total estimate.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

My responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance in order for those charged with governance to correct the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated financial statements and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements and separate financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated financial statements and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements and separate financial statements, including the disclosures, and whether the consolidated financial statements and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated financial statements and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner responsible for the audit resulting in this independent auditor's report is Miss Wannisa Ngambuathong.

(Miss Wannisa Ngambuathong)
Certified Public Accountant
Registration No. 6838

Dharmniti Auditing Company Limited
Bangkok, Thailand
February 29, 2024

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

		<u>ASSETS</u>				
		In Baht				
		Consolidated financial statements		Separate financial statements		
		As at December	As at December	As at December	As at December	
Note		31, 2023	31, 2022	31, 2023	31, 2022	
CURRENT ASSETS						
	Cash and cash equivalents	6	355,882,708	279,913,290	140,072,451	165,593,977
	Trade accounts receivable from sales and services					
	- general companies	7	187,669,236	191,326,368	50,212,020	167,318,847
	- related companies	5, 7	21,791,295	15,832,910	52,984,383	4,332,166
	Other current receivables					
	- general companies		6,978,617	47,218,801	1,526,944	43,286,369
	- related companies	5	1,582,620	2,000,149	260,441,383	254,131,650
	Current contract assets	7	96,034,712	40,359,308	96,034,712	40,359,308
	Inventories	8	318,613,966	309,947,393	41,654,029	108,696,368
	Advance for purchase of inventories		15,645,611	53,047,542	14,514,424	53,047,542
	Short-term loan to related companies	5	-	-	59,706,864	57,668,172
	Other current assets	9	43,317,313	41,215,775	6,364,033	7,993,216
	Total current assets		1,047,516,078	980,861,536	723,511,243	902,427,615

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

THE STATEMENTS OF FINANCIAL POSITION (CONT.)

AS AT DECEMBER 31, 2023

ASSETS (CONT.)

	Note	In Baht			
		Consolidated financial statements		Separate financial statements	
		As at December 31, 2023	As at December 31, 2022	As at December 31, 2023	As at December 31, 2022
NON-CURRENT ASSETS					
Restricted deposit with bank	10	12,498,961	6,114,796	8,033,000	5,420,000
Trade and other non-current receivables		75,104,882	66,044,360	75,104,882	66,044,360
Contract assets					
- provision for employee benefits	21.3	9,019,502	-	-	-
Other non-current financial assets	11	113,488,682	107,576,206	113,488,682	107,576,206
Investment					
- subsidiaries companies	12	-	-	229,461,207	245,172,117
- associated companies	12	954,098,486	898,332,664	163,547,300	163,547,300
Property, plant and equipment	14	1,378,521,335	1,405,767,196	978,943,383	889,767,447
Right-of-use assets	15	54,709,565	24,170,396	4,066,590	9,829,941
Deferred tax assets	16	2,288,157	3,415,472	-	-
Other non-current assets		3,121,548	2,085,241	914,139	327,600
Total non-current assets		2,602,851,118	2,513,506,331	1,573,559,183	1,487,684,971
TOTAL ASSETS		3,650,367,196	3,494,367,867	2,297,070,426	2,390,112,586

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE STATEMENTS OF FINANCIAL POSITION (CONT.)
AS AT DECEMBER 31, 2023

LIABILITIES AND SHAREHOLDERS' EQUITY

		In Baht			
		Consolidated financial statements		Separate financial statements	
		As at December	As at December	As at December	As at December
Note		31, 2023	31, 2022	31, 2023	31, 2022
CURRENT LIABILITIES					
	Short-term loans from financial institutions	17	50,000,000	63,000,000	- 3,000,000
	Short-term loans from related companies	5	129,350,000	101,350,000	- -
	Trade accounts payable - general companies		232,694,351	168,797,541	36,484,741 102,491,314
	Other current payable - general companies	18	107,532,600	137,905,995	55,877,726 117,283,819
	Trade and other current payables - related companies	5	43,761,453	24,066,119	46,065,013 20,707,552
	Current contract liabilities		9,646,258	-	9,646,258 -
	Current portion of				
	- Long-term loan from financial institutions	19	-	1,399,279	- 1,399,279
	- Lease liabilities	20	14,247,391	8,432,560	1,232,179 3,105,305
	Current provisions for employee benefits	21	25,992,173	19,972,168	16,267,600 18,580,391
	Other current liabilities		31,687,627	19,787,789	30,267,506 18,840,380
	Total current liabilities		644,911,853	544,711,451	195,841,023 285,408,040
NON-CURRENT LIABILITIES					
	Long-term loans from financial institutions	19	-	-	- -
	Non-current provisions for employee benefits	21	55,109,760	48,486,417	8,225,004 30,191,813
	Contract liabilities - provisions for employee benefits	21.2	-	-	26,992,108 -
	Lease liabilities	20	35,394,369	11,932,743	6,115,099 7,284,236
	Deferred Tax liabilities	16	48,233,245	47,124,313	11,256,664 9,763,819
	Other non-current liabilities		56,059,312	49,187,784	54,082,884 48,718,197
	Total non-current liabilities		194,796,686	156,731,257	106,671,759 95,958,065
	TOTAL LIABILITIES		839,708,539	701,442,708	302,512,782 381,366,105

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

THE STATEMENTS OF FINANCIAL POSITION (CONT.)

AS AT DECEMBER 31, 2023

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

		In Baht			
		Consolidated financial statements		Separate financial statements	
		As at December	As at December	As at December	As at December
Note		31, 2023	31, 2022	31, 2023	31, 2022
SHAREHOLDERS' EQUITY					
Share capital - common share at Baht 1 par value					
	- Registered 593,125,849 shares	593,125,849	593,125,849	593,125,849	593,125,849
	- Issued and paid - up 593,125,849 shares	593,125,849	593,125,849	593,125,849	593,125,849
	Premium on ordinary shares	72,403,683	72,403,683	72,403,683	72,403,683
Retained earnings					
	- Appropriated legal reserve	59,312,585	59,312,585	59,312,585	59,312,585
	- Unappropriated	1,782,442,753	1,771,814,164	1,218,694,502	1,237,613,320
	Other components of equity	83,864,376	79,134,395	51,021,025	46,291,044
	Total shareholder's equity of the parent company	2,591,149,246	2,575,790,676	1,994,557,644	2,008,746,481
	Non-controlling interests	219,509,411	217,134,483	-	-
	TOTAL SHAREHOLDERS' EQUITY	2,810,658,657	2,792,925,159	1,994,557,644	2,008,746,481
	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,650,367,196	3,494,367,867	2,297,070,426	2,390,112,586

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

THE STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2023

		In Baht			
		Consolidated financial statements		Separate financial statements	
Note		2023	2022	2023	2022
Revenues					
	Sales and services income	2,085,053,461	1,812,327,666	539,130,970	823,126,099
	Construction income	161,089,369	106,765,497	161,089,369	106,765,497
	Total revenues	2,246,142,830	1,919,093,163	700,220,339	929,891,596
Cost					
	Cost of sales and services	(1,746,756,678)	(1,589,719,514)	(430,628,046)	(645,623,157)
	Cost of construction	(203,750,564)	(99,688,007)	(202,125,465)	(99,688,007)
	Total cost	(1,950,507,242)	(1,689,407,521)	(632,753,511)	(745,311,164)
	Gross profit	295,635,588	229,685,642	67,466,828	184,580,432
	Dividend income	24,544,744	21,290,727	61,044,719	66,379,656
	Other income	90,250,664	67,111,625	127,701,897	78,129,727
	Profit before expenses	410,430,996	318,087,994	256,213,444	329,089,815
	Selling expenses	(191,596,592)	(147,195,650)	(76,876,884)	(143,401,489)
	Administrative expenses	(259,043,003)	(285,879,420)	(171,465,137)	(151,807,200)
	Total expenses	(450,639,595)	(433,075,070)	(248,342,021)	(295,208,689)
	Profit (loss) from operations	(40,208,599)	(114,987,076)	7,871,423	33,881,126
	Finance costs	(6,044,054)	(3,827,429)	(1,083,376)	(1,641,543)
	Profit (loss) before equity in net income of associated companies	(46,252,653)	(118,814,505)	6,788,047	32,239,583
	Share of profit from investment in associated companies	89,902,417	65,912,183	-	-
	Profit (loss) before income tax expense	43,649,764	(52,902,322)	6,788,047	32,239,583
	Tax expenses (income)	3,667,689	80,809	310,350	(1,510,847)
	Profit (loss) from continued operation for the year	39,982,075	(52,983,131)	6,477,697	33,750,430

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE STATEMENTS OF COMPREHENSIVE INCOME (CONT.)
FOR THE YEAR ENDED DECEMBER 31, 2023

		In Baht				
		Consolidated financial statements		Separate financial statements		
Note		2023	2022	2023	2022	
Other comprehensive income						
Items that will not be reclassified subsequently to profit or loss						
	Actuarial gains (loss) on defined employee benefit plan, net of tax	21	(6,938,639)	2,394,625	(7,604,416)	2,320,385
	Gain (loss) on measured of financial assets - net of tax		4,729,981	11,473,366	4,729,981	11,473,366
	Equity in comprehensive income of associated company	12	11,699	(378,149)	-	-
Other comprehensive income (expense) for the year			(2,196,959)	13,489,842	(2,874,435)	13,793,751
Total comprehensive income (expense) for the year			37,785,116	(39,493,289)	3,603,262	47,544,181
Profit (loss) attributable for the year						
	Equity holder of the Company		35,347,628	(54,224,296)	6,477,697	33,750,430
	Non-controlling interests of the subsidiaries		4,634,447	1,241,165	-	-
			39,982,075	(52,983,131)	6,477,697	33,750,430
The comprehensive income (expense) for the year						
	Equity holder of the Company		32,952,923	(40,734,454)	3,603,262	47,544,181
	Non-controlling interests of the subsidiaries		4,832,193	1,241,165	-	-
			37,785,116	(39,493,289)	3,603,262	47,544,181
Basic earnings per share						
Profit (loss) attributable to equity						
	holders of the Company (Baht per share)	29	0.060	(0.091)	0.011	0.057
Weighted average number of common shares (share)			593,125,849	593,125,849	593,125,849	593,125,849

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2023

		In Baht									
		Consolidated financial statements									
		Shareholders' equity of the parent company						Total	Non-controlling interests	Total	
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other components of shareholders' equity					
				Appropriated	Unappropriated	Other comprehensive income					
				- Legal reserve		Surplus from change in proportion of investment in subsidiary company	Gain (loss) on financial assets measured at fair value through other comprehensive income	Total			
Note											
	Balance as at January 1, 2022	593,125,849	72,403,683	59,312,585	1,829,953,221	32,843,351	34,817,678	67,661,029	2,622,456,367	220,597,775	2,843,054,142
	Transaction with shareholder										
	Dividend	-	-	-	(5,931,237)	-	-	-	(5,931,237)	-	(5,931,237)
	Dividend paid by subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(4,704,457)	(4,704,457)
	Comprehensive income (expense) for the year										
	Profit (loss) for the year	-	-	-	(54,224,296)	-	-	-	(54,224,296)	1,241,165	(52,983,131)
	Other comprehensive income (expense) for the year	-	-	-	2,016,476	-	11,473,366	11,473,366	13,489,842	-	13,489,842
	Balance as at December 31, 2022	593,125,849	72,403,683	59,312,585	1,771,814,164	32,843,351	46,291,044	79,134,395	2,575,790,676	217,134,483	2,792,925,159
	Transaction with shareholder										
	Dividend	-	-	-	(17,792,099)	-	-	-	(17,792,099)	-	(17,792,099)
	Dividend paid by subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(2,259,519)	(2,259,519)
	Comprehensive income (expense) for the year										
	Profit (loss) for the year	-	-	-	35,347,628	-	-	-	35,347,628	4,634,447	39,982,075
	Other comprehensive income (expense) for the year	-	-	-	(6,926,940)	-	4,729,981	4,729,981	(2,196,959)	-	(2,196,959)
	Balance as at December 31, 2023	593,125,849	72,403,683	59,312,585	1,782,442,753	32,843,351	51,021,025	83,864,376	2,591,149,246	219,509,411	2,810,658,657

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

THE STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)

FOR THE YEAR ENDED DECEMBER 31, 2023

		In Baht					
		Separate financial statements					
		Shareholders' equity of the parent company					Total
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other components of shareholders' equity	
				Appropriated - legal reserve	Unappropriated	Gain (loss) on financial assets measured at fair value through other comprehensive income	
Note							
	Balance as at January 1, 2022	593,125,849	72,403,683	59,312,585	1,207,473,742	34,817,678	1,967,133,537
	Transaction with shareholder						
	Dividend	-	-	-	(5,931,237)	-	(5,931,237)
	Comprehensive income (expense) for the year						
	Profit for the year	-	-	-	33,750,430	-	33,750,430
	Other comprehensive income (expense) for the year	-	-	-	2,320,385	11,473,366	13,793,751
	Balance as at December 31, 2022	593,125,849	72,403,683	59,312,585	1,237,613,320	46,291,044	2,008,746,481
	Transaction with shareholder						
	Dividend	-	-	-	(17,792,099)	-	(17,792,099)
	Comprehensive income (expense) for the year						
	Profit for the year	-	-	-	6,477,697	-	6,477,697
	Other comprehensive income (expense) for the year	-	-	-	(7,604,416)	4,729,981	(2,874,435)
	Balance as at December 31, 2023	593,125,849	72,403,683	59,312,585	1,218,694,502	51,021,025	1,994,557,644

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit (loss) before income tax expense	43,649,764	(52,902,322)	6,788,047	32,239,583
Adjustments to reconcile income (loss) before income tax to net cash provided from (used in) operating activities:				
Depreciation and amortization	94,429,567	106,290,213	54,966,911	54,175,197
Allowance for expected credit losses (reversal)	24,384	15,624,558	(637,100)	614,750
Allowance for decline value of inventories (reversal)	(724,835)	(1,106,067)	(2,086,238)	1,304,467
Allowance for impairment of investment	-	-	29,710,840	-
Allowance for impairment of assets	-	22,684,547	-	-
Allowance for impairment on right-of-use	3,154,921	-	3,154,921	-
Loss from write-off asset	56	50	56	50
Gain (loss) on sales of assets	(3,186,729)	(2,834,735)	(2,748,342)	(2,510,999)
Transfer of work under construction to expense	531,873	-	531,873	-
Unrealized loss on foreign exchange rate	1,483,358	2,986,437	(62,059)	529,710
Profit from on sale of investment in indirect associated company	-	(212,834)	-	-
Dividend income	(24,544,744)	(21,290,727)	(61,044,719)	(66,379,656)
Interest income	(1,918,031)	(822,018)	(4,054,667)	(3,137,982)
Finance costs	6,044,054	3,827,429	1,083,376	1,641,543
Equity in net income of associated companies	(89,902,417)	(65,912,183)	-	-
Provision for employee benefits expenses	2,951,583	3,139,005	1,014,764	1,745,207
Gain from lease agreement termination	(128,919)	(23,095)	(94,340)	(20,725)
Cash provided from (used in) operations before changes in operating assets and liabilities	31,863,885	9,448,258	26,523,323	20,201,145
(Increase) decrease in operating assets				
Trade accounts receivable from sales and services				
- general companies	2,963,289	(2,463,364)	117,432,392	(35,327,074)
- related companies	(5,958,385)	9,458,476	(48,652,217)	2,197,123
Other current receivables				
- general companies	41,020,923	(31,250,324)	41,759,425	(32,732,211)
- related companies	417,530	(646,237)	(123,254,514)	(26,982,566)
Trade accounts receivable from construction work	-	2,602,530	-	2,602,530
Current contract assets	(55,675,404)	(16,113,982)	(55,675,404)	(16,113,982)
Inventories	(7,941,738)	53,055,309	69,128,578	66,677,791
Advances for purchase of inventories	37,401,931	11,736,842	38,533,117	11,736,842
Other current assets	(2,101,737)	(6,744,106)	1,683,718	(1,804,065)
Trade and other non-current receivables	(3,897,472)	(13,976,202)	(8,519,981)	(14,023,808)
Other non - current assets	(1,408,289)	1,753,274	(586,539)	59,950

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
THE STATEMENTS OF CASH FLOWS (CONT.)
FOR THE YEAR ENDED DECEMBER 31, 2023

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Increase (decrease) in operating liabilities				
Trade accounts payable - general companies	63,082,911	(19,432,443)	(65,944,514)	10,864,501
Trade and other current payables - related companies	16,648,377	2,373,117	25,357,461	(10,419,071)
Other current payable - general companies	(31,240,943)	(13,515,995)	(61,403,180)	(1,170,083)
Current contract liabilities	9,646,258	(16,946,522)	9,646,258	(16,946,522)
Other current liabilities	12,767,386	9,593,845	11,427,126	9,850,902
Employee benefits obligation paid	(7,908,495)	(940,367)	(6,573,744)	(787,216)
Other non - current liabilities	6,871,529	(11,479,310)	5,364,689	(11,948,989)
Cash provided from (used in) operations	106,551,556	(33,487,201)	(23,754,006)	(44,064,803)
Cash paid for interest	(1,200,389)	(1,699,705)	(45,136)	(720,529)
Income tax payment	(12,145,343)	(4,903,354)	(6,419,806)	(3,562,253)
Cash received from refund tax	5,879,264	6,047,252	5,879,264	6,047,252
Net cash provided from (used in) operating activities	99,085,088	(34,043,008)	(24,339,684)	(42,300,333)
Cash flows from investing activities				
(Increase) decrease in restricted deposit with bank	(6,384,164)	(474,370)	(2,613,000)	-
Acquisition of assets	(59,911,051)	(20,473,666)	(25,434,218)	(8,418,196)
Proceeds from sales of assets	5,344,255	2,844,281	4,905,674	2,520,265
Cash payment for investment in indirect subsidiary	-	-	(13,999,930)	-
(Increase) in short-term loans to related company	-	-	(22,000,000)	-
Cash receipt from short-term loans to related company	-	-	20,000,000	-
Cash received from interest income	1,854,245	796,339	1,217,757	376,291
Dividend income	58,693,038	61,483,314	61,044,719	66,379,656
Net cash provided from (used in) investing activities	(403,677)	44,175,898	23,121,002	60,858,016

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

THE STATEMENTS OF CASH FLOWS (CONT.)

FOR THE YEAR ENDED DECEMBER 31, 2023

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from financing activities				
Increase (decrease) in short-term loan from financial institution	(13,000,000)	(2,000,000)	(3,000,000)	3,000,000
Increase in short-term loans from related parties	53,000,000	53,050,000	-	-
Cash paid for short-term loans from related parties	(25,000,000)	(2,750,000)	-	-
Cash paid for lease liabilities	(16,261,096)	(11,543,516)	(2,111,466)	(4,625,922)
Cash paid for long-term loans from financial institution	(1,399,279)	(5,784,000)	(1,399,279)	(5,784,000)
Dividend paid	(17,792,099)	(5,931,237)	(17,792,099)	(5,931,237)
Dividend paid by subsidiary to non-controlling interest	(2,259,519)	(4,704,457)	-	-
Net cash provided from (used in) financing activities	(22,711,993)	20,336,790	(24,302,844)	(13,341,159)
Unrealized gain (loss) on exchange rate of cash at banks	-	(143,177)	-	(106,793)
Increase (decrease) in cash and cash equivalents-net	75,969,418	30,326,503	(25,521,526)	5,109,731
Cash and cash equivalents at the beginning of the year	279,913,290	249,586,787	165,593,977	160,484,246
Cash and cash equivalents at the end of the year	355,882,708	279,913,290	140,072,451	165,593,977
Supplemental cash flows information				
Non - cash transaction				
- Acquisition of right-of-use assets under lease contract	46,615,598	7,662,382	710,062	5,430,096
- Transfer of land, building and equipment to inventory	-	11,951,988	-	11,951,988
- Transfer of other current assets, land, building and equipment	-	5,893,531	-	5,893,531
- Acquisition of land and building net of liabilities	-	-	120,000,000	-
- Transfer of work under construction to expense	531,873	-	531,873	-
- Contract liabilities from transfer of provision for employee benefits	-	-	26,992,108	-
- Contract assets from received transfer of provision for employee benefits	9,019,502	-	-	-

Notes to financial statements form an integral part of these statement

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. GENERAL INFORMATION

1.1 General information of the company

(a) Legal status and address

Siam Steel International Public Company Limited was registered as limited company on August 28, 1979 under Thai law and registered conversion to public company limited on December 27, 1993.

The address of its registered office is as follow :

51 Moo 2 Poochao Road, Bangyaparak, Phrapradaeng, Samuthprakarn.

(b) Nature of the Company's business

The principal activities of the Company and its subsidiary companies is the manufacturing and sales of steel office equipment and furniture parts, construction services and alternative energy sector.

(c) Major shareholder

As at December 31, 2023 and 2022, the Company's major shareholders are as follows :

	Percentage (%)	
	2023	2022
Family "Kunanantakul"	48.64	48.64
Family "Hoonthanasevee"	8.47	8.47
Family "Pongphundacha"	8.00	8.00
Thai NVDR Company Limited.	1.58	2.48
Family "Witchayawilat"	2.37	2.37
Family "Thayanaraporn"	2.71	2.04

2. Basis for consolidated interim financial statements and operation

2.1 There financial statements were prepared by consolidating the financial statement of Siam Steel International (Public) Company Limited and subsidiaries which Siam Steel International (Public) Company Limited held direct and indirect shares as follows :

Company	Percentage of shareholding (%)		Type of business
	As at December 31, 2023	As at December 31, 2022	
<u>Subsidiary companies</u>			
Siam SCI Co., Ltd. (formerly named Sri Chareon International Co., Ltd.)	99.99	99.99	Distribution of office furniture and furniture parts
Siam Steel OC Co., Ltd.	51.00	51.00	Distribution of equipment, office furniture and industrial parts
Siam International Energy Co., Ltd.	99.99	99.99	Investment in alternative energy
Siam Okamura Steel Co., Ltd.	51.00	51.00	Manufacturing of steel office furniture
Siam Lucky Building System Co., Ltd.	99.99	-	Production and distribution of prefabricated building and construction
<u>Indirect subsidiary companies - held by</u>			
<u>Siam International Energy Co., Ltd.</u>			
Bangphra Green Energy Co., Ltd.	99.99	99.99	Manufacturing and distribution of solar equipment and investment in solar energy plant project
Siam International Biomass Co., Ltd.	99.99	99.99	Manufacturing and distribution of fuel stick from waste biomass and other for use as fuel
Siam Biomass Product Co., Ltd.	99.99	99.99	Purchase, manufacturing and distribution of fuel stick from waste biomass and other fuel for use as fuel
Siam Forest Management Co., Ltd.	60.00	60.00	Manufacturing and distribution of fuel stick from waste biomass and other for use as fuel
<u>Indirect subsidiary companies - held by</u>			
<u>Siam Biomass Product Co., Ltd.</u>			
Siam Biomass Manufacturing Ltd.	99.99	99.99	Manufacturing and distribution of renewable energy

Significant change in the subsidiary during the period for 2023

- 1) On January 4, 2023, the meeting of the board of directors had a resolution to establish a subsidiary (Siam Lucky Building System Co., Ltd.) which consists of manufacturing business and selling finished building and related goods, including construction business. The company invested at 99.99 percent in total Baht 13,999,930.
 - 2) On May 3, 2023, the subsidiary registered the change of company name from “Sri Chareon International Company Limited” to “Siam SCI Company Limited” with the Ministry of Commerce.
- 2.2 As of December 31, 2023 and 2022, the total assets of subsidiary companies represent 30% and 22%, respectively, of the total assets in the consolidated financial statements, and total revenues of subsidiary companies for the year ended December 31, 2023 and 2022, represent 78% and 53%, respectively, of the total revenues in the consolidated financial statements.
- 2.3 The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
- 2.4 The consolidated financial statements are prepared by using uniform accounting policies. So that the transaction and the others event which are the same or the similar circumstances have been used the identical policies to record those transaction.
- 2.5 Outstanding balances between The Group, significant intercompany transactions, investment balance in the Company’s books and share capital of the subsidiaries are eliminated from the consolidated financial statements.
- 2.6 Investments in subsidiaries (at cost) and fair value of the subsidiaries at the date of acquisition have been offset and the difference there of has been shown as asset under the heading of “Goodwill” and to consider impairment loss.
- 2.7 Subsidiaries are fully consolidated as from the date of acquisition, being the date on which the Company obtains control.
- 2.8 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

3. BASIS FOR PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENT

3.1 Basis for preparation of the financial statements

The financial statements have been prepared in accordance with the accounting standards prescribed by Thai Accounts Act enunciated under the Accounting Profession Act B.E.2547 by complying with the financial reporting standards. The presentation of the financial statements has been made in compliance with the Notification of the Department of Business Development, the Ministry of Commerce, re : the financial statements presentation for public limited company, issued under the Accounting Act B.E.2543.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

The financial statements in Thai language are the official statutory financial statements of the Company. The financial statements in English language have been translated from such financial statements in Thai language.

3.2 Financial reporting standards that became effective in the current year

During the year, the Group have adopted the revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 2023. This revision is for the financial reporting standards to be clearer and more appropriate and to conform with international financial reporting standards. Such revision does not affect the principles of the standards and does not affect the users of the financial reporting standards.

The adoption of these financial reporting standards does not have any significant impact on the financial statements in the current period.

3.3 Revised financial reporting standards to be applied in the future

The Federation of Accounting Professions has announced to apply the revised financial reporting standards 2023 and it was announced in the Royal Gazette on August 8, 2023 on altogether 4 topics: definition of the accounting estimates, disclosure of information of the accounting policy, deferred income tax related to assets and liabilities arising from one transaction and other adjustments due to the change of the Accounting Standard No. 17 “Insurance Contracts”. This adjustment is an adjustment for the financial reporting standards to be clearer and more appropriate. This is effective for the financial statements for the accounting period beginning on or after January 1, 2024.

The Management of the Company and its subsidiaries have assessed and believed that this revision will not significantly affect the financial statements in the year that such standard is applied.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all fiscal periods presented in these financial statements.

4.1 Revenue

Revenue excludes value added taxes and is arrived at after deduction of trade discounts and volume rebates.

Sale of goods

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. Revenue is measured at the amount of the consideration received or receivable, excluding value added tax, of goods supplied after deducting returns and discounts.

Goods sales and installation

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. Revenue is measured at the amount of the consideration received or receivable, excluding value added tax, of goods supplied after deducting returns and discounts. which the Group will recognize revenue when install completely and already deliver to the customer.

Revenue from service and construct services

Revenue from service and construct services is recognized when the Group satisfies a performance obligation identified in contract by transferring services to customers over time. The services are transferred when the customers obtain control of those services. The Group measures progress towards complete satisfaction of a performance obligation by input method. If the payments exceed the services rendered, a contract liability is recognized. On the other hand, if payments less than the service rendered, a contract asset is recognized.

Revenue recognised but not due for payment under the agreement is presented as unbilled revenue in the statement of financial position which will be classified as trade accounts receivable when the company is entitled to receive payment without conditions such as when the company's service is complete and work is delivered to the customer.

The amount received or entitled to receive from the customer but still has an obligation to transfer product or service to the customer is presented as "contract liabilities" in the statement of financial position which is recognised as revenue when the obligation has been performed as specified by the agreement.

Dividends

Dividends are recognize as income when having the rights to receive the dividends.

Interest income

Interest income is recognized in profit or loss as it accrues.

Other income

Other income is recognized on an accrual basis.

4.2 Financial assets and financial liabilities

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortized cost, fair value through other comprehensive income, or fair value through profit or loss. The classification of financial assets at initial recognition is driven by the Group' business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Equity instruments can be classified and cannot be changed by two types of measurement which are measuring fair value through profit or loss or measuring fair value through other comprehensive income that without recycling to profit or loss.

The initial recognition of financial assets that are not measured at fair value through profit or loss with fair value plus or deduct transaction cost directly related to the acquisition or issuance. Financial assets that are measured at fair value through profit or loss, transaction costs are recognized as expense in profit or loss.

Subsequent measurement of debt instruments by 3 methods depend on the classification of debt instruments.

- Financial assets measured at amortized cost when financial assets are held to receive cash flow under the agreement and condition of the agreement of the financial assets that generate cash flow to pay the principal and interest from the principal balance on the specified date only. Such financial assets have to be calculated using the effective rate and are subject to impairment assessment. Profit or loss arising from derecognized, modified or impaired will be recognized in profit or loss.

- Financial assets measured at fair value through other comprehensive income when financial assets are held to receive cash flow under the agreement and to sell financial assets and the agreement condition of financial assets generating cash flow that only pays the principal and interest from the principal balance on the specified date. The change of value of financial assets is recognized through other comprehensive income except loss on impairment and interest income and gain and loss on exchange rate are recognized as profit or loss upon recognized of financial assets. Earning or deficit previously recognized in other comprehensive income has to be reclassified into profit or loss. Such financial asset has to be calculated using the effective interest rate same as financial assets measured at amortized cost.
- Financial assets measured at fair value through profit or loss when financial assets that do not meet the criteria for amortized cost or financial assets measured at fair value through other comprehensive income will be presented in the statement of financial position at fair value by recognizing the net change of fair value in profit or loss.

Subsequent valuation of equity instruments must present equity instruments using the fair value and record profit/loss from change in fair value through profit or loss or other comprehensive income depending on equity instruments classification.

Classification and valuation of financial liabilities

The Group are recognized initially of financial liabilities at fair value net of transaction costs and classified as financial liabilities as financial liabilities subsequently measured at amortized cost using the effective rate. The amortized cost is calculated taking into account fees or costs that are an integral part of the effective rate. Amortization by the effective rate is presented as part of financial costs in profit or loss.

Derivative

Derivative is recognized at fair value and measured fair value at the end of the reporting period. Profit or loss from fair value remeasurement is recognized in profit or loss immediately unless that derivative is used for hedge.

Derecognition of financial instruments

Financial assets will be derecognized from the account when the right to receive cash flow of such asset has ended or when the right to receive cash flow of the assets is transferred including upon the transfer of all risk and consideration of that asset or transfer of internal control in that asset although there is no transfer or maintaining of nearly all risk and consideration of such asset.

Financial liabilities will be derecognized from the account when the obligation of such liabilities has been complied, the obligation is cancelled or the obligation has ended. In case existing financial liabilities are changed to new liabilities from one single lender with considerably different requirements or there is a significant amendment in the requirements of existing liabilities, these are considered as recognition old liabilities and recognizing new liabilities by recognizing the difference of such carrying value under profit or loss.

Impairment of financial assets

Expected credit loss for financial assets measured at amortized cost or debt instrument financial asset measured at fair value through other comprehensive income and assets arising from credit facility obligation and financial guarantee agreement are assessed without having to wait for the credit event to occur first. The Group use the general approach in considering the allowance for loss on impairment. For trade receivables, The Group apply a simplified approach in calculating ECLs. The Group recognize a loss based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

Offset of financial instruments

Financial assets and liabilities will be offset and presented at net balance in the statement of financial position in the case legally enforced in offsetting the recognized amount. The Company and its subsidiaries intend to pay the net balance or intends to receive assets and settle payment of liabilities at the same time.

4.3 Cash and cash equivalents

Cash and cash equivalents include cash on hand and highly liquid cash in banks (which do not have restriction of usage) that are readily convertible to cash on maturity date with insignificant risk of change in value.

Restricted deposit with bank is presented under non - current assets in the statement of financial position.

4.4 Trade receivables

Trade receivables are stated at their invoice value less allowance for expected credit losses unless they contain significant financing components, when they are recognized at present value.

The allowance for expected credit losses is disclosed in Note 4.2

4.5 Inventories

Inventory is stated at cost or net realisable value, whichever is lower.

The Group value their inventory by the following methods :

	<u>Appraisal Method</u>
Finished goods bought per sale - the Company	Stated at cost (moving average) or net realisable value, whichever is lower.
- subsidiary	Stated at cost (moving average and FIFO) or net realisable value, whichever is lower.
Finished goods own - production	Stated at cost (moving average) or net realisable value, whichever is lower.
Goods during production	Stated at cost (moving average)
Raw material	Stated at cost (specific price)
Material	Stated at cost (moving average)

Cost of inventory consist of total purchase cost, conversion cost and other cost incurred for that inventory to be in the present location and condition. Such conversion cost includes the allocation of appropriate manufacturing expense taking into account of normal production capacity

Cost of purchase consist of purchase price and related expense to the product purchase such as import duty, transportation and other cost directly involved with the acquisition of product and deducted of trade discounts and rebates.

Net realisable value is the estimate of expected selling price in the normal course of business less production cost estimate to complete the production and cost necessary to pay for selling the goods.

4.6 Investments in related companies

Investments in the Group in separate financial statements are presented by the cost method. The Company recognizes gain or loss on sale in the statement of profit or loss and other comprehensive income in the period which investments are sold. When there is an indication of impairment on investment, the Group will recognize loss from impairment as expense out rightly in the statement of comprehensive income. The Group recognizes dividends income when the subsidiary companies declare the payments of their dividends.

Subsidiary companies

Subsidiary companies are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of Subsidiary companies are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Loss of control

When the Company loses control over a subsidiary, it derecognizes the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognized in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Interests in equity-accounted investees

The Company's interests in equity-accounted investees comprise interests in associates.

Associated

Associates are those entities in which the Company has significant influence, but not control or joint control, over the financial and operating policies.

Interests in associates is accounted for using the equity method. They are recognized initially at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Company's share of the profit or loss and other comprehensive income of equity-accounted investees, until the date on which significant influence.

Transactions eliminated on consolidation

Intra-company balances and transactions, and any unrealized income or expenses arising from intra-company transactions, are eliminated. Unrealized gains arising from transactions with associate companies and jointly control entity are eliminated against the investment to the extent of the Company's interest in the investee. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

4.7 Goodwill

Goodwill represents the excess of the cost of investment over the fair value of investment, which the Company shares in the net identifiable assets of the subsidiary or associate at the date of acquisition. Goodwill on acquisition of a subsidiary is presented as a separate line in the consolidated financial statement. Goodwill on acquisition of an associate is included in investments in associates and is tested for impairment as part of the overall balance.

The goodwill recognized is tested annually for impairment and carried at cost less accumulated impairment losses. The impairment of goodwill is determined by calculating the realizable value based on the value-in-use calculation or fair value less costs to sell. Such calculation requires the use of estimates made by management. The allowance for impairment loss on goodwill is not reversed.

As for the cost of acquiring an investment that is lower than the fair value of the share of net assets of the subsidiary, the difference is negative goodwill and will be recognized immediately in the statement of comprehensive income.

4.8 Properly, plant and equipment and depreciation

Land is stated at cost. Plant and equipment are stated at cost less accumulated depreciation and allowance on impairment (if any).

Cost is initially recognized upon acquisition of assets along with other direct costs attributing to acquiring such assets in the condition ready to serve the objectives, including the costs of asset demolition, removal and restoration of the asset location, which are the obligations of the company (if any).

Depreciation of plant and equipment is calculated by cost less residual value on the straight-line basis over the following estimated useful lives:

Building and improvements	5 - 20 and 32 years
Machinery and equipment	5 - 10 years
Furniture, fixtures and office equipment	5 years
Transportation equipment.	5 years

The Group has reviewed the residual value and useful life of the assets every year.

The depreciation for each asset component is calculated on the separate components when each component has significant cost compared to the total cost of that asset.

Depreciation is included in determining income.

No depreciation is provided on land, construction in progress and equipment under installation.

Property, plant and equipment are written off at disposal. Gains or losses arising from sale or write-off of assets are recognized in the statement of comprehensive income.

4.9 Borrowing costs

Borrowing costs directly attributed to the acquisition or construction of an asset that necessarily takes long time to put in ready to use or available for sale state are capitalized as part of the cost of the respective asset until that asset condition is ready for its intended use. All other borrowing costs are expensed in the period they are incurred. Borrowing costs consist of interest and other costs arising from such borrowing.

4.10 Related parties

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

4.11 Leases

At inception of a contract, the Group assess whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group assess the lease term for the non-cancellable period as stipulated in lease contract or the remaining period of active leases at the date of initial application together with any period covered by an option to extend the lease if it is reasonably certain to be exercised or any periods covered by an option to terminate the lease if it is reasonably certain not to be exercised by considering the effect of changes in technology and/or the other circumstance relating to the extension of the lease term.

Right-of-use assets-as a lessee

Right-of-use assets are recognized at the commencement date of the lease. Right-of-use assets are stated at cost, less any accumulated depreciation and impairment losses (if any), and adjusted for any remeasurement of lease liabilities (if any). The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

The cost of right-of-use assets also includes an estimate of costs to be incurred by the lessee

in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

Right-of-use assets are calculated by reference to their costs on a straight-line basis over the shorter of the lease term and the estimated useful lives for each of right-of-use assets.

Lease liabilities

At the commencement date of the lease, lease liabilities are stated at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable (if any) and amount expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate.

In calculating the present value of lease payments, the Group use its incremental borrowing rate, which is determined by referring to the government bond yield adjusted with risk premium depending on the lease term, at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of the interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Group apply the short-term lease recognition exemption to its short-term leases (those leases that have a lease term of 12 months or less from the commencement date and not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term and leases of low-value assets are recognized as expense in profit and loss on a straight-line basis over the lease term.

4.12 Foreign currencies

Transactions in foreign currencies are translated into Baht at the rates ruling on the transaction dates. Monetary assets and liabilities denominated in foreign currency outstanding at the statement of financial position date are translated into Baht at the rates ruling on the statement of financial date.

Exchange gains and losses are included in determining earnings.

4.13 Impairment of assets

As at the statement of financial position date, the Group assesses whether there is an indication of asset impairment. If any such indication exists, the Group will make an estimate of the asset's recoverable amount. If the carrying amount of the asset exceeds its recoverable amount, an impairment loss is recognized in the statement of comprehensive income. In addition, impairment loss is reversed if there is a subsequent increase in the recoverable amount. The reversal shall not exceed the carrying value that would have been determined net of accumulated depreciation or amortization. The recoverable amount of the asset is the asset's value in use or fair value less costs to sell. In determining fair value costs to sell, an appropriate valuation model is used. These calculations are corroborated by a valuation model that, based on information available, reflects the amount that the Company could obtain from the disposal of the asset in an arm's length transaction between knowledgeable, willing parties, after deducting the costs of disposal.

4.14 Employee benefits

Short-term employment benefits

The Group recognizes salary, wage, bonus and contributions to social security fund and provident fund as expenses when incurred.

Post-employment benefits (Defined contribution plans)

The Group and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Group. The fund's assets are held in a separate trust fund and the Group's contributions are recognized as expenses when incurred.

Post-employment benefits (Defined benefit plans)

The Group has obligations in respect of the severance payments that it must pay to the employees upon retirement under the labor law and other employee benefit plans. The Group treats these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is calculated based on the actuarial principles by a qualified independent actuary using the projected unit credit method. Such estimates are made based on various assumptions, including discount rate, future salary increase rate, staff turnover rate and mortality rate.

Actuarial gains and losses for post-employment benefits of the employees are recognized immediately in other comprehensive income.

4.15 Finance costs

Finance costs comprise interest expense on borrowings, unwinding of the discount on

provisions and contingent consideration, losses on disposal of available-for-sale financial assets that are recognized in profit or loss.

Cost of borrowing that does not relate to the acquisition, construction or asset production that falls into the condition is recognized in the profit or loss using the effective rate

4.16 Income tax expense

Income tax

Income tax comprises current income tax and deferred tax.

Current tax

The Group records income tax expense, if any, based on the amount currently payable under the Revenue Code at the income tax rates 20% of net profit before income tax, after adding back certain expenses which are non-deductible for income tax computation purposes, and less certain transactions which are exemption or allowable from income tax.

Some subsidiary records income tax expense, if any, based on the amount currently payable under the Revenue Code. Income tax is calculated at the tax rates from net profit before income tax, after adding back certain expenses which are non-deductible for income tax computation purposes, and less certain transactions which are exemption or allowable from income tax. Income tax is calculated at the rates as follows.

	<u>Tax rate</u>
<u>Net profit before income tax</u>	
Less than 300,000 Baht	exempted
300,000 - 3,000,000 Baht	15%
More than 3,000,000 Baht	20%

Deferred tax

Deferred tax assets and liabilities are provided on the temporary differences between the carrying amount and the tax bases of assets and liabilities at the end of the reporting period. Changes in deferred tax assets and liabilities are recognized as deferred tax income or deferred tax expense which are recognized in the profit or loss except to the extent that it relates to items recognized directly in shareholders' equity or in other comprehensive income.

The deductible temporary differences are recognized as deferred tax assets when it is probable that the Company will have future taxable profit to be available against which the deferred tax assets can be utilized. The taxable temporary differences on all taxable items are

recognized as deferred tax liabilities.

Deferred tax assets and liabilities are measured at the tax rates that the Group expect to apply to the period when the deferred tax assets are realized or the deferred tax liabilities are settled, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

At the end of each reporting period, the carrying amount of deferred tax assets are reviewed and reduced the value when it is probable that the Company will have no longer the future taxable profit that is sufficient to be available against which all or some parts of deferred tax assets are utilized.

Deferred tax assets and deferred tax liabilities are offset when there is the legal right to settle on a net basis and they relate to income taxes levied by the same tax authority on the same taxable entity.

4.17 Provision

A liability provision is recognized when there is a present obligation which arises as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.18 Earnings per share

Basic earnings per share is calculated by dividing profit for the year by the weighted average number of ordinary shares which are issued during the year and held by outside party.

Diluted earnings per share is computed by dividing profit for the year by the aggregate amount of weighted average number of ordinary shares which are issued during the year and the weighted average number of ordinary shares which the Company may have to issue for conversion of warrants to ordinary shares.

4.19 Critical accounting estimates, assumption and judgments

Construction revenues

The stage of completion of any construction contract is assessed by management by taking into consideration all information available at the reporting date. In this process, management carries out significant judgement about milestone, actual work performed and the estimated costs to complete the work. Significant assumptions are required to estimate the total contract costs and the recoverable variation works that will affect the stage of completion. Actual outcome, in terms of actual costs and revenues, may be higher or lower than estimates at the reporting date, which would affect the revenues and profit to be recognized in future years will be accounted for as an adjustment to the amounts recorded to date.

Allowance for project losses

The Company reviews its construction work in progress to determine whether there is any indication of foreseeable losses. Identified possible losses are recognized immediately in the statement of comprehensive income when it is probable that total contract costs will exceed total contract revenues as determined by the management.

Allowance for decline value, slow-moving and defective inventories

The Group estimates allowances for decline value, slow-moving and defective inventories to reflect impairment of inventories. The allowances are based on the consideration of inventory turnovers and deterioration of each category.

Allowance for expected credit losses of account receivables

In determining an allowance for expected credit losses of account receivables, the management needs to make judgement in selecting a method and make assumption as disclosed in Note 4.2 to the financial statement.

Impairment of investments

The Group treats investments as impaired when there has been a significant or prolonged decline in their fair value. The determination of what is “significant” or “prolonged” requires management judgment.

Plant equipment and computer software

Management regularly determines the estimated useful lives and residual values of plant equipment and computer software of the Group and will revise the depreciation and amortization charge where useful lives and residual values previously estimated have changed or subject to be written down or if asset is no longer in used.

Impairment of non Financial Assets

The Group treat asset as impaired when there has been a significant or prolonged decline in the fair value below its cost or where other objective evidence of impairment exists. The determination of what is “significant” or “prolonged” requires management judgment.

Post-employment benefits under defined benefit plans

The obligation under defined benefit plan is determined based on actuarial valuation. Inherent within this calculation is assumption as to discount rate, future salary adjustment, mortality rate and other demographic factor. In determining the appropriate discount rate, management selects an interest rate that reflects the current economic situation. The mortality rate is based on publicly available mortality table for the country. Actual post-retirement cost may ultimately differ from this estimate.

Deferred tax assets

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Group future taxable income against which the deductible temporary differences can be utilized. In addition, management judgment is required in assessing the impact of any legal or economic limits or uncertainties in various tax jurisdictions.

Determining the lease term of contracts with renewal and termination options

The Group determine the lease term as the non-cancellable term of the lease, together with any period covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The management is required to use judgment in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease, considering all relevant factors that create an economic incentive to exercise either the renewal or termination. After the commencement date, the Group reassess the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

Estimating the incremental borrowing rate

The Company cannot readily determine the interest rate implicit of the lease. Therefore, the incremental borrowing rate of the Group are used to discount lease liabilities. The incremental borrowing rate is the rate of interest that the Group would have to pay for necessary borrowing to acquire the assets, or assets with close value to right-of-use assets in similar economic environment, borrowing period and borrowing security.

5. RELATED PARTY TRANSACTIONS

During the period, the Company had significant business transactions with its subsidiaries (which have already been eliminated in the preparation of consolidated financial statements) and related companies (related by ways of common shareholders and/or common directors). These transactions follow the trade terms and rules agreed between the Company and those companies in the normal course of business.

Detail of relation between the Company and its related parties and companies are summarized as follows :

Name	Country of incorporation	Type of Business	Relationship
Siam SCI Co., Ltd. (formerly named Sri Chareon International Co., Ltd.)	Thailand	Distribution of office furniture, office furniture and industrial parts	Subsidiary company
Siam Steel OC Co., Ltd.	Thailand	Distribution of equipment, office furniture and industrial parts	Subsidiary company
Siam International Energy Co., Ltd.	Thailand	Investment in alternative energy	Subsidiary company
Siam Okamura Steel Co., Ltd.	Thailand	Manufacturing of steel office furniture	Subsidiary company
Siam Lucky Building System Co., Ltd.	Thailand	Production and distribution of prefabricated building and construction	Subsidiary company
Bangphra Green Energy Co., Ltd.	Thailand	Manufacturing and distribution of solar equipment and investment in solar energy plant project	Indirect subsidiary company
Siam International Biomass Co., Ltd.	Thailand	Manufacturing and distribution of fuel stick from waste biomass and other for use as fuel	Indirect subsidiary company
Siam Biomass Product Co., Ltd.	Thailand	Purchase, manufacturing and distribution of fuel stick from waste biomass and other fuel for use as fuel	Indirect subsidiary company
Siam Forest Management Co., Ltd.	Thailand	Manufacturing and distribution of fuel stick from waste biomass and other for use as fuel	Indirect subsidiary company
Siam Biomass Manufacturing Co., Ltd.	Thailand	Manufacturing and distribution of renewable energy	Indirect subsidiary company
Siam Steel Service Center Plc.	Thailand	Manufacturing and distribution of primary steel parts for various industries	Associated company
Siam Okamura International Co., Ltd.	Thailand	Distribution of office furniture and furniture used for public	Associated company

Name	Country of incorporation	Type of Business	Relationship
Unity Service Co., Ltd.	Thailand	Providing of utilities and nursing facilities	Co-director
Formica (Thailand) Ltd.	Thailand	Manufacturing and distribution of plastic laminate products	Co-director
Panasonic SPT (Thailand) Co., Ltd.	Thailand	Manufacturing and distribution of electrical appliance and supplies for construction such as electric wire, pipe and downstream equipment	Co-director
Lucky-Kingdom Center (Nakornratchasima) Co., Ltd.	Thailand	Distribution of office furniture	Co-director
Lucky-Kingdom Center (Chiangmai) Co., Ltd.	Thailand	Distribution of office furniture	Co-director
Lucky-Kingdom Center Co., Ltd.	Thailand	Distribution of office furniture	Co-director
Union Autoparts Manufacturing Co., Ltd.	Thailand	Manufacturing and distribution of motorcycles and motorcycle parts	Co-director
Siam Chitose Co., Ltd.	Thailand	Manufacturing and distribution of furniture and furniture parts	Co-shareholder
Hirokoh (Thailand) Co., Ltd.	Thailand	Distribution and rental of movable instant office, movable instant restroom	Co-shareholder

As at December 31, 2023 and 2022 the account balances with related companies are as follows :

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Trade accounts receivable from sales and services				
Subsidiary companies	-	-	52,484	2,560
Associated companies	19,296	14,243	-	182
Related companies	2,495	1,590	500	1,590
Total trade accounts receivable from sales and services - related companies	21,791	15,833	52,984	4,332
Other current receivables				
Subsidiary companies	-	-	261,402	254,947
Associated companies	1,001	760	1,001	760
Related companies	581	1,240	581	1,240
Total other current receivables - related companies	1,582	2,000	262,984	256,947
<u>Less</u> Allowance for expected credit losses	-	-	(2,543)	(2,815)
Net	1,582	2,000	260,441	254,132

There is no interest charge for the above other current receivables

As at December 31, 2022 the indirect subsidiary companies has mortgaged land and buildings that exists at present and that will be made in the future to be used as collateral for liabilities outstanding with the company.

Later, on June 19, 2023, The indirect subsidiary has redeemed the mortgaged and transferred the sale of ownership of such land and construction to the company.

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Short-term loans				
Subsidiary companies	-	-	60,000	58,000
<u>Less</u> Allowance for expected credit losses	-	-	(293)	(332)
Net	-	-	59,707	57,668

Movements in short-term loans to subsidiary companies for the years ended December 31, 2023 and 2022 are as follows :

	In Thousand Baht			
	Separate financial statements			
	As at December 31, 2022	Increase	Decrease	As at December 31, 2023
Siam International Energy Co., Ltd.	58,000	20,000	(20,000)	58,000
Siam SCI Co., Ltd. (formerly named Sri Chareon International Co., Ltd.)	-	2,000	-	2,000
Total short-term loans	58,000	22,000	(20,000)	60,000

	In Thousand Baht			
	Separate financial statements			
	As at December 31, 2021	Increase	Decrease	As at December 31, 2022
Siam International Energy Co., Ltd.	58,000	-	-	58,000
Total short-term loans	58,000	-	-	58,000

As at December 31, 2023, the subsidiary has issued promissory note to the Company of Baht 60.00 million. The repayment is March 10, 2024 - June 30, 2024 and has an interest at the rate is 4.677 - 4.75% per annum.

As at December 31, 2022, the subsidiary has issued promissory note to the Company of Baht 58.00 million. The repayment is June 30, 2023 and has an interest at the rate of 4.75% per annum.

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Short term loans - related companies	129,350	101,350	-	-

Movements in short-term loans of the indirect subsidiary companies for the years ended December 31, 2023 and 2022 are as follows :

	In Thousand Baht			
	Consolidated financial statements			
	As at December 31, 2022	Increase	Decrease	As at December 31, 2023
Short term loans - related companies	101,350	53,000	(25,000)	129,350

	In Thousand Baht			
	Consolidated financial statements			
	As at December 31, 2021	Increase	Decrease	As at December 31, 2022
Short term loans - related companies	51,050	53,050	(2,750)	101,350

As at December 31, 2023 and 2022, Company and the indirect subsidiary received short-term loan from the related company of Baht 129.35 million and Baht 101.35 million, respectively. The repayment period is during March 17, 2024 - December 31, 2024 and January 20, 2023 - December 23, 2023, respectively. The interest rate is 1.00 - 1.475%. per annum.

On October 19, 2023 the indirect subsidiary has mortgaged the machinery located at Amphur Phrasaeng, Suratthani province which has the book value on at December 31, 2024 of Baht 93.32 million to guarantee against the outstanding loan with the related company in the amount of Baht 105.00 million.

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Trade and other current payables - related companies				
Accounts payables				
Subsidiary companies	-	-	39,052	2,696
Associated companies	3,633	10,934	-	10,934
Related companies	30,046	4,871	493	2,016
Total account payable - related companies	<u>33,679</u>	<u>15,805</u>	<u>39,545</u>	<u>15,646</u>
Advances from				
Subsidiary companies	-	-	311	-
Related companies	5,509	3,688	202	731
Total advances - related companies	<u>5,509</u>	<u>3,688</u>	<u>513</u>	<u>731</u>
Advances and deposits from customers				
Subsidiary companies	-	-	1,762	85
Associated companies	328	328	-	-
Related companies	4,245	4,245	4,245	4,245
Total advances and deposits from customers - related companies	<u>4,573</u>	<u>4,573</u>	<u>6,007</u>	<u>4,330</u>
Total trade and other current payables - related companies	<u>43,761</u>	<u>24,066</u>	<u>46,065</u>	<u>20,707</u>
Lease liabilities				
Related companies	<u>6,796</u>	<u>1,193</u>	<u>-</u>	<u>1,193</u>
Key management personnel compensation				
Accrued bonus	1,159	139	1,013	139
Post - employment benefits	17,432	16,432	16,254	15,616
Total key management personnel compensation	<u>18,591</u>	<u>16,571</u>	<u>17,267</u>	<u>15,755</u>

The significant transactions with related companies for the year ended December 31, 2023 and 2022 have pricing policy as follows :

	<u>The Policy of Pricing</u>
Sales and services	Cost plus margin or agreed price or cost price
Revenues from sales of work in process, raw materials and factory supplies	Cost price
Other income	Agreed price
Rental revenue	Agreed price under the agreement
Revenues from royalty fee	Agreed rate
Interest income	Agreed rate
Dividend income	As announced
Purchases of finished goods	Agreed price or cost plus margin
Purchases of raw materials	Agreed price or cost price
Wage for construction projects	Agreed price
Purchases of assets	Agreed price
Administrative and other expenses	Agreed price
Financial cost	Agreed rate

	<u>In Thousand Baht</u>			
	<u>Consolidated</u>		<u>Separate</u>	
	<u>financial statements</u>	<u>financial statements</u>	<u>financial statements</u>	<u>financial statements</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Sales and services income				
Subsidiary companies	-	-	34,145	21,100
Associated companies	173,904	179,930	4,552	10,587
Related companies	9,760	1,861	235	1,861
	<u>183,664</u>	<u>181,791</u>	<u>38,932</u>	<u>33,548</u>
Revenues from sales of work in process, raw materials, factory supplies and others				
Subsidiary companies	-	-	53,197	347
Associated companies	5,387	5,709	5,065	5,391
Related companies	9,317	9,781	9,191	9,781
	<u>14,704</u>	<u>15,490</u>	<u>67,453</u>	<u>15,519</u>
Rental revenue				
Subsidiary companies	-	-	75,335	25,581
Associated companies	1,913	2,508	108	540
Related companies	16,980	16,317	16,980	16,317
	<u>18,893</u>	<u>18,825</u>	<u>92,423</u>	<u>42,438</u>
Revenue from royalty fee				
Subsidiary companies	-	-	19,147	-
	<u>-</u>	<u>-</u>	<u>19,147</u>	<u>-</u>

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Interest income				
Subsidiary companies	-	-	2,816	2,755
	-	-	2,816	2,755
Dividend income				
Subsidiary companies	-	-	2,352	4,897
Associated companies	-	-	34,148	40,192
Related companies	24,545	21,290	24,545	21,290
	24,545	21,290	61,045	66,379
Purchases of finished goods				
Subsidiary companies	-	-	17,423	11,983
Associated companies	641	37	641	37
Related companies	73,989	542	135	542
	74,630	579	18,199	12,562
Purchases of raw materials				
Subsidiary companies	-	-	-	504
Associated companies	109,140	32,327	6,836	32,318
Related companies	4,067	5,031	752	2,530
	113,207	37,358	7,588	35,352
Purchases of assets				
Subsidiary companies	-	-	120,000	-
Associated companies	-	350	-	350
	-	350	120,000	350
Wage for construction projects				
Subsidiary companies	-	-	60,099	-
	-	-	60,099	-
Administrative and other expenses				
Subsidiary companies	-	-	5,874	-
Associated companies	42	71	3	-
Related companies	15,688	12,569	4,125	8,097
	15,730	12,640	10,002	8,097
Rental expenses				
Related companies	2,219	2,428	405	2,428
	2,219	2,428	405	2,428
Finance costs				
Related companies	1,167	777	-	-
	1,167	777	-	-

Management benefit expenses

Management benefit expenses represent the benefits paid to the Group's management such as salaries and related benefit including the benefit paid by other means. The Group's management is the persons who are defined under the Securities and Exchange Act.

Management benefit expenses for the year ended December 31, 2023 and 2022, are as follows :

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Management				
Management benefit expenses				
Short-term employee benefits	24,944	25,797	14,983	24,348
Post-employment benefits	846	377	638	294
Total	<u>25,790</u>	<u>26,174</u>	<u>15,621</u>	<u>24,642</u>

6. CASH AND CASH EQUIVALENTS

	In Thousand Baht			
	Consolidated Financial Statement		Separate Financial Statement	
	2023	2022	2023	2022
Cash	278	270	115	180
Deposits with financial institutions				
- Current accounts	68	-	-	-
- Savings accounts	330,439	274,573	119,957	165,414
- Fixed accounts	25,098	5,070	20,000	-
Total	<u>355,883</u>	<u>279,913</u>	<u>140,072</u>	<u>165,594</u>

Savings deposits with banks bear interest at the floating rates determined by banks.

7. TRADE ACCOUNTS RECEIVABLE FROM SALES AND SERVICES/CURRENT CONTRACT ASSETS

7.1 As at December 31, 2023 and 2022, the aged analysis of trade accounts receivable are as follows :

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
<u>Trade accounts receivable - general companies</u>				
Current	102,044	152,974	24,865	136,296
Overdue :				
Less than 3 months	33,620	17,611	6,916	12,261
3 months - 6 months	7,248	1,775	6,610	391
6 months - 12 months	4,246	-	3,876	-
Over 12 months	4,541	5,388	2,601	2,601
Total	151,699	177,748	44,868	151,549
<u>Less</u> Allowance for expected credit losses	(5,168)	(5,144)	(2,626)	(2,952)
Net	146,531	172,604	42,242	148,597
Accrued income	41,138	18,722	7,970	18,722
Total	187,669	191,326	50,212	167,319
<u>Trade accounts receivable - related companies</u>				
Current	20,512	15,789	1,645	3,383
Overdue :				
Less than 3 months	1,279	44	2,991	44
3 months - 6 months	-	-	11,381	-
6 months - 12 months	-	-	36,967	-
Total	21,791	15,833	52,984	3,427
Accrued income	-	-	-	905
Total	21,791	15,833	52,984	4,332

During the year, the Group had the movements in allowance for expected credit losses are as follows :

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Beginning as at January 1,	5,144	3,683	2,952	2,806
<u>Add</u> Additional allowances	24	1,461	-	146
<u>Less</u> Decrease	-	-	(326)	-
Ending as at December 31,	5,168	5,144	2,626	2,952

7.2 Mostly unbilled contract revenue will be billed to customers within one year unless otherwise agreed in customer contracts.

8. INVENTORIES

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Finished goods	165,918	146,286	27,999	47,668
Work in process	37,194	47,220	391	29,176
Raw materials and supplies	140,348	142,012	39,617	54,291
Total	343,460	335,518	62,007	131,135
<u>Less</u> Allowance for decline in value, slow-moving and defective inventories	(24,846)	(25,571)	(20,353)	(22,439)
Net	318,614	309,947	41,654	108,696

Movement in allowance for decline in value, slow-moving and defective inventories for the year end December 31, 2023 and 2022 are as follows :

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Beginning as at January 1,	25,571	26,677	22,439	21,135
<u>Add</u> Additional allowances	3,136	2,776	-	1,304
<u>Less</u> Decrease	(3,861)	(3,882)	(2,086)	-
Ending as at December 31,	24,846	25,571	20,353	22,439

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Cost of inventory recorded as expense in cost of sales				
- Cost	1,747,482	1,590,826	432,714	644,319
- Additional allowances	3,136	2,776	-	1,304
- Reversing of allowances	(3,861)	(3,882)	(2,086)	-
Total	1,746,757	1,589,720	430,628	645,623

9. OTHER CURRENT ASSETS

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Prepaid expenses	4,780	1,549	1,894	1,461
Prepaid insurance	780	522	663	522
Undue input VAT	2,063	2,017	974	1,127
Refundable value added tax	17,887	13,972	1,932	-
Advance payment	14,400	16,742	12,373	15,243
Others	15,711	18,718	751	1,863
Total	55,621	53,520	18,587	20,216
<u>Less</u> Allowance for expected credit losses of advance payment	(12,304)	(12,304)	(12,223)	(12,223)
Net	43,317	41,216	6,364	7,993

10. RESTRICTED DEPOSITS WITH BANK

As at December 31, 2023 and 2022, the Company has fixed deposits and bond in totaling Baht 8.03 million and Baht 5.42 million, respectively which are restricted for usage as they have been placed as collaterals for bank guarantees and credit card limit.

As at December 31, 2023 and 2022, the subsidiaries company have fixed deposits and bond in totaling Baht 4.47 million and Baht 0.69 million, respectively which are restricted for usage as they have been placed as collaterals for bank guarantees in respect of certain agreements required in the normal course of business of the subsidiaries company.

11. OTHER NON-CURRENT FINANCIAL ASSETS

As at December 31, 2023 and 2022, details of other non-current financial assets are as follows :

		In Thousand Baht									
		Consolidated / Separate financial statements									
Type of business		Paid-up share capital		Percentage of shareholding (%)		Cost method		Fair Value method		Dividend income	
		2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<u>Financial assets at fair value through other comprehensive income</u>											
Formica (Thailand) Co., Ltd.	Manufacturing of melamine laminated products	199,150	199,150	5	5	38,052	38,052	66,757	61,817	24,545	16,529
Panasonic SPT (Thailand) Co., Ltd.	Manufacturing of electrical conduit pipes	170,000	170,000	5	5	11,660	11,660	46,731	45,759	-	4,761
Total other non-current financial assets						49,712	49,712	113,488	107,576	24,545	21,290

12. INVESTMENTS IN SUBSIDIARY COMPANIES AND ASSOCIATED COMPANIES

12.1 As at December 31, 2023 and 2022, the balances of investments in subsidiaries, associated companies and related companies are as follows :

		In Thousand Baht									
		Consolidated financial statements									
Type of business		Paid-up share capital		Percentage of shareholding (%)		Cost method		Equity method		Dividend income	
		2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<u>Investments</u>											
<u>Associated companies - equity method</u>											
Siam Steel Service Center Public Co., Ltd.	Steel cutting services and manufacturing of element steel parts	639,998	639,998	24.51	24.51	153,748	153,748	787,936	751,150	29,018	36,076
Siam Okamura International Co., Ltd.	Distribution of office furniture and furniture used for public	20,000	20,000	49	49	9,799	9,799	166,162	147,183	5,130	4,116
						163,547	163,547	954,098	898,333	34,148	40,192

		In Thousand Baht							
		Separate financial statements							
Type of business		Paid-up share capital		Percentage of shareholding (%)		Cost method		Dividend income	
		2023	2022	2023	2022	2023	2022	2023	2022
<u>Investments accounted by cost method</u>									
<u>Subsidiary companies</u>									
Siam SCI Co., Ltd. (formerly named Sri Chareon International Co., Ltd.)	Distribution of steel office furniture and furniture parts	14,000	14,000	99.99	99.99	14,000	14,000	-	-
Siam Steel OC Co., Ltd.	Distribution of equipment, office furniture and industrial parts	20,000	20,000	51	51	10,200	10,200	-	-
Siam International Energy Co., Ltd.	Investment in alternative energy	160,000	160,000	99.99	99.99	160,000	160,000	-	-
Siam Okamura Steel Co., Ltd.	Manufacturing of steel office furniture	88,000	88,000	51	51	69,165	69,165	2,352	4,897
Siam Lucky Building System Co., Ltd.	Production and distribution of prefabricated building and construction	14,000	-	99.99	-	14,000	-	-	-
Total investment in subsidiary companies						267,365	253,365	2,352	4,897
<u>Less</u> Allowance for impairment of investment						(37,904)	(8,192)	-	-
Net						229,461	245,173	2,352	4,897
<u>Associated companies</u>									
Siam Steel Service Center Public Co., Ltd.	Steel cutting services and manufacturing of element steel parts	639,998	639,998	24.51	24.51	153,748	153,748	29,018	36,076
Siam Okamura International Co., Ltd.	Distribution of office furniture and furniture used for public	20,000	20,000	49	49	9,799	9,799	5,130	4,116
Total investment in associated companies						163,547	163,547	34,148	40,192
Total dividend income from investments accounted by cost method								36,500	45,089

Associated companies

The following table summarizes the financial information of the significant associated companies as included in their own financial statements. The table also reconciles the summarized financial information to the carrying amount of the Company's interest in these associates.

	In Thousand Baht			
	Siam Okamura Internatioal Co., Ltd.		Siam Steel Service Center Public Company Limited	
	2023	2022	2023	2022
Revenue	583,808	586,999	5,395,207	5,530,470
Profit (loss) for the year	50,210	25,242	265,174	216,994
Other comprehensive income (loss)	(1,041)	(833)	2,364	134
Total comprehensive income (loss)	49,169	24,409	267,538	217,128
Attributable to profit (loss) for the year				
Attributable to non - controlling interest	25,607	12,873	200,180	163,809
Attributable to investee's shareholders	24,603	12,369	64,994	53,185
Attributable to comprehensive for the year				
Attributable to non - controlling interest	(531)	(425)	1,785	101
Attributable to investee's shareholders	(510)	(408)	579	33
Current assets	411,682	357,455	2,802,073	3,278,204
Non-current assets	25,599	29,048	1,087,829	1,111,239
Current liabilities	(58,896)	(60,677)	(556,432)	(1,205,285)
Non-current liabilities	(20,852)	(8,034)	(100,774)	(100,601)
Net assets	<u>357,533</u>	<u>317,792</u>	<u>3,232,696</u>	<u>3,083,557</u>
Attributable to non - controlling interest	182,342	162,074	2,440,362	2,327,777
Attributable to investee's shareholders	175,191	155,718	792,334	755,780

- 12.2 As at December 31, 2023 and 2022, the fair value of the investment in Siam Steel Service Center Public Company Limited, which is listed on the Stock Exchange of Thailand, amounted to Baht 461.16 million (closing price Baht 2.94 per share, 156,856,000 common shares) and Baht 479.98 million (closing price Baht 3.06 per share, 156,856,000 common shares), respectively. For other investments in associates are not publicly listed on the Stock Exchange of Thailand and consequently do not have published price.

12.3 Movements in investments in associated companies for the years ended 31 December 2023 and 2022 are as follows:

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Book value - beginning as at January 1,	898,333	877,986	163,547	163,547
<u>Add</u> Purchase of investments in associated	-	-	-	-
<u>Less</u> : Sale of investment in indirect associated	-	(4,995)	-	-
<u>Add</u> : Share of profit from investment - equity methods	89,913	65,534	-	-
<u>Less</u> : Dividend income	(34,148)	(40,192)	-	-
Book value - net as at December 31,	<u>954,098</u>	<u>898,333</u>	<u>163,547</u>	<u>163,547</u>

13. NON - CONTROLLING INTERESTS

The following table summarizes the information relating to each of the subsidiary companies that has a material non-controlling interest, before any intra-group eliminations for the years ended December 31, 2023 are as follows:

	In Thousand Baht		
	Consolidated Financial Statements		
	Siam Okamura Steel Co., Ltd.	Siam Steel OC Co., Ltd.	Siam Forest Management Co., Ltd.
Non-controlling interest percentage	49%	49%	40%
Current assets	302,379	23,621	1,748
Non-current assets	173,907	233	-
Current liabilities	(143,295)	(12,779)	(15,400)
Non-current liabilities	(41,837)	(47)	-
Net assets	<u>291,154</u>	<u>11,028</u>	<u>(13,652)</u>
Book value of non - controlling interest	<u>142,665</u>	<u>5,404</u>	<u>(5,461)</u>
Revenue	827,118	14,508	1,555
Profit (loss) for the year	10,848	(2,371)	1,101
Comprehensive income (expense) for the year	(332)	-	-
Profit (loss) allocated to non-controlling interest	5,316	1,162	440
Comprehensive income (loss) allocated to non-controlling interest	(163)	-	-
Cash flows provided from (used in) operating activities	48,193	(294)	(322)
Cash flows provided from (used in) investing activities	(7,362)	-	-
Cash flows provided from (used in) financing activities	(24,437)	(423)	-
Unrealized gain (loss) on exchange rate of cash at banks	240	-	-
Net increase (decrease) in cash and cash equivalents	<u>16,634</u>	<u>(717)</u>	<u>(322)</u>

14. PROPERTY, PLANT AND EQUIPMENT

	In Thousand Baht							Total
	Consolidated Financial Statements							
	Land	Buildings and improvements	Machinery and equipment	Furniture, fixtures and office equipment	Transportation equipment	Intangibles Assets	Machinery and building under installation	
<u>At Cost</u>								
January 1, 2022	536,296	1,327,086	1,484,915	237,199	30,144	17,709	223,910	3,857,259
Increase	-	1,503	6,274	3,828	-	41	14,089	25,735
Disposal	-	-	(114,355)	(7,272)	-	-	-	(121,627)
Transfer in (out)	-	77,745	69,091	-	-	-	(158,787)	(11,951)
December 31, 2022	536,296	1,406,334	1,445,925	233,755	30,144	17,750	79,212	3,749,416
Increase	-	17,253	7,507	1,885	3,050	196	30,020	59,911
Disposal	-	(4,333)	(101,273)	(44,085)	(8,035)	-	(2,126)	(159,852)
Transfer in (out)	-	-	65,610	707	-	-	(66,849)	(532)
December 31, 2023	536,296	1,419,254	1,417,769	192,262	25,159	17,946	40,257	3,648,943
<u>Accumulated depreciation</u>								
January 1, 2022	-	821,467	1,253,056	223,936	25,075	15,258	-	2,338,792
Increase	-	36,380	51,612	5,913	2,775	593	-	97,273
Disposal	-	-	(114,346)	(7,272)	-	-	-	(121,618)
Transfer in (out)	-	-	-	-	-	-	-	-
December 31, 2022	-	857,847	1,190,322	222,577	27,850	15,851	-	2,314,447
Increase	-	35,910	40,930	4,652	2,619	356	-	84,467
Disposal	-	(4,333)	(101,256)	(44,070)	(8,035)	-	-	(157,694)
Transfer in (out)	-	-	-	-	-	-	-	-
December 31, 2023	-	889,424	1,129,996	183,159	22,434	16,207	-	2,241,220

In Thousand Baht								
Consolidated Financial Statements								
	Land	Buildings and improvements	Machinery and equipment	Furniture, fixtures and office equipment	Transportation equipment	Intangibles Assets	Machinery and building under installation	Total
<u>Allowance for impairments</u>								
January 1, 2022	6,517	-	-	-	-	-	-	6,517
Increase	-	-	22,685	-	-	-	-	22,685
Disposal	-	-	-	-	-	-	-	-
December 31, 2022	6,517	-	22,685	-	-	-	-	29,202
Increase	-	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-	-
December 31, 2023	6,517	-	22,685	-	-	-	-	29,202
<u>Net book value</u>								
December 31, 2022	529,779	548,487	232,918	11,178	2,294	1,899	79,212	1,405,767
December 31, 2023	529,779	529,830	265,088	9,103	2,725	1,739	40,257	1,378,521

As at December 31, 2022, the indirect subsidiary has mortgaged land and buildings that exists at present and that will be made in the future to be used as collateral for liabilities outstanding wite the company.

Later, on June 19, 2023 The indirect subsidiary has redeemed the mortgaged and transferred the sale of ownership of such land and construction to the company.

On October 19, 2023 the indirect subsidiary has mortgaged the machinery located at Amphur Phrasaeng, Suratthani province which has the book value on at December 31, 2023 of Baht 93.32 million to guarantee against the outstanding loan with the related company in the amount of Baht 105.00 million.

	In Thousand Baht						Total
	Separate Financial Statements						
	Land	Buildings and improvements	Machinery and equipment	Furniture, fixtures and office equipment	Transportation equipment	Machinery and building under installation	
<u>At Cost</u>							
January 1, 2022	282,658	1,058,858	649,741	182,708	23,295	223,629	2,420,889
Increase	-	1,123	-	1,393	-	11,795	14,311
Disposal	-	-	(98,081)	(495)	-	-	(98,576)
Transfer in (out)	-	77,037	69,091	-	-	(158,079)	(11,951)
December 31, 2022	282,658	1,137,018	620,751	183,606	23,295	77,345	2,324,673
Increase	37,087	100,121	3,178	532	3,050	1,466	145,434
Disposal	-	(4,333)	(87,549)	(42,276)	(8,035)	(2,125)	(144,318)
Transfer in (out)	-	-	59,262	-	-	(59,794)	(532)
December 31, 2023	319,745	1,232,806	595,642	141,862	18,310	16,892	2,325,257
<u>Accumulated depreciation</u>							
January 1, 2022	-	684,823	596,276	176,304	19,197	-	1,476,600
Increase	-	26,920	19,173	2,057	2,205	-	50,355
Disposal	-	-	(98,071)	(495)	-	-	(98,566)
Transfer in (out)	-	-	-	-	-	-	-
December 31, 2022	-	711,743	517,378	177,866	21,402	-	1,428,389
Increase	-	29,848	19,337	2,017	2,367	-	53,569
Disposal	-	(4,333)	(87,533)	(42,260)	(8,035)	-	(142,161)
Transfer in (out)	-	-	-	-	-	-	-
December 31, 2023	-	737,258	449,182	137,623	15,734	-	1,339,797

	In Thousand Baht						
	Separate Financial Statements						
	Land	Buildings and improvements	Machinery and equipment	Furniture, fixtures and office equipment	Transportation equipment	Machinery and building under installation	Total
<u>Allowance for impairments</u>							
January 1, 2022	6,517	-	-	-	-	-	6,517
Increase	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-
December 31, 2022	6,517	-	-	-	-	-	6,517
Increase	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-
December 31, 2023	6,517	-	-	-	-	-	6,517
<u>Net book value</u>							
December 31, 2022	276,141	425,275	103,373	5,740	1,893	77,345	889,767
December 31, 2023	313,228	495,548	146,460	4,239	2,576	16,892	978,943
Depreciation for the year 2022							
Cost of goods sold							13,113
Selling and administrative expenses							37,242
Total							50,355
Depreciation for the year 2023							
Cost of goods sold							1,659
Selling and administrative expenses							51,910
Total							53,569

As at December 31, 2023 and 2022, the gross carrying amount of fully depreciated building and equipment which are still in use amounted to Baht 1,913.63 million and Baht 2,010.05 million, respectively, for the consolidated financial statements, and amounted to Baht 1,188.56 million and Baht 1,321.95 million, respectively for the separate financial statements.

15. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account during the year ended December 31, 2023 and 2022 are summarized below.

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
As at January 1,	24,170	25,950	9,830	9,002
Increase during the year	46,616	8,571	710	5,430
Depreciation for the year	(9,962)	(8,386)	(1,398)	(3,820)
Decrease from rental reduction	(2,959)	(1,965)	(1,921)	(782)
Allowance for impairment on right of use	(3,155)	-	(3,155)	-
Net book value as at December 31,	<u>54,710</u>	<u>24,170</u>	<u>4,066</u>	<u>9,830</u>

16. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

16.1 Deferred tax assets and deferred tax liabilities are as follows :

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Deferred tax assets	2,288	3,415	17,437	18,566
Deferred tax liabilities	(48,233)	(47,124)	(28,694)	(28,330)
	<u>(45,945)</u>	<u>(43,709)</u>	<u>(11,257)</u>	<u>(9,764)</u>

16.2 Changes in deferred tax assets and deferred tax liabilities for the year ended December 31, 2023 and 2022, are summarized as follows :

In Thousand Baht				
Consolidated Financial Statements				
	Balance as at December 31, 2022	Recognized as income (expense)		Balance as at December 31, 2023
		Profit/ (Loss)	Other comprehensive income	
Deferred tax assets				
Allowance for expected credit losses	2,989	-	-	2,989
Allowance for decline value in inventories	5,062	(771)	-	4,291
Provisions for employee benefit	13,474	(494)	-	12,980
Consignment	1,223	(92)	-	1,131
Lease liabilities	112	(68)	-	44
Total	22,860	(1,425)	-	21,435
Deferred tax liabilities				
The difference of depreciation of fixed assets between accounting base and tax base	16,757	818	-	15,939
Fair value of other long-term investment Property, plant and equipment	11,573	-	(1,182)	12,755
Lease liabilities	37,360	383	-	36,977
	879	(830)	-	1,709
Total	66,569	371	(1,182)	67,380
	(43,709)	(1,054)	(1,182)	(45,945)

In Thousand Baht				
Consolidated Financial Statements				
	Balance as at December 31, 2021	Recognized as income (expense)		Balance as at December 31, 2022
		Profit/ (Loss)	Other comprehensive income	
Deferred tax assets				
Allowance for expected credit losses	2,960	29	-	2,989
Allowance for decline value in inventories	5,334	(272)	-	5,062
Provisions for employee benefit	13,570	484	(580)	13,474
Consignment	1,205	18	-	1,223
Lease liabilities	133	(21)	-	112
Total	23,202	238	(580)	22,860
Deferred tax liabilities				
The difference of depreciation of fixed assets between accounting base and tax base	17,715	958	-	16,757
Fair value of other long-term investment Property, plant and equipment	-	-	(11,573)	11,573
Lease liabilities	37,872	512	-	37,360
	490	(389)	-	879
Total	56,077	1,081	(11,573)	66,569
	(32,875)	1,319	(12,153)	(43,709)

	In Thousand Baht				
	Separate Financial Statements				
	Balance as at	Recognized as income (expense)			Balance as at
	December 31, 2022	Profit/ (Loss)	Other comprehensive income		December 31, 2023
Deferred tax assets:					
Allowance for expected credit losses	2,988	-	-	2,988	
Allowance for decline value in inventories	4,488	(417)	-	4,071	
Reserve for employee benefits obligation	9,755	(552)	-	9,203	
Consignment	1,223	(92)	-	1,131	
Lease liabilities	112	(68)	-	44	
Total	<u>18,566</u>	<u>(1,129)</u>	<u>-</u>	<u>17,437</u>	
Deferred income tax liabilities					
The difference of depreciation of fixed assets between accounting base and tax base	16,757	818	-	15,939	
Fair value of other long-term investment	11,573	-	(1,182)	12,755	
Total	<u>28,330</u>	<u>818</u>	<u>(1,182)</u>	<u>28,694</u>	
	<u>(9,764)</u>	<u>(311)</u>	<u>(1,182)</u>	<u>(11,257)</u>	

	In Thousand Baht				
	Separate Financial Statements				
	Balance as at	Recognized as income (expense)			Balance as at
	December 31, 2021	Profit/ (Loss)	Other comprehensive income		December 31, 2022
Deferred tax assets:					
Allowance for expected credit losses	2,959	29	-	2,988	
Allowance for decline value in inventories	4,227	261	-	4,488	
Reserve for employee benefits obligation	10,070	265	(580)	9,755	
Consignment	1,205	18	-	1,223	
Lease liabilities	133	(21)	-	112	
Total	<u>18,594</u>	<u>552</u>	<u>(580)</u>	<u>18,566</u>	
Deferred income tax liabilities					
The difference of depreciation of fixed assets between accounting base and tax base	17,715	958	-	16,757	
Fair value of other long-term investment	-	-	(11,573)	11,573	
Total	<u>17,715</u>	<u>958</u>	<u>(11,573)</u>	<u>28,330</u>	
	<u>879</u>	<u>1,510</u>	<u>(12,153)</u>	<u>(9,764)</u>	

As at December 31, 2023 and 2022, the Group has accumulated tax losses since 2018 unused in the amount of Bath 300.67 million and amount Bath 321.35 million, respectively (Separate financial statement Bath 59.96 million and Bath 64.38 million, respectively) with the Group didn't record deferred tax asset from tax loss as it is still uncertain if the Group will have tax profit adequate for utilizing the deferred tax asset.

17. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

This account consisted of :

	In Thousand Baht			
	Consolidated Financial		Separate Financial	
	Statements		Statements	
	2023	2022	2023	2022
Promissory note	50,000	63,000	-	3,000
Total short-term loans from financial institutions	50,000	63,000	-	3,000

18. OTHER CURRENT LIABILITIES - GENERAL COMPANIES

	In Thousand Baht			
	Consolidated Financial		Separate Financial	
	Statements		Statements	
	2023	2022	2023	2022
Deposit received	37,569	72,418	30,797	72,218
Accrued expenses	52,342	52,800	25,031	43,497
Others liabilities	17,622	12,688	49	1,569
Total	107,533	137,906	55,877	117,284

19. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at December 31, 2023 and 2022, the Group has long-term loans from financial institutions as follows :

	In Thousand Baht			
	Consolidated Financial		Separate Financial	
	Statements		Statements	
	2023	2022	2023	2022
Long-term loans from financial institutions beginning year	1,399	7,183	1,399	7,183
Additional long-term loan from financial institution	-	-	-	-
Repayment during the year	(1,399)	(5,784)	(1,399)	(5,784)
Net	-	1,399	-	1,399
Less Current portion	-	(1,399)	-	(1,399)
Long-term loans from financial institutions	-	-	-	-

As at December 31, 2022, the Company had long-term loans from financial institutions amount of Baht 1.40 million with interest at a rate of 4.75% per annum. The Company had repayment loans in full amount 2023.

20. LEASE LIABILITIES

The carrying amounts of lease liabilities and the movement for the year ended December 31, 2023 and 2022, are presented below.

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
As at January 1,	20,365	23,933	10,390	9,494
Addition	46,616	7,992	710	5,759
Accretion of interest	2,010	1,063	374	566
Payments	(16,261)	(11,544)	(2,112)	(4,626)
Decrease from rental reduction	(3,089)	(1,079)	(2,015)	(803)
As at December 31,	49,641	20,365	7,347	10,390
<u>Less</u> Current portion	(14,247)	(8,432)	(1,232)	(3,105)
Lease liabilities - net of current portion	<u>35,394</u>	<u>11,933</u>	<u>6,115</u>	<u>7,285</u>

Amounts recognized in the statement of comprehensive income for the years ended December 31, 2023 and 2022 are comprise;

	In Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Depreciation of right-of-use assets	9,962	8,386	1,398	3,820
Allowance for important on right of use	3,155	-	3,155	-
Interest expense	2,010	1,063	374	566
Expense relating to lease of low-value assets	817	825	138	825
	<u>15,944</u>	<u>10,274</u>	<u>5,065</u>	<u>5,211</u>

21. EMPLOYEE BENEFIT OBLIGATIONS

21.1 Employee benefit obligations for the years ended December 31, 2023 and 2022 are as follow:

	In Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
The statements of financial position	2023	2022	2023	2022
Defined benefit obligations as at January 1,	68,458	69,025	48,772	50,347
Loss (gain) estimation over actuarial principles	6,938	(3,147)	7,604	(2,900)
Current Service costs and interest	4,594	3,520	1,682	2,112
Employee benefit obligations paid	(7,908)	(940)	(6,573)	(787)
Transfer out employee benefits (Note 21.2)	-	-	(26,992)	-
Transfer in employee benefits (Note 21.3)	9,019	-	-	-
Defined benefit obligations, as at December 31,	81,101	68,458	24,493	48,772
Reclassified to current portion	(25,992)	(19,972)	(16,268)	(18,580)
Net	55,109	48,486	8,225	30,192

21.2 Contract liabilities from transfer out employees in the group

During the year, Siam Steel International Public Company Limited has reorganized the management structure of the business group. Some business divisions have been transferred to subsidiary in which the Company holds 100% of shares. The Company's employees have been transferred to the subsidiary. There are conditions regarding counting the length of service for employees continuously from the day they begin employment with the company. On January 13, 2023, the Company's Board of Directors' Meeting had a resolution to approve the Company being responsible for the compensation under the law. For the Company's employees of Siam Steel International Public Company Limited that are transferred to the subsidiaries, namely Siam Lucky Building System Company Limited and Siam SCI Company Limited: Siam Steel International Public Company Limited will be responsible for compensation starting from beginning of employment of the employees until the day the employee is transferred under the memorandum of understanding of the employment transfer contract, amounting of Baht 26.99 million, and the subsidiary that received the transfer of employees from Siam Steel International Public Company Limited will be responsible for the compensation based on the length of service and current wages of the transferred employees as well as paying the difference in compensation for employees that exceed the contract agreement and not yet reached the full amount that must be paid by the requirement of the labor law.

As of December 31, 2023, the Company has classified for employee benefits in the amount of Baht 26.99 million as contract liabilities - provision for employee benefit from the memorandum of agreement mentioned above.

21.3 Contract assets from the transfer in employees

During the year, Siam Lucky Building System Co., Ltd. (subsidiary) has entered into a memorandum of agreement with a private company. The subsidiary company received a transfer of employees with terms and conditions in counting the employees' continuous service years. If the transferred employee retires in accordance with the working regulations of the subsidiary, the Company must pay retirement compensation to its subsidiary. The private company will be responsible for compensation based on the employee's length of service and original wages before the employee is transferred and the subsidiary is responsible for compensation based on the length of service and current wages of the transferred employees. If the calculation of compensation has a difference between employees that must be received according to legal requirements, the subsidiary is responsible for paying compensation for the difference.

As at December 31, 2023, the subsidiary recorded debtors from the private company mentioned above under the account name contract assets - provision for employee benefits in the amount of Baht 9.02 million and recorded the transfer of employee benefit in the same amount. This amount is calculated from the estimated liabilities from the date the employee is first hired until the date the employee is transferred to the subsidiary.

21.4 The Group recognized actuarial gain or loss in the statements of other comprehensive income.

Revenues and expenses recognized in the statement of comprehensive income for the years ended December 31, 2023 and 2022 are as follows:

	In Thousand Baht			
	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2023	2022	2023	2022
The statement of comprehensive income				
Recognized in profit or loss				
Current service costs and interest				
Cost of sales	1,562	1,841	294	733
Selling expenses	268	468	48	468
Administrative expenses	1,122	829	673	544
Interest on obligation	1,642	382	667	367
Total	4,594	3,520	1,682	2,112
Recognized in other comprehensive income				
Loss (gain) estimation over actuarial principles	6,938	(3,147)	7,604	(2,900)
Total	6,938	(3,147)	7,604	(2,900)
Total	11,532	373	9,286	(788)

Gain and loss from the estimate based on actuarial principles recognized in the statement of comprehensive income for the year ended December 31, 2023 and 2022, arise from

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Improvement from experience	9,838	4,080	7,914	4,242
Population assumption	532	(6,200)	22	(6,131)
Financial assumption	(3,432)	(1,027)	(332)	(1,011)
Total	6,938	(3,147)	7,604	(2,900)

21.5 Significant assumptions based on actuarial techniques

Significant assumptions based on actuarial techniques as at report date are as follows;

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Discount rate : Monthly staff	2.37% - 3.59%	0.36% - 3.46%	2.37%	2.12%
Discount rate : Daily staff	2.43% - 3.59%	2.30% - 2.32%	2.43%	2.30%
Average future salary increment rate	3.92% - 5.09%	3.66% - 5.40%	4.50% - 5.09%	4.86% - 5.23%
Mortality rate	TMO 2017	TMO 2017	TMO 2017	TMO 2017
Normal retirement age	60 years	60 years	60 years	60 years

21.6 Sensitivity analysis

The results of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligations as at December 31, 2023 and 2022 are summarized below:

	In Thousand Baht			
	2023			
	Consolidated Financial Statements		Separate Financial Statements	
	Increase	Decrease	Increase	Decrease
Discount rate (percentage of change 0.5%)	(2,196)	2,333	(504)	527
Future salary increase rate (percentage of change 0.5%)	2,181	(2,098)	510	(493)
Staff turnover rate (percentage of change 1.0%)	(2,482)	2,600	(551)	576

	In Thousand Baht			
	2022			
	Consolidated Financial Statements		Separate Financial Statements	
	Increase	Decrease	Increase	Decrease
Discount rate (percentage of change 0.5%)	(1,951)	2,069	(1,003)	1,049
Future salary increase rate (percentage of change 0.5%)	2,043	(1,943)	1,016	(982)
Staff turnover rate (percentage of change 1.0%)	(3,219)	3,596	(1,098)	1,148

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
	Within one year	25,992	19,972	16,267
Between 2 - 5 years	31,331	30,170	8,341	21,852
Between 6 - 10 years	33,392	21,457	2,235	13,096
Between 11 - 15 years	20,947	16,983	1,364	7,494
More than 16 years	8,755	8,697	-	-
Total	120,417	97,279	28,207	61,022

22. CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to ensure that it has an appropriate financial structure and preserves the ability to continue its business as a going concern.

According to the consolidated statements of financial position as at December 31, 2023 and 2022, the Company and its subsidiaries's debt-to-equity ratio was 0.30 : 1 and 0.25 : 1, respectively.

According to the separate statements of financial position as at December 31, 2023 and 2022, the Company's debt-to-equity ratio was 0.14 : 1 and 0.18 : 1, respectively.

23. LEGAL RESERVE

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside as statutory reserve at least 5 percent of its net income after deducting accumulated deficit brought forward, (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

Under the terms of the Civil and Commercial Code, ten subsidiaries are required to set aside as statutory reserve at least 5 percent of its net income at each dividend declaration as the statutory reserve until the statutory reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

24. PROVIDENT FUND

The Company established a provident fund under the Provident Fund Act (B.E. 2530). The fund is contributed to by the employees and the Company and is managed by Kasikorn Asset Management. The fund will be paid to the employees upon termination in accordance with the rules of the fund. The Company has contributed to provident fund for the year ended December 31, 2023 and 2022 as follow:

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Provident fund	<u>5,128</u>	<u>4,812</u>	<u>1,078</u>	<u>2,692</u>

25. DIVIDEND

Details of the Company's dividends declaration and payments for the years ended December 31, 2023 and 2022 is as follows :

2023	Approved by	Qualified common share (Shares)	Dividend per share (Baht)	Dividend paid (Thousand Baht)	Paid date
Annual dividend	Annual General Meeting of the shareholders held on April 27, 2023	593,125,849	0.03	<u>17,792</u>	May 25, 2023
2022	Approved by	Qualified common share (Shares)	Dividend per share (Baht)	Dividend paid (Thousand Baht)	Paid date
Annual dividend	Annual General Meeting of the shareholders held on April 29, 2022	593,125,849	0.01	<u>5,931</u>	May 27, 2022

Details of the subsidiary's dividends declaration and payments for the years ended December 31, 2023 and 2022 are as follows :

2023	Approved by	Qualified common share (Shares)	Dividend pers hare (Baht)	Dividend paid (In Thousand Baht)			Paid date
				Portion of the Company	Portion of non- controlling interest	Total	
<u>Siam Okamura Steel Co., Ltd.</u>							
Annual dividend	Annual General Meeting of the shareholders held on March 24, 2023	880,000	5.24	2,352	2,259	4,611	April 21, 2023
Total				<u>2,352</u>	<u>2,259</u>	<u>4,611</u>	

2022	Approved by	Qualified common share (Shares)	Dividend pers hare (Baht)	Dividend paid (In Thousand Baht)			Paid date
				Portion of the Company	Portion of non- controlling interest	Total	
<u>Siam Okamura Steel Co., Ltd.</u>							
Annual dividend	Annual General Meeting of the shareholders held on March 25, 2022	880,000	10.91	4,897	4,704	9,601	April 22, 2022
Total				<u>4,897</u>	<u>4,704</u>	<u>9,601</u>	

26. OTHER INCOME

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Rental revenue	35,151	27,253	95,059	53,173
Other service income	35,374	16,626	18,340	12,483
Utilities income	4,792	1,635	2,648	1,452
Interest income	1,918	822	4,055	3,138
Tax compensation income	208	338	115	338
Commission income	4,737	5,035	4,737	5,035
Revenue from the sale of the scrap	4,828	8,102	-	-
Gain (loss) on foreign exchange rates	57	4,466	-	-
Gain from sale of assets	3,186	2,835	2,748	2,511
Total	<u>90,251</u>	<u>67,112</u>	<u>127,702</u>	<u>78,130</u>

27. EXPENSES BY NATURE

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Raw materials and supplies used	656,743	746,013	70,821	366,429
Changes in inventories of finished goods and work in process	(9,606)	40,397	54,454	16,653
Salaries and other employee benefits	318,377	286,501	72,611	176,942
Subcontractor expenses	77,482	43,837	6,422	32,731
Depreciation and amortization	94,430	106,290	54,967	54,175
Costs of construction	203,751	99,688	202,125	99,688
Transportation fee	65,057	66,656	42,977	55,438
Rental expenses	5,064	5,233	823	4,094
Utilities expenses	24,238	23,122	3,973	11,283
Consulting fees	15,006	8,940	11,214	10,613
Consideration payable to a consignee	12,425	16,161	5,713	16,161
Allowance for expected credit losses	24	15,625	-	615
Allowance for decline value of inventories	(725)	(1,106)	-	1,304
Impairment of assets	-	22,685	-	-
Allowance for impairment on right-of-use	3,155	-	3,155	-
Loss on investment impairment in the subsidiary	-	-	29,711	-

28. Tax expense (income)

28.1 Major components of tax expense (income)

For the years ended December 31, 2023 and 2022 consisted of :

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Income tax expense (income) shown in profit or loss :				
Current tax expense:				
Income tax expense for the year	2,614	1,400	-	-
Deferred tax expense (income):				
Changes in temporary differences relating to the original recognition and reversal	1,054	(1,319)	311	(1,511)
Total	3,668	81	311	(1,511)
Income tax relating to components of other comprehensive income :				
Gain (loss) estimation over actuarial principle	-	580	-	580
Gain from measurement fair value of other long-term investment	(1,182)	11,573	(1,182)	11,573
Total	(1,182)	12,153	(1,182)	12,153

28.2 A numerical reconciliation between tax expense (income) and the product of accounting profit multiplied by the applicable tax rate

For the years ended December 31, 2023 and 2022 which are summarized as follows:

	In Thousand Baht			
	Consolidated Financial Statements		Separate Financial Statements	
	2023	2022	2023	2022
Accounting profit (loss) for the period	43,650	(52,902)	6,788	32,240
The applicable tax rate (%)	20	20	20	20
Tax expense (income) at the applicable tax rate	8,730	(10,580)	1,358	6,448
Reconciliation items:				
Tax effect of expenses that are not deductible in determining tax profit:				
- Expenses not allowed as expenses in determining taxable profit	1,598	10,400	6,999	1,608
Not recognized tax loss as deferred tax asset	7,233	20,573	3,556	4,225
Tax effect of income or profit that are not required in determining taxable profit:				
- Exemption of non-taxable dividend income	(4,909)	(4,258)	(12,209)	(13,276)
Others	(8,984)	(16,054)	607	(516)
Total reconciliation items	(5,062)	10,661	(1,047)	(7,959)
Total tax expense (income)	3,668	81	311	(1,511)

28.3 A numerical reconciliation between the average effective tax rate and the applicable tax rate

For the years ended December 31, 2023 and 2022 are summarized as follows:

	Consolidated Financial Statements			
	2023		2022	
	Tax amount (In Thousand Baht)	Tax rate (%)	Tax amount (In Thousand Baht)	Tax rate (%)
Accounting profit (loss) before tax expense for the year	43,650		(52,902)	
Tax expense (income) at the applicable tax rate	8,730	20.00	(10,580)	20.00
Reconciliation items	(5,062)	(11.60)	10,661	(20.15)
Tax expense (income) at the average effective tax rate	3,668	8.40	81	(0.15)

	Separate Financial Statements			
	2023		2022	
	Tax amount (In Thousand Baht)	Tax rate (%)	Tax amount (In Thousand Baht)	Tax rate (%)
Accounting profit (loss) before tax expense for the year	6,788		32,240	
Tax expense (income) at the applicable tax rate	1,358	20.00	6,448	20.00
Reconciliation items	(1,047)	(15.43)	(7,959)	(24.69)
Tax expense (income) at the average effective tax rate	311	4.57	(1,511)	(4.69)

29. EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share is calculated by dividing profit (loss) for the year attributable to equity holders of the parent company for the year by the weighted average number of ordinary shares which are issued during the year and held by outside party.

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	December 31,		December 31,	
	2023	2022	2023	2022
Profit (loss) for the years to equity holders (Thousand Baht)				
Profit (loss) attributable to equity holders of the parent company	35,348	(54,224)	6,478	33,750
Weighted average number of ordinary shares (Thousand shares)	593,126	593,126	593,126	593,126
Basic earnings (loss) per share of the parent company				
Profit (loss) for the years (Baht per share)	0.060	(0.091)	0.011	0.057

30. SEGMENTAL FINANCIAL INFORMATION

	In Thousand Baht									
	Consolidated Financial Statements									
	For the years ended December 31,									
	2023					2022				
	Furniture	Revenue of construction work	Energy industry	Eliminated	Total	Furniture	Revenue of construction work	Energy industry	Eliminated	Total
Revenues from sales and service	2,095,736	-	132,068	(142,751)	2,085,053	1,793,114	-	52,801	(33,587)	1,812,328
Revenues from construction work	-	220,536	-	(59,447)	161,089	-	106,765	-	-	106,765
Total revenues	<u>2,095,736</u>	<u>220,536</u>	<u>132,068</u>	<u>(202,198)</u>	<u>2,246,142</u>	<u>1,793,114</u>	<u>106,765</u>	<u>52,801</u>	<u>(33,587)</u>	<u>1,919,093</u>
Costs of sales and services	(1,828,991)	-	(104,947)	187,181	(1,746,757)	(1,576,963)	-	(47,085)	34,328	(1,589,720)
Costs of construction work	-	(263,243)	-	59,493	(203,750)	-	(99,688)	-	-	(99,688)
Total cost	<u>(1,828,991)</u>	<u>(263,243)</u>	<u>(104,947)</u>	<u>246,674</u>	<u>(1,950,507)</u>	<u>(1,576,963)</u>	<u>(99,688)</u>	<u>(47,085)</u>	<u>34,328</u>	<u>(1,689,408)</u>
Total gross profit	<u>266,745</u>	<u>(42,707)</u>	<u>27,121</u>	<u>44,476</u>	<u>295,635</u>	<u>216,151</u>	<u>7,077</u>	<u>5,716</u>	<u>741</u>	<u>229,685</u>
Property, plant and equipment					1,378,521					1,405,767
Other assets					2,271,846					2,088,601
Total assets as at December 31,					<u>3,650,367</u>					<u>3,494,368</u>
Total liabilities as at December 31,					<u>839,708</u>					<u>701,443</u>

	In Thousand Baht			
	Consolidated financial statement		Separate financial statement	
	2023	2022	2023	2022
Timing of revenue recognition:				
Revenue recognised at a point in time	2,085,053	1,812,328	539,131	823,126
Revenue recognised over time	161,089	106,765	161,089	106,765
Total revenue from contracts with customers	<u>2,246,142</u>	<u>1,919,093</u>	<u>700,220</u>	<u>929,891</u>

31. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

Changes in the liabilities arising from financing activities for the years ended December 31, 2023 and 2022 are as follows:

	Consolidated Financial Statements (In Thousand Baht)			
	Balance as at	Cash flows	Non-cash transaction	Balance as at
	January	increase	Increase	December
	1, 2023	(decrease)*	(decrease)	31, 2023
Short-term loans from related companies	101,350	28,000	-	129,350
Long-term loan from financial institution	1,399	(1,399)	-	-
Lease liability	20,365	(16,261)	45,537	49,641
Total	<u>123,114</u>	<u>10,340</u>	<u>45,537</u>	<u>178,991</u>

	Consolidated Financial Statements (In Thousand Baht)			
	Balance as at	Cash flows	Non-cash transaction	Balance as at
	January	increase	Increase	December
	1, 2022	(decrease)*	(decrease)	31, 2022
Short-term loans from related companies	51,050	50,300	-	101,350
Long-term loan from financial institution	7,183	(5,784)	-	1,399
Lease liability	23,933	(11,544)	7,976	20,365
Total	<u>82,166</u>	<u>32,972</u>	<u>7,976</u>	<u>123,114</u>

	Separate Financial Statements (In Thousand Baht)			
	Balance as at	Cash flows	Non-cash	Balance as at
	January	increase	transaction	December
	1, 2023	(decrease)*	Increase	31, 2023
Long-term loan from financial institution	1,399	(1,399)	-	-
Lease liability	10,390	(2,112)	(931)	7,347
Total	<u>11,789</u>	<u>(3,511)</u>	<u>(931)</u>	<u>7,347</u>

Separate Financial Statements (In Thousand Baht)

	Balance as at January 1, 2022	Cash flows increase (decrease)*	Non-cash transaction Increase	Balance as at December 31, 2022
Long-term loan from financial institution	7,183	(5,784)	-	1,399
Lease liability	9,494	(4,626)	5,522	10,390
Total	<u>16,677</u>	<u>(10,410)</u>	<u>5,522</u>	<u>11,789</u>

* Financing cash flows included net proceed and repayment cash transactions in the statements of cash flows.

32. BANK GUARANTEE AND CONTINGENT LIABILITIES

As at December 31, 2023 and 2022, the Company has outstanding guarantees of approximately Baht 106.19 million and Baht 129.03 million, respectively. Which were issued by certain local banks as required in the normal course of business of the Company.

As at December 31, 2023 and 2022, the subsidiary companies have outstanding guarantees of approximately Baht 6.42 million and Baht 2.55 million, respectively. Which were issued by certain customers as required in the normal course of business of the subsidiary companies.

33. COMMITMENT

33.1 As at December 31, 2023, the Group has various operating lease agreement, vehicles and computer service fee for periods of 1-3 years. Under the terms of these agreements, the Group are committed to pay the rental as follows :

	In Thousand Baht	
	Consolidated Financial Statements	Separate Financial Statements
Within 1 year	1,170	38
Within 2 years - 5 years	1,494	39

33.2 As at December 31, 2023, the indirect subsidiary companies had commitments to factory improvement and machine installation, of Baht 1.54 million. (Excluding Vat)

34. DISCLOSURE OF FINANCIAL INSTRUMENTS

34.1 Interest Rate Risk

As at December 31, 2023 and 2022, the Group has financial assets and financial liabilities with exposure to interest rate risk as follows:

	In Thousand Baht			
	Consolidated Financial Statements			
	2023			
	Floating rate	Fixed rate	None -interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	330,507	25,098	278	355,883
Trade accounts receivable from sales and services	-	-	209,461	209,461
Other current receivables	-	-	8,561	8,561
Current contract assets	-	-	96,035	96,035
Restricted deposit with bank	1,255	11,244	-	12,499
Trade and other non - current receivables	-	-	75,105	75,105
Short-term loan from financial institution	-	50,000	-	50,000
Short-term loan from related companies	-	129,350	-	129,350
Trade accounts payable - general suppliers	-	-	232,694	232,694
Trade and other current payables - related companies	-	-	43,761	43,761
Lease liabilities	-	49,641	-	49,641

	In Thousand Baht			
	Consolidated Financial Statements			
	2022			
	Floating rate	Fixed rate	None -interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	274,573	5,070	270	279,913
Trade accounts receivable from sales and services	-	-	207,159	207,159
Other current receivables	-	-	49,219	49,219
Current contract assets	-	-	40,359	40,359
Restricted deposit with bank	900	5,215	-	6,115
Trade and other non - current receivables	-	-	66,044	66,044
Short-term loan from financial institution	-	63,000	-	63,000
Short-term loan from related companies	-	101,350	-	101,350
Trade accounts payable - general suppliers	-	-	168,798	168,798
Trade and other current payables - related companies	-	-	24,066	24,066
Long-term loans from financial institutions	-	1,399	-	1,399
Lease liabilities	-	20,365	-	20,365

In Thousand Baht

	Separate Financial Statements			
	2023			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	119,957	20,000	115	140,072
Trade accounts receivable from sales and services	-	-	103,196	103,196
Other current receivables	-	-	261,968	261,968
Current contract assets	-	-	96,035	96,035
Short-term loan to related companies	-	-	59,707	59,707
Restricted deposit with bank	-	8,033	-	8,033
Trade and other non-current receivables	-	-	75,105	75,105
Trade accounts payable - general suppliers	-	-	36,485	36,485
Trade and other current payables - related companies	-	-	46,065	46,065
Lease liabilities	-	7,347	-	7,347

	In Thousand Baht			
	Separate Financial Statements			
	2022			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	165,414	-	180	165,594
Trade accounts receivable from sales and services	-	-	171,651	171,651
Other current receivables	-	-	297,418	297,418
Current contract assets	-	-	40,359	40,359
Short-term loan to related companies	-	-	57,668	57,668
Restricted deposit with bank	420	5,000	-	5,420
Trade and other non-current receivables	-	-	66,044	66,044
Short-term loan from financial institutions	-	3,000	-	3,000
Trade accounts payable - general suppliers	-	-	102,491	102,491
Trade and other current payables - related companies	-	-	20,708	20,708
Long-term loans from financial institutions	-	1,339	-	1,339
Lease liabilities	-	10,390	-	10,390

As of December 31, 2023 and 2022, the financial instruments classified by the periods of time from the statement of financial position date to their maturity dates are as follows:

	In Thousand Baht					Interest rate
	Consolidated Financial Statements					
	As at December 31, 2023					
	At call	1 - 6 months	7 - 12 months	Over 12 months	Total	
<u>Financial assets / liabilities</u>						
Cash and cash equivalents	330,785	25,098	-	-	355,883	0.40% - 1.95%
Restricted deposit with bank	-	8,255	-	4,244	12,499	0.80% - 4.00%
Short-term loan from financial institution	-	50,000	-	-	50,000	3.31% - 3.41%
Short-term loans from related company	-	2,000	127,350	-	129,350	1.00% - 1.475%

	In Thousand Baht					Interest rate
	Consolidated Financial Statements					
	As at December 31, 2022					
	At call	1 - 6 months	7 - 12 months	Over 12 months	Total	
<u>Financial assets / liabilities</u>						
Cash and cash equivalents	274,843	5,070	-	-	279,913	0.25% - 0.40%
Restricted deposit with bank	-	6,115	-	-	6,115	0.125% - 3.00%
Short-term loan from financial institution	-	63,000	-	-	63,000	1.80% - 3.50%
Short-term loans from related company	-	53,000	48,350	-	101,350	1.00% - 1.475%
Long-term loans from financial institutions	-	1,399	-	-	1,399	4.75%

	In Thousand Baht					Interest rate
	Separate Financial Statements					
	As at December 31, 2023					
	At call	1 - 6 months	7 - 12 months	Over 12 months	Total	
<u>Financial assets / liabilities</u>						
Cash and cash equivalents	140,072	-	-	-	140,072	0.55% - 1.95%
Short-term loans from related companies	-	59,707	-	-	59,707	4.677% - 4.75%
Restricted deposit with bank	-	5,000	-	3,033	8,033	0.80% - 4.00%

	In Thousand Baht					Interest rate
	Separate Financial Statements					
	As at December 31, 2022					
	At call	1 - 6 months	7 - 12 months	Over 12 months	Total	
Financial assets / liabilities						
Cash and cash equivalents	165,594	-	-	-	165,594	0.25% - 0.35%
Short-term loans from related companies	-	57,668	-	-	57,668	4.75%
Restricted deposit with bank	-	5,420	-	-	5,420	0.125%
Short-term loans from financial institution	-	3,000	-	-	3,000	3.50%
Loans from financial institutions	-	1,399	-	-	1,399	4.75%

34.2 Foreign Exchange Risk

The Company's exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies.

As at December 31, 2023, the balances of financial assets and liabilities denominated in foreign currencies are as follows :

Foreign currency	Financial assets (Thousand)	Financial liabilities (Thousand)	Average exchange rate as at December 31, 2023 (Baht per 1 foreign currency unit)
USD	5	102	34.2233
JPY	600	-	0.2423
CNY	-	164	4.8071

34.3 Liquidity Risk

Liquidity risk arises from the possibility that customers may not be able to settle obligations to the Company within the normal terms of trade. To manage this risk, the Group periodically assess the financial viability of customers.

34.4 Credit Risk

Credit risk is the risk that a counter party is unable or unwilling to meet a commitment agreed with the Group. To manage this risk, the Group periodically assess the financial viability of customers.

The carrying amount of accounts receivable recorded in the statement of financial position, net of allowance accounts, is the maximum exposure to credit risk.

34.5 Fair value

The Group's use the market approach to measure and disclosure their assets and liabilities that are required to be measured or disclosure at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

Level 1 - Use of quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Use of inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (e.g. prices) or indirectly (e.g. derived from prices).

Level 3 - The fair values of other non-current financial assets, which are non-marketable securities are based on the net asset method whereby the information is reasonably available.

As at December 31, 2023 and 2022, the Group has assets that are measured at fair value or fair value. Classified by fair value hierarchy as follows:-

	Consolidated financial statements/Separate financial statements (In Thousand Baht)			
	As at December 31, 2023			
	Level 1	Level 2	Level 3	Total
Assets for which fair value are measured				
Other non-current financial assets				
- Other loan-term investment	-	-	113,488	113,488
	Consolidated financial statements/Separate financial statements (In Thousand Baht)			
	As at December 31, 2022			
	Level 1	Level 2	Level 3	Total
Assets for which fair value are measured				
Other non-current financial assets				
- Other loan-term investment	-	-	107,576	107,576

Techniques of financial instrument valuation

The Company assessed long-term investment value in other company using the technique of present value assessment approach of paid dividends.

Reconciliation of Level 3 fair value measurements of financial instruments

	<u>In Thousand Baht</u>
	<u>Consolidated financial statements/Separate financial statements</u>
Balance as at January 1, 2022	84,530
Total gains or losses:	
other comprehensive income	23,046
Balance as at January 1, 2023	107,576
Total gains or losses:	
other comprehensive income	5,912
Balance as at December 31, 2023	<u>113,488</u>

34.6 Fair values of financial instruments

Since the majority of the Group's financial instruments are short-term in nature or carrying interest rates closed 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.

35. RECLASSIFICATION

Certain amounts in the financial statement for the year ended December 31, 2022 have been reclassified to the current period classification with no effect to the previously reported profit for the period or shareholder's equity.

	<u>In Thousand Baht</u>		
	<u>Consolidated Financial Statements</u>		
	<u>As previous reported</u>	<u>Adjustment increase (decrease)</u>	<u>As restated</u>
<u>The statement of financial position</u>			
<u>As at December 31, 2022</u>			
Deferred tax assets	-	3,415	3,415
Deferred tax liabilities	(43,709)	(3,415)	(47,124)

36. EVENT AFTER THE REPORTING PERIOD

On February 29, 2024, the Company's Board of Directors passed a resolution to propose the payment of a dividend from operating result for the year ended December 31, 2023 of Baht 0.01 per share, total amount of Baht 5.93 million on May 27, 2024 to the common shareholders. The dividend payments must be approved at the Annual General Meeting of the Company's shareholders.

37. AUTHORIZATION FOR ISSUE OF FINANCIAL STATEMENTS

These financial statements were authorized for issue by the Company's Board of Directors on February 29, 2024.