



N.D. RUBBER PUBLIC COMPANY LIMITED
INTERIM CONSOLIDATED AND SEPARATE FINANCIAL INFORMATION

31 MARCH 2022



Tel: +66 (0) 2 180 6300
www.bdo.th

BDO Audit Company Limited
Level 20, Metropolis, Suite 128
725 Sukhumvit Road
Klongton Nua, Wattana
Bangkok 10110
Thailand

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION


To Board of Directors of N.D. Rubber Public Company Limited

I have reviewed the accompanying interim consolidated financial information of N.D. Rubber Public Company Limited and its subsidiaries and the interim separate financial information of N.D. Rubber Public Company Limited which comprise the consolidated and separate statements of financial position as at 31 March 2022, consolidated and separate statements of comprehensive income, consolidated and separate statements of changes in shareholders' equity, consolidated and separate statements of cash flows for the three-month period then ended and the related condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

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

Conclusion

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



Other matter

The consolidated and separate financial information of N.D. Rubber Public Company Limited and its subsidiaries as at 31 December 2021, presented as comparative information, were audited by other auditor who expressed an unmodified opinion on those statements on 22 February 2022.

The interim consolidated and separate financial statements of N.D. Rubber Public Company Limited and its subsidiaries which comprise the consolidated and separate statements of comprehensive income, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the three-month period ended 31 March 2021, presented as comparative information, were reviewed by other auditor who issued the review report dated of 11 May 2021, that nothing had come to their attention that caused them to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

A handwritten signature in blue ink, appearing to read 'Teerasak Chuasrisakul', written over a horizontal line.

Teerasak Chuasrisakul
Certified Public Accountant No. 6624
BDO Audit Company Limited
Bangkok
12 May 2022

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		159,311,173	159,204,884	59,650,736	42,603,127
Trade accounts receivable - general customers	5	98,110,987	115,882,609	46,542,364	43,009,401
- related parties	5, 15	523,833	551,325	19,953,176	21,098,294
Other accounts receivable - general customers		882,615	5,243,972	-	-
Inventories	6	175,369,053	146,821,284	98,667,916	78,688,792
Refundable value added tax		6,957,480	6,501,091	6,957,480	6,501,091
Refundable corporate income tax		3,780,564	2,430,946	-	-
Other current assets		4,055,882	4,552,152	3,907,577	4,307,598
Total Current Assets		448,991,587	441,188,263	235,679,249	196,208,303
NON-CURRENT ASSETS					
Investment in subsidiary companies	9	-	-	413,614,932	413,614,932
Investment in associated company	10	101,063,979	100,091,025	100,333,100	100,333,100
Property, plant and equipment	7	549,151,642	564,777,494	381,456,414	391,863,595
Right-of-use assets	7	4,228,555	4,355,789	4,228,555	4,355,789
Intangible assets	8	111,962,348	115,371,941	1,397,731	1,141,493
Deferred tax assets		3,941,260	460,155	-	-
Total Non-Current Assets		770,347,784	785,056,404	901,030,732	911,308,909
TOTAL ASSETS		1,219,339,371	1,226,244,667	1,136,709,981	1,107,517,212

The accompanying notes form an integral part of the interim financial information.

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdraft and short-term loans from banks	11	147,777,271	130,526,474	141,018,398	121,101,716
Trade accounts payable - general suppliers		85,290,282	88,279,482	79,643,122	81,499,680
- related companies	15	40,676	217,372	457,762	609,179
Other account payable - subsidiary company	15	-	-	63,472	86,299
Accounts payable for purchases of fixed assets		559,058	222,153	559,058	222,153
Current portion :		-	-	-	-
- Lease liabilities	12	578,610	685,779	578,610	685,779
- Employee benefits obligation		601,400	601,400	601,400	601,400
Accrued income tax		544,387	657,486	369,411	369,411
Accrued expenses		38,052,418	40,007,156	19,287,967	10,054,055
Other current liabilities		5,254,309	4,697,396	4,716,787	4,254,710
Total Current Liabilities		278,698,411	265,894,698	247,295,987	219,484,382
NON-CURRENT LIABILITIES					
Lease liabilities	12	1,065,898	1,153,180	1,065,898	1,153,180
Employee benefits obligation		10,706,104	10,405,110	8,929,495	8,682,796
Deferred tax liabilities		39,191,650	39,935,673	7,840,597	7,739,032
Total Non-Current Liabilities		50,963,652	51,493,963	17,835,990	17,575,008
Total Liabilities		329,662,063	317,388,661	265,131,977	237,059,390

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)					
SHAREHOLDERS' EQUITY					
Share capital - ordinary share, Baht 1 par value					
Registered - 346,891,514 shares	16	346,891,514	346,891,514	346,891,514	346,891,514
Issued and fully paid-up - 346,891,514 shares		346,891,514	346,891,514	346,891,514	346,891,514
Premium on common share capital		380,640,846	380,640,846	380,640,846	380,640,846
Retained earnings					
- Appropriated for legal reserve		15,220,095	15,220,095	15,220,095	15,220,095
- Unappropriated		145,776,623	156,440,014	128,825,549	127,705,367
Other component of shareholders' equity		(847,264)	7,616,399	-	-
Total Equity of the Company's Shareholders		887,681,814	906,808,868	871,578,004	870,457,822
Non-controlling interests		1,995,494	2,047,138	-	-
Total Shareholders' Equity		889,677,308	908,856,006	871,578,004	870,457,822
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,219,339,371	1,226,244,667	1,136,709,981	1,107,517,212

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		2022	2021	2022	2021
Net sales	4	200,955,323	198,686,021	159,247,332	150,561,424
Costs of sales	4	(171,533,588)	(156,169,514)	(150,251,490)	(127,802,565)
Gross profit		29,421,735	42,516,507	8,995,842	22,758,859
Other income		1,898,723	2,221,224	1,043,089	721,653
Dividend Income	9, 15	-	-	15,680,000	-
Profit before expenses		31,320,458	44,737,731	25,718,931	23,480,512
Selling expenses		(11,260,795)	(9,261,405)	(2,033,848)	(2,014,938)
Administrative expenses		(24,332,565)	(22,682,800)	(11,316,616)	(10,486,553)
Total expenses		(35,593,360)	(31,944,205)	(13,350,464)	(12,501,491)
Profit (loss) from operations		(4,272,902)	12,793,526	12,368,467	10,979,021
Share of profit from investment in associated company	10	972,954	-	-	-
Profit (loss) before finance costs and income tax		(3,299,948)	12,793,526	12,368,467	10,979,021
Finance costs		(824,202)	(1,258,308)	(740,317)	(1,119,338)
Profit (loss) before income tax		(4,124,150)	11,535,218	11,628,150	9,859,683
Income tax benefit (expense)		3,815,518	(627,726)	(101,565)	(773,699)
Profit (loss) for the period		(308,632)	10,907,492	11,526,585	9,085,984
Other comprehensive income for the period					
Items that will be reclassified subsequently to profit or loss					
Exchange differences from foreign currency					
financial statements translation - net of income tax		(8,463,663)	14,552,617	-	-
Other comprehensive income for the period - net of income tax		(8,463,663)	14,552,617	-	-
Total comprehensive income for the period		(8,772,295)	25,460,109	11,526,585	9,085,984

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Consolidated financial information		Separate financial information	
	2022	2021	2022	2021
Profit (loss) for the period attributable to:				
Shareholders of the Company	(256,988)	10,796,289	11,526,585	9,085,984
Non-controlling interests	(51,644)	111,203	-	-
	<u>(308,632)</u>	<u>10,907,492</u>	<u>11,526,585</u>	<u>9,085,984</u>
Total comprehensive income for the period attributable to:				
Shareholders of the Company	(8,720,651)	25,348,906	11,526,585	9,085,984
Non-controlling interests	(51,644)	111,203	-	-
	<u>(8,772,295)</u>	<u>25,460,109</u>	<u>11,526,585</u>	<u>9,085,984</u>
Basic earnings (loss) per share				
Profit (loss) (Baht per share)	(0.0007)	0.0342	0.0332	0.0288
Weighted average number of ordinary shares (share)	<u>346,891,514</u>	<u>315,391,514</u>	<u>346,891,514</u>	<u>315,391,514</u>

N.D. RUBBER PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (UNAUDITED BUT REVIEWED)

	Equity attributable to the Company's shareholders											
	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings			Other components of shareholders' equity			Total equity attributable to the Company's shareholders	Non-controlling Interests	Total
				Legal reserve	Unappropriated	Surplus on change in proportion of investment in subsidiary company	Exchange differences on translating financial statements	Total				
Consolidated financial information												
	14	315,391,514	325,711,286	13,965,366	132,122,127	550,469	(35,549,518)	(34,999,049)	752,191,244	1,919,741	754,110,985	
Dividend payment		-	-	-	(15,769,521)	-	-	-	(15,769,521)	-	(15,769,521)	
Transactions with shareholders		-	-	-	(15,769,521)	-	-	-	(15,769,521)	-	(15,769,521)	
Profit for the period		-	-	-	10,796,289	-	-	-	10,796,289	111,203	10,907,492	
Other comprehensive income for the period		-	-	-	-	-	14,552,617	14,552,617	14,552,617	-	14,552,617	
Total comprehensive income for the period		-	-	-	10,796,289	-	14,552,617	14,552,617	25,348,906	111,203	25,460,109	
Balance as at 31 March 2021		315,391,514	325,711,286	13,965,366	127,148,895	550,469	(20,996,901)	(20,446,432)	761,770,629	2,030,944	763,801,573	
Balance as at 1 January 2022		346,891,514	380,640,846	15,220,095	156,440,014	550,469	7,065,930	7,616,399	906,808,868	2,047,138	908,856,006	
Dividend payment	14	-	-	-	(10,406,403)	-	-	-	(10,406,403)	-	(10,406,403)	
Transactions with shareholders		-	-	-	(10,406,403)	-	-	-	(10,406,403)	-	(10,406,403)	
Profit (loss) for the period		-	-	-	(256,988)	-	-	-	(256,988)	(51,644)	(308,632)	
Other comprehensive income for the period		-	-	-	-	-	(8,463,663)	(8,463,663)	(8,463,663)	-	(8,463,663)	
Total comprehensive income for the period		-	-	-	(256,988)	-	(8,463,663)	(8,463,663)	(8,720,651)	(51,644)	(8,772,295)	
Balance as at 31 March 2022		346,891,514	380,640,846	15,220,095	145,776,623	550,469	(1,397,733)	(847,264)	887,681,814	1,995,494	889,677,308	

The accompanying notes form an integral part of the interim financial information.

N.D. RUBBER PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Total
				Legal reserve	Unappropriated	
<u>Separate financial information</u>						
Balance as at 1 January 2021		315,391,514	325,711,286	13,965,366	119,786,874	774,855,040
Dividend payment	14	-	-	-	(15,769,521)	(15,769,521)
Transactions with shareholders		-	-	-	(15,769,521)	(15,769,521)
Profit for the period		-	-	-	9,085,984	9,085,984
Total comprehensive income for the period		-	-	-	9,085,984	9,085,984
Balance as at 31 March 2021		315,391,514	325,711,286	13,965,366	113,103,337	768,171,503
Balance as at 1 January 2022		346,891,514	380,640,846	15,220,095	127,705,367	870,457,822
Dividend payment	14	-	-	-	(10,406,403)	(10,406,403)
Transactions with shareholders		-	-	-	(10,406,403)	(10,406,403)
Profit for the period		-	-	-	11,526,585	11,526,585
Total comprehensive income for the period		-	-	-	11,526,585	11,526,585
Balance as at 31 March 2022		346,891,514	380,640,846	15,220,095	128,825,549	871,578,004

The accompanying notes form an integral part of the interim financial information.

N.D. RUBBER PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Consolidated financial information		Separate financial information	
	2022	2021	2022	2021
Cash Flows from Operating Activities				
Profit (loss) before income tax	(4,124,150)	11,535,218	11,628,150	9,859,683
Adjustments to reconcile profit (loss) before income tax to net cash provided from (used in) operating activities:				
Depreciation and amortisation	11,399,829	11,224,954	8,893,243	8,751,360
Reversal of allowance for expected credit loss	(123,436)	(435,876)	(123,436)	(429,171)
Allowance (reversal of allowance) for obsolete and devaluation of inventories	(53,076)	(235,213)	1,576	63,651
Unrealised loss on exchange rate	174,566	875,020	174,566	738,062
Share of profit from investment in associated company	(972,954)	-	-	-
Unrealised gain on temporary investment	-	(12,267)	-	(12,267)
Realised gain on disposal of temporary investments	-	(465)	-	(465)
Loss (gain) on disposal of assets	2,038,327	(406,104)	2,038,327	-
Gain on disposal of non-current assets held for sales	-	(1,124,985)	-	-
Loss on written off assets	50,375	476	50,372	-
Dividend income	-	-	(15,680,000)	-
Employee benefits obligation expenses	246,366	214,694	201,113	181,675
Interest income	(91,999)	(46,020)	-	-
Finance costs	824,202	1,258,308	740,317	1,119,338
Cash provided from operations before changes in operating assets and liabilities	9,368,050	22,847,740	7,924,228	20,271,866
Decrease (increase) in operating assets:				
Trade accounts receivable - general customers	17,925,287	22,465,339	(3,319,253)	1,021,581
- related parties	27,492	65,320	929,309	931,962
Other receivable - general customers	4,361,357	(2,697,789)	-	-
Inventories	(28,494,693)	(15,078,852)	(19,980,700)	(8,915,397)
Refundable value added tax	(456,389)	2,177,057	(456,389)	2,177,057
Other current assets	496,270	(247,111)	400,022	(157,147)
Increase (decrease) in operating liabilities:				
Trade accounts payable - general suppliers	(2,988,349)	(3,109,512)	(1,855,707)	(3,770,403)
Trade accounts payable - related parties	(176,696)	(41,118)	(151,417)	11,281
Other payable - subsidiary company	-	-	(22,827)	1,824
Accrued expenses	(12,361,141)	(5,232,622)	(1,172,489)	3,595,446
Other current liabilities	556,913	(428,906)	462,077	(503,982)
Cash provided from (used in) operations	(11,741,899)	20,719,546	(17,243,146)	14,664,088

The accompanying notes form an integral part of the interim financial information.

N.D. RUBBER PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Consolidated financial information		Separate financial information	
	2022	2021	2022	2021
Cash provided from (used in) operations (continued)	(11,741,899)	20,719,546	(17,243,146)	14,664,088
Interest received	91,999	46,020	-	-
Interest paid	(728,612)	(1,181,125)	(694,733)	(1,053,339)
Income tax paid	(1,135,474)	(2,319,615)	-	(27,882)
Net cash provided from (used in) operating activities	(13,513,986)	17,264,826	(17,937,879)	13,582,867
Cash Flows from Investing Activities:				
Proceeds from disposal of temporary investments	-	5,110,851	-	5,110,851
Purchase of temporary investments	-	(1,450,000)	-	(1,450,000)
Purchase of fixed assets and computer software	(2,368,359)	(2,728,972)	(1,978,352)	(2,650,587)
Payment for accounts payable for purchases of fixed assets	(222,153)	(2,815,998)	(222,153)	(2,815,998)
Proceeds from disposal of fixed assets	1,833,645	406,104	1,833,645	-
Proceeds from disposal of non-current assets held for sales	-	9,238,287	-	-
Dividend received	-	-	15,680,000	-
Net cash provided from (used in) investing activities	(756,867)	7,760,272	15,313,140	(1,805,734)
Cash Flows from Financing Activities				
Increase (decrease) in bank overdraft and short-term loans from banks	17,200,914	(20,621,610)	19,866,799	(7,129,242)
Repayment of long-term loan	-	(4,300,000)	-	(4,300,000)
Repayment of lease liabilities	(194,451)	(4,221,240)	(194,451)	(4,221,240)
Net cash provided from (used in) financing activities	17,006,463	(29,142,850)	19,672,348	(15,650,482)
Exchange differences from foreign currency financial statements translation	(2,629,321)	2,710,903	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	106,289	(1,406,849)	17,047,609	(3,873,349)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	159,204,884	125,766,012	42,603,127	31,142,328
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	159,311,173	124,359,163	59,650,736	27,268,979
Supplemental disclosures for cash flows information				
Non-cash items				
Accounts payable for purchases of fixed assets	559,058	419,510	559,058	419,510
Payable for purchase of investment in subsidiary	-	2,900,000	-	2,900,000
Accrued dividend payment	10,406,403	15,769,521	10,406,403	15,769,521
Transferred property, plant and equipment to non-current assets held for sale	-	4,763,764	-	35,097

N.D. RUBBER PUBLIC COMPANY LIMITED
CONDENSED NOTES TO INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (Unaudited but reviewed)

1. Basis of preparation

These interim financial information have been prepared in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”, and applicable rules and regulations of the Thai Securities and Exchange Commission. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2021 annual report.

An English version of the interim consolidated and separate financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The interim financial information were approved by the Board of Directors on 12 May 2022.

2. General information

N.D. Rubber Public Company Limited (“the Company”) changed its status to a public company in Thailand on 7 May 2014. The Company was listed on the Market for Alternative Investment in 15 January 2015.

The principal business of the Company are manufacturing and distributing motorcycle tyres and tubes, and distributing battery for automobile and motorcycle, including other related services. The principal business of the Group are manufacturing and distributing motorcycle tyres and tubes, and distributing battery for automobile and motorcycle, including other related services, and manufacturing and distributing rubber and synthetic products for automobile and motorcycle, and distributing footwear.

3. Significant accounting policies

The Group has applied the same accounting policies and methods of computation in its interim financial information as in its 2021 annual financial statements.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Company's financial statements. There are a number of standards and interpretations which have been issued by the TFAC that are effective for periods beginning subsequent to 31 December 2022 (the date on which the Company's next annual financial statements will be prepared up to) that the Group has decided not to adopt early. The Group does not believe these standards and interpretations will have a material impact on the financial statements once adopted.

Use of estimates and judgements

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2021.

4. Segment information

For the three-month period ended 31 March 2022

(Unit : Thousand Baht)

Consolidated financial information

	Consolidated financial information										Total	
	Tires		Tubes		Battery		Rubber part		Shoes			Lube oil & rubber sundries Overseas
	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Others	Eliminated		
Sales												
At point in time	115,113	66,805	29,427	13,804	8,043	457	17,809	7,480	43	(59,921)	200,955	
Over the time	-	-	-	-	-	-	-	-	-	-	-	
	<u>115,113</u>	<u>66,805</u>	<u>29,427</u>	<u>13,804</u>	<u>8,043</u>	<u>457</u>	<u>17,809</u>	<u>7,480</u>	<u>43</u>	<u>(59,921)</u>	<u>200,955</u>	
Cost of sales												
Gross profit												
											(171,534)	
											<u>29,421</u>	

For the three-month period ended 31 March 2021

(Unit : Thousand Baht)

		Consolidated financial information										Total		
		Tires		Tubes		Battery		Rubber part		Shoe			Lube Oil & Rubber Sundries	
		Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Others	Eliminated	
Sales														
At point in time		43,706	127,224	15,353	27,232	11,618	15,532	10,671	1,183	3,276	(57,109)			198,686
Over the time		-	-	-	-	-	-	-	-	-	-	-	-	-
		<u>43,706</u>	<u>127,224</u>	<u>15,353</u>	<u>27,232</u>	<u>11,618</u>	<u>15,532</u>	<u>10,671</u>	<u>1,183</u>	<u>3,276</u>	<u>(57,109)</u>			<u>198,686</u>
Cost of sales														(156,170)
Gross profit														<u>42,516</u>

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources and assess its operations.

5. Trade accounts receivable

(Unit : Baht)

	Consolidated financial information		Separate financial information	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
<u>Trade accounts receivable - general customers</u>				
Not yet due	81,744,943	103,715,821	35,447,947	34,099,980
Over due :				
Less than 3 months	14,083,484	11,330,968	11,137,465	9,174,437
3 - 6 months	2,678,877	187,428	892,775	480
6 - 12 months	687,529	268,438	52,900	82,820
Over 12 months	1,749,690	3,297,414	1,749,690	2,513,533
Total	100,944,523	118,800,069	49,280,777	45,871,250
Less: Allowance for expected credit loss	(2,833,536)	(2,917,460)	(2,738,413)	(2,861,849)
Net	98,110,987	115,882,609	46,542,364	43,009,401
<u>Trade accounts receivable - related parties</u>				
Not yet due	289,833	291,443	19,719,176	20,838,412
Overdue:				
Less than 3 months	234,000	259,882	234,000	259,882
Total	523,833	551,325	19,953,176	21,098,294

During the three-month period ended 31 March 2022, the movements in allowance for expected credit loss are as follows:

(Unit : Baht)	Consolidated financial information	Separate financial information
Balance as at 31 December 2021	2,917,460	2,861,849
Less: Reversal of allowance for expected credit loss	(123,436)	(123,436)
Exchange differences from financial statements translation	39,512	-
Balance as at 31 March 2022	<u>2,833,536</u>	<u>2,738,413</u>

6. Inventories

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Raw materials	52,269,873	38,279,779	51,333,470	37,815,930
Work in process	11,227,206	12,988,117	9,872,365	11,796,533
Finished goods	105,363,483	87,033,776	31,299,707	23,062,198
Supply inventories	2,445,326	2,948,534	1,718,213	2,356,101
Fuel	403,367	465,595	403,367	465,595
Packaging	3,668,087	3,778,961	3,599,366	3,748,539
Goods in transit	4,662,489	6,461,313	999,108	-
Total	<u>180,039,831</u>	<u>151,956,075</u>	<u>99,225,596</u>	<u>79,244,896</u>
Less: Allowance for obsolete and devaluation of inventories	(4,670,778)	(5,134,791)	(557,680)	(556,104)
Net	<u>175,369,053</u>	<u>146,821,284</u>	<u>98,667,916</u>	<u>78,688,792</u>

During the three-month period ended 31 March 2022, the movements of allowance for obsolete and devaluation of inventories are as follows:

(Unit : Baht)	Consolidated financial information	Separate financial information
	<u> </u>	<u> </u>
Balance as at 31 December 2021	5,134,791	556,104
Add: Allowances for obsolete inventories	403,904	1,576
Less: Reversal of allowances for obsolete inventories	(456,980)	-
Written off	(363,774)	-
Exchange differences from financial statements translation	(47,163)	-
Balance as at 31 March 2022	<u>4,670,778</u>	<u>557,680</u>

7. Property, plant and equipment and right-of-use assets

Following is a reconciliation of changes in the balances of property, plant and equipment and right-of-use assets.

Property, plant, and equipment:

(Unit : Baht)	Consolidated financial information	Separate financial information
	<u> </u>	<u> </u>
Property, plant and equipment as at 31 December 2021	564,777,494	391,863,595
Purchase of assets	2,600,314	2,210,307
Disposal of assets	(3,871,972)	(3,871,972)
Written off	(50,375)	(50,372)
Depreciation during the period	(10,107,033)	(8,695,144)
Exchange differences from financial statements translation	(4,196,786)	-
Property, plant and equipment as at 31 March 2022	<u>549,151,642</u>	<u>381,456,414</u>

The Company's land and construction are mortgaged as collaterals for credit facilities with a bank as mentioned in Note 11.

Right-of-use assets:

(Unit : Baht)	Consolidated and separate financial information
Right-of-use assets as at 31 December 2021	4,355,789
Amortisation during the period	(127,234)
Right-of-use assets as at 31 March 2022	<u>4,228,555</u>

8. Intangible assets

Following is a reconciliation of changes in the balances of intangible assets.

(Unit : Baht)	Consolidated financial information	Separate financial information
Intangible assets as at 31 December 2021	115,371,941	1,141,493
Purchase of intangible assets	327,103	327,103
Amortisation during the period	(1,165,563)	(70,865)
Exchange differences from financial statements translation	(2,571,133)	-
Intangible assets as at 31 March 2022	<u>111,962,348</u>	<u>1,397,731</u>

9. Investments in subsidiaries

(Unit : Baht)	Separate financial information	
	31 March 2022	31 December 2021
Investment - net book value	<u>413,614,932</u>	<u>413,614,932</u>
Dividend received during the period	<u>15,680,000</u>	<u>8,171,780</u>

On 31 January 2022, the shareholders of FUNG KEONG RUBBER MANUFACTORY (MALAYA) SDN.BHD. (Subsidiary company) passed the resolution to pay dividend from profit for the year ended 31 December 2021 at MYR 0.67 per share, totalling MYR 2.00 million (equivalent to Baht 15.68 million). The dividend was paid by subsidiary on 29 March 2022.

10. Investment in associated company

(Unit : Baht)	Separate financial information
	<u>100,333,100</u>
Investment - net book value	<u>100,333,100</u>

Movement of investment in associated company which is accounted for by equity method during the period:

(Unit : Baht)	Consolidated financial information
	<u>100,091,025</u>
Investment in associated company as at 31 December 2021	100,091,025
Share of profit from investment in associated company	972,954
	<u>101,063,979</u>
Investment in associated company as at 31 March 2022	<u>101,063,979</u>

11. Bank overdraft and short-term loans from banks

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Bank overdraft	-	33	-	33
Short-term loan	6,758,873	9,424,758	-	-
Promissory note	125,000,000	95,000,000	125,000,000	95,000,000
Liabilities under trust receipts	16,018,398	26,101,683	16,018,398	26,101,683
Total	<u>147,777,271</u>	<u>130,526,474</u>	<u>141,018,398</u>	<u>121,101,716</u>

As at 31 March 2022 and 31 December 2021, the Company has short-term loans credit facility comprise of bank overdraft, promissory note and liabilities under trust receipts bear interest rates at market rate and collateralised by the mortgages of the Company's land and construction as mentioned in Note 7.

As at 31 March 2022 and 31 December 2021, the overseas subsidiary company has short-term loans from bank bear interest rate at market rate and secured by pledge of freehold industrial land with office and factory of the subsidiary company and guaranteed by the Company.

12. Lease liabilities

(Unit : Baht)

	Consolidated and separate financial information
Lease liabilities as at 31 December 2021	1,838,959
Add: Recognised deferred interest	36,351
Less: Payment during the period	(230,802)
Lease liabilities as at 31 March 2022	<u>1,644,508</u>
Lease liabilities	1,848,014
Less: Deferred interest	(203,506)
	<u>1,644,508</u>
Less: Current portion	(578,610)
Net	<u>1,065,898</u>

13. Income tax

Tax rate using for accrued income tax of the Group are as follow:

	Tax rate (%)
Income tax under the Revenue Code for the Company and subsidiary in Thailand	20
Corporate income tax for overseas subsidiaries	24

14. Dividend

At the 2022 Annual General Meeting of shareholders, held on 29 March 2022, the shareholders passed the resolution to pay dividend from profit for the year ended 31 December 2021 at Baht 0.03 per share, totalling approximately Baht 10.41 million. The dividend was paid on 29 April 2022.

15. Related parties transactions

<u>Transactions</u>	<u>Pricing policies</u>
Sale of goods	Agreed price
Rental income and other services	Contractual price
Purchase of raw materials	Agreed price

The Group entered into the following transactions with related parties.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the three-month periods ended 31 March			
	2022	2021	2022	2021
Subsidiary companies				
Sales of goods	-	-	19,650	107,387
Purchase of raw materials	-	-	612,015	566,810
Rental and other service income	-	-	450,000	414,000
Dividend income	-	-	15,680,000	-
Indirect subsidiary company				
Sales of goods	-	-	59,218,207	56,382,000
Related parties				
Sales of goods	940,577	878,055	940,577	878,055
Purchase of raw materials	43,988	87,666	43,988	87,666

Balances outstanding with related parties were as below.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Trade accounts receivable - related parties				
Subsidiary companies	-	-	18,661	19,009
Indirect subsidiary company	-	-	19,410,682	20,527,960
Related parties	523,833	551,325	523,833	551,325
Total	523,833	551,325	19,953,176	21,098,294
Trade accounts payable - related parties				
Subsidiary companies	-	-	430,274	447,515
Related parties	40,676	217,372	27,488	161,664
Total	40,676	217,372	457,762	609,179
Other payable - subsidiary company	-	-	63,472	86,299

Key management personnel compensation for the three-month periods ended 31 March 2022 and 2021

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the three-month periods ended 31 March			
	2022	2021	2022	2021
Current employee benefit	1,887,001	2,923,958	1,861,801	1,783,499
Provision for post-employment benefit	38,983	44,051	32,197	30,220
Total	1,925,984	2,968,009	1,893,998	1,813,719

16. Share capital

At the 2022 Annual General Meeting of shareholder, held on 29 March 2022, the Shareholders passed resolutions to approve as follow:

- The increase of registered share capital of the Company by Baht 86,722,878, from the existing registered share capital of Baht 346,891,514 to the new registered share capital of Baht 433,614,392, by issuing 86,722,878 newly ordinary shares with a par value of Baht 1 per share. The Company allots new shares to support exercisable warrants, equivalents to 25% of total shares issued.

The Company has already registered the increase of registered share capital by amending clause of the Company's memorandum of association to be consistent with the increase of registered share capital with the Department of Business Development, Ministry of Commerce on 8 April 2022.

- Issuing 86,722,878 units of the warrants to the existing shareholders, at an offering ratio of 4 ordinary shares to 1 unit of warrant. The warrants are issued for specific holders and transferable. The terms of the warrants do not exceed 2 years from the date of which they are granted with right of 1 warrant to 1 ordinary share. The exercise price is Baht 3.50 per share, unless the exercise ratio is adjusted under the conditions of the rights adjustment. The warrant holders can exercise their warrants in June and December of each year. The first exercise date will be on 1 December 2022 and the last exercise date is within 2 years from the date of issuance of the warrants.

17. Fair value

Carrying Amount versus Fair Value

The Group considers that the carrying amount of the following financial assets and financial liabilities are a reasonable approximation of their fair value:

- Trade receivables
- Trade payables
- Cash and cash equivalents

Fair value Hierarchy

The level in the fair value hierarchy within which the financial asset or financial liability is categorised is determined on the basis of the lowest level input that is significant to the fair value measurement.

The fair value hierarchy has the following levels:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

18. Commitments and contingent liabilities

18.1 As at 31 March 2022, the Company has commitments for construction machinery under installation of Baht 2.41 million.

18.2 The Company and subsidiaries have credit facilities and contingent liabilities from financial institution as at 31 March 2022 as follows :

(Unit : Baht)

	Consolidated financial information		
	Credit line	Used	Balance
Credit facilities			
Bank overdraft	35,000,000	-	35,000,000
Short-term loan (Promissory note)	148,908,873	131,758,873	17,150,000
Long-term loan	55,000,000	-	55,000,000
Forward agreements	200,000,000	-	200,000,000
Contingent liabilities			
Letter of guarantee	12,500,000	5,485,000	7,015,000
Letter of credit and trust receipts (occasionally)	150,000,000	16,018,398	133,981,602
Bill for collection	3,000,000	-	3,000,000

(Unit : Baht)

	Separate financial information		
	Credit line	Used	Balance
Credit facilities			
Bank overdraft	35,000,000	-	35,000,000
Short-term loan (Promissory note)	142,150,000	125,000,000	17,150,000
Long-term loan	55,000,000	-	55,000,000
Forward agreements	200,000,000	-	200,000,000
Contingent liabilities			
Letter of guarantee	12,500,000	5,485,000	7,015,000
Letter of credit and trust receipts (occasionally)	150,000,000	16,018,398	133,981,602
Bill for collection	3,000,000	-	3,000,000

The letter of guarantees issued by bank are for electricity usage and purchasing raw material.

- 18.3 The subsidiary company has entered into service agreement which has committed to pay the service for one year of Baht 1.08 million.

