



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

30 JUNE 2022



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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 30 June 2022, consolidated and separate statements of comprehensive income for the three-month and six-month periods then ended, consolidated and separate statements of changes in shareholders' equity, consolidated and separate statements of cash flows for the six-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 I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

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

Narin



Other matter

The consolidated and separate financial statement 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 information of N.D. Rubber Public Company Limited and its subsidiaries which comprise the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2021, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the six-month period then ended, presented as comparative information, were reviewed by other auditor who issued the review report dated 13 August 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, reading 'Narin Churamongkol'.

Narin Churamongkol

Certified Public Accountant No. 8593

BDO Audit Company Limited

Bangkok

11 August 2022

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		119,224,327	159,204,884	20,089,567	42,603,127
Trade accounts receivable - general customers	5	102,449,002	115,882,609	46,385,060	43,009,401
- related parties	5, 15	551,935	551,325	20,910,963	21,098,294
Other accounts receivable - general customers		728,156	5,243,972	-	-
Inventories	6	181,529,489	146,821,284	110,652,904	78,688,792
Refundable value added tax		6,613,579	6,501,091	6,613,579	6,501,091
Refundable corporate income tax		4,653,687	2,430,946	-	-
Other current assets		5,025,909	4,552,152	4,917,577	4,307,598
Total Current Assets		420,776,084	441,188,263	209,569,650	196,208,303
NON-CURRENT ASSETS					
Investment in subsidiary companies	9	-	-	413,614,932	413,614,932
Investment in associated company	10	101,217,223	100,091,025	100,333,100	100,333,100
Property, plant and equipment	7	547,117,423	564,777,494	376,503,949	391,863,595
Right-of-use assets	7	4,099,907	4,355,789	4,099,907	4,355,789
Intangible assets	8	112,194,887	115,371,941	1,406,938	1,141,493
Deferred tax assets		484,363	460,155	-	-
Total Non-Current Assets		765,113,803	785,056,404	895,958,826	911,308,909
TOTAL ASSETS		1,185,889,887	1,226,244,667	1,105,528,476	1,107,517,212

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		30 June 2022	31 December 2021	30 June 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	122,873,755	130,526,474	122,873,755	121,101,716
Trade accounts payable - general suppliers		80,411,975	88,279,482	74,968,850	81,499,680
- related parties	15	27,173	217,372	1,078,331	609,179
Other account payable - subsidiary company	15	-	-	88,179	86,299
Accounts payable for purchases of fixed assets		1,788,761	222,153	1,788,761	222,153
Current portion :					
- Lease liabilities	12	467,468	685,779	467,468	685,779
- Employee benefits obligation		601,400	601,400	601,400	601,400
Accrued income tax		-	657,486	-	369,411
Accrued expenses		25,734,636	40,007,156	6,601,685	10,054,055
Other current liabilities		5,960,133	4,697,396	5,408,042	4,254,710
Total Current Liabilities		237,865,301	265,894,698	213,876,471	219,484,382
NON-CURRENT LIABILITIES					
Lease liabilities	12	977,104	1,153,180	977,104	1,153,180
Employee benefits obligation		11,007,098	10,405,110	9,176,195	8,682,796
Deferred tax liabilities		32,817,960	39,935,673	5,598,442	7,739,032
Total Non-Current Liabilities		44,802,162	51,493,963	15,751,741	17,575,008
Total Liabilities		282,667,463	317,388,661	229,628,212	237,059,390

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

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Note	Consolidated financial information		Separate financial information	
		30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)					
SHAREHOLDERS' EQUITY					
Share capital - ordinary share, Baht 1 par value					
Registered - 433,614,392 shares					
(31 December 2021 : 346,891,514 shares)	16	433,614,392	346,891,514	433,614,392	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		152,359,626	156,440,014	133,147,809	127,705,367
Other component of shareholders' equity		6,226,164	7,616,399	-	-
Total Equity of the Company's Shareholders		901,338,245	906,808,868	875,900,264	870,457,822
Non-controlling interests		1,884,179	2,047,138	-	-
Total Shareholders' Equity		903,222,424	908,856,006	875,900,264	870,457,822
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,185,889,887	1,226,244,667	1,105,528,476	1,107,517,212

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Notes	Consolidated financial information		Separate financial information	
		2022	2021	2022	2021
Net sales	4	210,456,032	200,994,060	158,106,613	143,063,828
Costs of sales	4	(175,189,046)	(161,200,714)	(147,103,628)	(128,179,605)
Gross profit		35,266,986	39,793,346	11,002,985	14,884,223
Other income		2,199,365	1,297,604	2,674,048	1,530,091
Gain on exchange rate		-	131,883	-	131,883
Dividend income	9, 15	-	-	559,770	8,171,780
Profit before expenses		37,466,351	41,222,833	14,236,803	24,717,977
Selling expenses		(11,640,122)	(8,871,844)	(2,073,625)	(1,991,662)
Administrative expenses		(20,104,432)	(19,591,478)	(9,021,648)	(7,700,470)
Total expenses		(31,744,554)	(28,463,322)	(11,095,273)	(9,692,132)
Profit from operations		5,721,797	12,759,511	3,141,530	15,025,845
Share of profit (loss) from investment in associated company	10	153,244	(378,653)	-	-
Profit before finance costs and income tax		5,875,041	12,380,858	3,141,530	15,025,845
Finance costs		(1,088,893)	(970,424)	(1,061,421)	(944,736)
Profit before income tax		4,786,148	11,410,434	2,080,109	14,081,109
Income tax benefit (expense)		1,735,760	(1,674,338)	2,242,155	(870,282)
Profit for the period		6,521,908	9,736,096	4,322,264	13,210,827
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					
		7,073,428	9,444,067	-	-
Other comprehensive income for the period - net of income tax		7,073,428	9,444,067	-	-
Total comprehensive income for the period		13,595,336	19,180,163	4,322,264	13,210,827

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

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 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	6,583,003	9,653,953	4,322,264	13,210,827
Non-controlling interests	(61,095)	82,143	-	-
	<u>6,521,908</u>	<u>9,736,096</u>	<u>4,322,264</u>	<u>13,210,827</u>
Total comprehensive income for the period attributable to:				
Shareholders of the Company	13,656,431	19,098,020	4,322,264	13,210,827
Non-controlling interests	(61,095)	82,143	-	-
	<u>13,595,336</u>	<u>19,180,163</u>	<u>4,322,264</u>	<u>13,210,827</u>
Basic earnings per share				
Profit (Baht per share)	0.0190	0.0296	0.0125	0.0405
Weighted average number of ordinary shares (share)	<u>346,891,514</u>	<u>325,849,634</u>	<u>346,891,514</u>	<u>325,849,634</u>

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

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Notes	Consolidated financial information		Separate financial information	
		2022	2021	2022	2021
Net sales	4	411,411,355	399,680,081	317,353,945	293,625,252
Costs of sales	4	(346,722,634)	(317,370,228)	(297,355,118)	(255,982,170)
Gross profit		64,688,721	82,309,853	19,998,827	37,643,082
Other income		4,098,088	3,518,828	3,717,137	2,251,743
Dividend income	9, 15	-	-	16,239,770	8,171,780
Profit before expenses		68,786,809	85,828,681	39,955,734	48,066,605
Selling expenses		(22,900,917)	(18,133,249)	(4,107,473)	(4,006,600)
Administrative expenses		(44,436,997)	(42,142,395)	(20,338,264)	(18,055,140)
Total expenses		(67,337,914)	(60,275,644)	(24,445,737)	(22,061,740)
Profit from operations		1,448,895	25,553,037	15,509,997	26,004,865
Share of profit (loss) from investment in associated company	10	1,126,198	(378,653)	-	-
Profit before finance costs and income tax		2,575,093	25,174,384	15,509,997	26,004,865
Finance costs		(1,913,095)	(2,228,732)	(1,801,741)	(2,064,075)
Profit before income tax		661,998	22,945,652	13,708,256	23,940,790
Income tax benefit (expense)		5,551,278	(2,302,064)	2,140,590	(1,643,981)
Profit for the period		6,213,276	20,643,588	15,848,846	22,296,809
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		(1,390,235)	23,996,684	-	-
Other comprehensive income for the period - net of income tax		(1,390,235)	23,996,684	-	-
Total comprehensive income for the period		4,823,041	44,640,272	15,848,846	22,296,809

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

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
 FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 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	6,326,015	20,450,242	15,848,846	22,296,809
Non-controlling interests	(112,739)	193,346	-	-
	<u>6,213,276</u>	<u>20,643,588</u>	<u>15,848,846</u>	<u>22,296,809</u>
Total comprehensive income for the period attributable to:				
Shareholders of the Company	4,935,780	44,446,926	15,848,846	22,296,809
Non-controlling interests	(112,739)	193,346	-	-
	<u>4,823,041</u>	<u>44,640,272</u>	<u>15,848,846</u>	<u>22,296,809</u>
Basic earnings per share				
Profit (Baht per share)	0.0182	0.0638	0.0457	0.0695
Weighted average number of ordinary shares (share)	<u>346,891,514</u>	<u>320,649,464</u>	<u>346,891,514</u>	<u>320,649,464</u>

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Equity attributable to the Company's shareholders							Total			
	Retained earnings		Other components of shareholders' equity			Equity					
	Issued and paid-up share capital	Premium on common share capital	Appropriated for legal reserve	Unappropriated	Surplus on change in proportion of investment in subsidiary company	Translation adjustment on foreign currency financial statements	Total		attributable to the Company's shareholders	Non-controlling Interests	
Consolidated financial information	Note										
Balance as at 1 January 2021		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
Share increment during the period		22,132,300	38,067,700	-	-	-	-	-	60,200,000	-	60,200,000
Dividend payment		-	-	-	(15,769,521)	-	-	-	(15,769,521)	-	(15,769,521)
Dividend payment by subsidiary company		-	-	-	-	-	-	-	-	(50,220)	(50,220)
Non-controlling interests decreased from the dissolution of a subsidiary		-	-	-	-	-	-	-	-	(80,435)	(80,435)
Transactions with owners		22,132,300	38,067,700	-	(15,769,521)	-	-	-	44,430,479	(130,655)	44,299,824
Profit for the period		-	-	-	20,450,242	-	-	-	20,450,242	193,346	20,643,588
Other comprehensive income for the period		-	-	-	-	-	23,996,684	23,996,684	23,996,684	-	23,996,684
Total comprehensive income for the period		-	-	-	20,450,242	-	23,996,684	23,996,684	44,446,926	193,346	44,640,272
Balance as at 30 June 2021		337,523,814	363,778,986	13,965,366	136,802,848	550,469	(11,552,834)	(11,002,365)	841,068,649	1,982,432	843,051,081
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)
Dividend payment by subsidiary company		-	-	-	-	-	-	-	-	(50,220)	(50,220)
Transactions with owners		-	-	-	(10,406,403)	-	-	-	(10,406,403)	(50,220)	(10,456,623)
Profit (loss) for the period		-	-	-	6,326,015	-	-	-	6,326,015	(112,739)	6,213,276
Other comprehensive income for the period		-	-	-	-	-	(1,390,235)	(1,390,235)	(1,390,235)	-	(1,390,235)
Total comprehensive income for the period		-	-	-	6,326,015	-	(1,390,235)	(1,390,235)	4,935,780	(112,739)	4,823,041
Balance as at 30 June 2022		346,891,514	380,640,846	15,220,095	152,359,626	550,469	5,675,695	6,226,164	901,338,245	1,884,179	903,222,424

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

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

Separate financial information

	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Total
				Legal reserve	Unappropriated	
Balance as at 1 January 2021		315,391,514	325,711,286	13,965,366	119,786,874	774,855,040
Share increment during the period		22,132,300	38,067,700	-	-	60,200,000
Dividend payment		-	-	-	(15,769,521)	(15,769,521)
Transactions with owners		22,132,300	38,067,700	-	(15,769,521)	44,430,479
Profit for the period		-	-	-	22,296,809	22,296,809
Total comprehensive income for the period		-	-	-	22,296,809	22,296,809
Balance as at 30 June 2021		337,523,814	363,778,986	13,965,366	126,314,162	841,582,328
Balance as at 1 January 2022		346,891,514	380,640,846	15,220,095	127,705,367	870,457,822
Dividend payment	14	-	-	-	(10,406,404)	(10,406,404)
Transactions with shareholders		-	-	-	(10,406,404)	(10,406,404)
Profit for the period		-	-	-	15,848,846	15,848,846
Total comprehensive income for the period		-	-	-	15,848,846	15,848,846
Balance as at 30 June 2022		346,891,514	380,640,846	15,220,095	133,147,809	875,900,264

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

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENT OF CASH FLOWS
 FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Consolidated financial information		Separate financial information	
	2022	2021	2022	2021
Cash Flows from Operating Activities				
Profit before income tax	661,998	22,945,652	13,708,256	23,940,790
Adjustments to reconcile profit before income tax to net cash provided from (used in) operating activities:				
Depreciation and amortisation	22,786,018	22,631,502	17,880,072	17,626,342
Reversal of allowance for expected credit loss	(466,771)	(2,439,087)	(565,889)	(2,432,318)
Allowance (reversal of allowance) for obsolete and devaluation of inventories	(2,028,889)	(2,250,151)	25,964	32,114
Unrealised loss on exchange rate	735,316	982,022	575,537	774,983
Share of (profit) loss from investment in associated company	(1,126,198)	378,653	-	-
Unrealised loss on temporary investment	-	29,830	-	29,830
Realised gain on disposal of temporary investments	-	(10,852)	-	(10,852)
Loss (gain) on disposal of assets	2,038,327	(909,757)	2,038,327	(499,949)
Gain on disposal of non-current assets held for sales	-	(1,122,791)	-	-
Loss on written off assets	50,375	486	50,372	-
Dividend income	-	-	(16,239,770)	(8,171,780)
Loss on business dissolution - investment in subsidiary	-	-	-	10,938
Employee benefits obligation expenses	492,731	429,388	402,229	363,350
Interest income	(135,001)	(97,569)	(8,142)	(6,454)
Finance costs	1,913,095	2,228,732	1,801,741	2,064,075
Cash provided from operations before changes in operating assets and liabilities	24,921,001	42,796,058	19,668,697	33,721,069
Decrease (increase) in operating assets:				
Trade accounts receivable - general customers	13,814,102	11,611,427	(2,809,771)	746,717
- related parties	(610)	97,523	260,833	6,477,156
Other receivable - general customers	4,515,816	(6,066,530)	-	-
Inventories	(32,679,316)	(18,057,178)	(31,990,076)	(10,588,009)
Refundable value added tax	(112,488)	3,436,336	(112,488)	3,436,336
Other current assets	(404,776)	(5,703,970)	(540,998)	(865,642)
Increase (decrease) in operating liabilities:				
Trade accounts payable - general suppliers	(7,867,507)	(7,418,807)	(6,530,830)	(7,752,673)
- related parties	(190,199)	26,339	469,152	(29,314)
Other payable - subsidiary company	-	-	1,880	11,796
Accrued expenses	(14,272,520)	(1,663,954)	(3,452,370)	1,233,187
Other current liabilities	1,262,737	(1,137,986)	1,153,332	(1,044,377)
Cash provided from (used in) operations	(11,013,760)	17,919,258	(23,882,639)	25,346,246

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Consolidated financial information		Separate financial information	
	2022	2021	2022	2021
Cash provided from (used in) operations (continued)	(11,013,760)	17,919,258	(23,882,639)	25,346,246
Interest received	135,001	97,569	8,142	6,454
Interest paid	(1,736,622)	(2,074,366)	(1,643,354)	(1,932,065)
Income tax paid	(4,509,129)	(10,669,683)	(438,392)	(6,376,480)
Net cash provided from (used in) operating activities	(17,124,510)	5,272,778	(25,956,243)	17,044,155
Cash Flows from Investing Activities:				
Proceeds from disposal of temporary investments	-	15,088,980	-	15,088,980
Purchase of temporary investments	-	(1,450,000)	-	(1,450,000)
Purchase of fixed assets and computer software	(5,086,888)	(5,217,748)	(4,663,572)	(4,458,113)
Payment for investment in subsidiary	-	-	-	(2,900,000)
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	983,476	1,833,645	573,668
Proceeds from disposal of non-current assets held for sales	-	9,220,268	-	-
Dividend received	-	-	16,239,770	559,770
Net cash provided from (used in) investing activities	(3,475,396)	15,808,978	13,187,690	4,598,307
Cash Flows from Financing Activities				
Increase in bank overdraft and short-term loans from banks	(8,302,609)	12,820,066	1,123,000	7,615,757
Repayment of long-term loan	-	(4,300,000)	-	(4,300,000)
Repayment of lease liabilities	(461,603)	(8,392,264)	(461,603)	(8,392,264)
Dividend payment	(10,406,404)	(15,769,521)	(10,406,404)	(15,769,521)
Dividend payment by subsidiary company	-	(50,220)	-	-
Net cash used in financing activities	(19,170,616)	(15,691,939)	(9,745,007)	(20,846,028)
Exchange differences from foreign currency financial statements translation	(210,035)	(19,518,827)	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(39,980,557)	(14,129,010)	(22,513,560)	796,434
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	119,224,327	111,637,002	20,089,567	31,938,762
Supplemental disclosures for cash flows information				
Non-cash items				
Accrued dividend income	-	-	-	7,612,000
Refundable payback from a subsidiary's dissolution	-	4,741,310	-	4,741,310
Transferred property, plant and equipment				
to non-current assets held for sales	-	4,763,764	-	-
Transferred right-of-use assets to property, plant and equipment	-	3,794,063	-	3,794,063
Payable for purchases of fixed assets	1,788,761	2,785,158	1,788,761	2,785,158
Share increment for investment in associated company	-	60,200,000	-	60,200,000

N.D. RUBBER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO INTERIM FINANCIAL INFORMATION
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 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 11 August 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 30 June 2022

(Unit : Thousand Baht)

		Consolidated financial information										Total	
		Tires		Tubes		Battery		Rubber part		Shoes			Lube oil & rubber sundries
		Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Overseas	Overseas	Others	Eliminated
Sales													
At point in time		49,129	135,872	15,486	28,752	11,832	259	17,154	1,975	8,033	-	(58,036)	210,456
Over the time		-	-	-	-	-	-	-	-	-	-	-	-
		<u>49,129</u>	<u>135,872</u>	<u>15,486</u>	<u>28,752</u>	<u>11,832</u>	<u>259</u>	<u>17,154</u>	<u>1,975</u>	<u>8,033</u>	<u>-</u>	<u>(58,036)</u>	<u>210,456</u>
Cost of sales													(175,189)
Gross profit													<u>35,267</u>

For the three-month period ended 30 June 2021

		Consolidated financial information												
		Tires		Tubes		Battery		Rubber part		Shoes		Lube Oil & Rubber		Total
Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Overseas	Overseas	Others	Eliminated	
Sales														
At point in time	48,246	124,137	18,196	23,569	8,887	15,493	5,612	958	3,001	(47,105)	200,994			
Over the time	-	-	-	-	-	-	-	-	-	-	-	-	-	
	48,246	124,137	18,196	23,569	8,887	15,493	5,612	958	3,001	(47,105)	200,994			
Cost of sales														
													(161,201)	
Gross profit														
													39,793	

For the six-month period ended 30 June 2022

		Consolidated financial information											Total	
		Tires		Tubes		Battery		Rubber part		Shoes		Lube oil & rubber sundries		
		Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Overseas	Overseas	Others	Eliminated	
Sales														
At point in time	101,422	268,468	31,145	53,029	20,195	716	34,967	3,870	15,513	43	(117,957)	411,411		
Over the time	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	101,422	268,468	31,145	53,029	20,195	716	34,967	3,870	15,513	43	(117,957)	411,411		
Cost of sales														
														(346,273)
Gross profit														
														64,688

For the six-month period ended 30 June 2021

(Unit : Thousand Baht)

Consolidated financial information

	Consolidated financial information												Total	
	Tires		Tubes		Battery		Rubber part		Shoes		Lube Oil & Rubber			Eliminated
	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Overseas	Overseas	Overseas			
Sales														
At point in time	91,951	251,977	33,550	50,929	20,504	31,025	16,385	2,152	6,278	(105,071)				399,680
Over the time	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<u>91,951</u>	<u>251,977</u>	<u>33,550</u>	<u>50,929</u>	<u>20,504</u>	<u>31,025</u>	<u>16,385</u>	<u>2,152</u>	<u>6,278</u>	<u>(105,071)</u>				<u>399,680</u>
Cost of sales														(317,370)
Gross profit														<u>82,310</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		Separate	
	financial information		financial information	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
<u>Trade accounts receivable - general customers</u>				
Not yet due	93,381,974	103,715,821	38,626,774	34,099,980
Over due :				
Less than 3 months	7,523,640	11,330,968	7,360,712	9,174,437
3 - 6 months	940,276	187,428	940,277	480
6 - 12 months	1,316,092	268,438	14,019	82,820
Over 12 months	1,506,047	3,297,414	1,506,047	2,513,533
Total	104,668,029	118,800,069	48,447,829	45,871,250
Less: Allowance for expected credit loss	(2,219,027)	(2,917,460)	(2,062,769)	(2,861,849)
Net	102,449,002	115,882,609	46,385,060	43,009,401
<u>Trade accounts receivable - related parties</u>				
Not yet due	255,435	291,443	20,622,586	20,838,412
Overdue:				
Less than 3 months	296,500	259,882	288,377	259,882
Total	551,935	551,325	20,910,963	21,098,294

During the six-month period ended 30 June 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	(466,771)	(565,889)
Write off bad debt	(233,191)	(233,191)
Exchange differences from financial statements translation	1,529	-
Balance as at 30 June 2022	<u>2,219,027</u>	<u>2,062,769</u>

6. Inventories

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
Raw materials	52,467,274	38,279,779	51,506,635	37,815,930
Work in process	11,203,240	12,988,117	9,041,601	11,796,533
Finished goods	107,718,996	87,033,776	42,254,222	23,062,198
Supply inventories	2,779,388	2,948,534	2,005,494	2,356,101
Fuel	2,409,308	465,595	2,364,684	465,595
Packaging	4,084,151	3,778,961	4,062,336	3,748,539
Goods in transit	<u>3,942,878</u>	<u>6,461,313</u>	-	-
Total	184,605,235	151,956,075	111,234,972	79,244,896
Less: Allowance for obsolete and devaluation of inventories	<u>(3,075,746)</u>	<u>(5,134,791)</u>	<u>(582,068)</u>	<u>(556,104)</u>
Net	<u>181,529,489</u>	<u>146,821,284</u>	<u>110,652,904</u>	<u>78,688,792</u>

During the six-month period ended 30 June 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	38,412	25,964
Less: Reversal of allowances for obsolete inventories	(2,067,301)	-
Exchange differences from financial statements translation	(30,156)	-
	<u> </u>	<u> </u>
Balance as at 30 June 2022	<u>3,075,746</u>	<u>582,068</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	6,435,546	6,031,730
Disposal of assets	(3,871,972)	(3,871,972)
Written off	(50,375)	(50,372)
Depreciation during the period	(20,198,246)	(17,469,032)
Exchange differences from financial statements translation	24,976	-
	<u> </u>	<u> </u>
Property, plant and equipment as at 30 June 2022	<u>547,117,423</u>	<u>376,503,949</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)	<u>Consolidated and separate financial information</u>
Right-of-use assets as at 31 December 2021	4,355,789
Amortisation during the period	<u>(255,882)</u>
Right-of-use assets as at 30 June 2022	<u>4,099,907</u>

8. Intangible assets

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

(Unit : Baht)	<u>Consolidated financial information</u>	<u>Separate financial information</u>
Intangible assets as at 31 December 2021	115,371,941	1,141,493
Purchase of intangible assets	440,103	420,603
Amortisation during the period	(2,331,890)	(155,158)
Exchange differences from financial statements translation	<u>(1,285,267)</u>	-
Intangible assets as at 30 June 2022	<u>112,194,887</u>	<u>1,406,938</u>

9. Investments in subsidiaries

(Unit : Baht)	<u>Separate financial information</u>	
	<u>30 June 2022</u>	<u>31 December 2021</u>
Investment - net book value	<u>413,614,932</u>	<u>413,614,932</u>
Dividend received during the period/year	<u>16,239,770</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.

At the 2022 Annual General Meeting of Shareholder of N.D. Interparts Co., Ltd. (subsidiary company), held on 19 April 2022, the shareholders of subsidiary passed the resolution to pay dividend from profit for the year ended 31 December 2021 at Baht 10 per share, totalling Baht 0.61 million. The dividend was paid by subsidiary on 13 May 2022.

At the Board of Director's meeting No. 2/2022 held on 12 May 2022, the Board of Director passed a resolution to approve a joint investment with N.D. Interparts Co., Ltd. for establishment of N.D. Green Planet Co., Ltd. at the shareholding portion of 88.97% and 11.03%, respectively. N.D. Green Planet Co., Ltd. is engaged in producing and distributing electricity from the solar energy for the Company and N.D. Interparts Co., Ltd. The said company has registered share capital of Baht 1,000,000 with the 10,000 ordinary share at Baht 100 par value, and incorporated with the Department of Business Development, Ministry of Commerce on 5 July 2022.

10. Investment in associated company

(Unit : Baht)

Separate
financial information

Investment - net book value

100,333,100

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

(Unit : Baht)

Consolidated
financial information

Investment in associated company as at 31 December 2021

100,091,025

Share of profit from investment in associated company

1,126,198

Investment in associated company as at 30 June 2022

101,217,223

11. Bank overdraft and short-term loans from banks

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
Bank overdraft	-	33	-	33
Short-term loan	-	9,424,758	-	-
Promissory note	105,000,000	95,000,000	105,000,000	95,000,000
Liabilities under trust receipts	17,873,755	26,101,683	17,873,755	26,101,683
Total	122,873,755	130,526,474	122,873,755	121,101,716

As at 30 June 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 30 June 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	67,216
Less: Payment during the period	(461,603)
Lease liabilities as at 30 June 2022	<u>1,444,572</u>
Lease liabilities	1,617,213
Less: Deferred interest	(172,641)
	<u>1,444,572</u>
Less: Current portion	(467,468)
Net	<u>977,104</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)	<u>Consolidated</u>		<u>Separate</u>	
	<u>financial information</u>		<u>financial information</u>	
	<u>For the three-month periods ended 30 June</u>			
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Subsidiary companies				
Sales of goods	-	-	140,771	19,796
Purchase of raw materials	-	-	1,224,476	547,084
Rental and other service income	-	-	450,000	414,000
Dividend income	-	-	559,770	8,171,780
Indirect subsidiary company				
Sales of goods	-	-	56,741,801	47,395,403
Related parties				
Sales of goods	767,424	847,442	767,424	847,442
Purchase of raw materials	158,228	147,170	76,406	116,810

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the six-month periods ended 30 June			
	2022	2021	2022	2021
Subsidiary companies				
Sales of goods	-	-	160,422	127,183
Purchase of raw materials	-	-	1,836,491	1,166,762
Rental and other service income	-	-	900,000	828,000
Dividend income	-	-	16,239,770	8,171,780
Indirect subsidiary company				
Sales of goods	-	-	115,960,008	103,777,403
Related parties				
Sales of goods	1,708,001	1,725,497	1,708,001	1,725,497
Purchase of raw materials	450,261	257,396	120,394	204,476

Balances outstanding with related parties were as below.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
Trade accounts receivable - related parties				
Subsidiary companies	-	-	132,865	19,009
Indirect subsidiary company	-	-	20,226,163	20,527,960
Related parties	551,935	551,325	551,935	551,325
Total	551,935	551,325	20,910,963	21,098,294
Trade accounts payable - related parties				
Subsidiary companies	-	-	1,060,548	447,515
Related parties	27,173	217,372	17,783	161,664
Total	27,173	217,372	1,078,331	609,179
Other payable - subsidiary company				
	-	-	88,179	86,299

Key management personnel compensation for the three-month and six-month periods ended 30 June 2022 and 2021.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the three-month periods ended 30 June			
	2022	2021	2022	2021
Current employee benefit	2,119,451	3,193,347	1,868,651	1,965,139
Provision for post-employment benefit	38,983	34,830	32,197	30,220
Total	2,158,434	3,228,177	1,900,848	1,995,359

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the six-month periods ended 30 June			
	2022	2021	2022	2021
Current employee benefit	4,233,452	6,117,305	3,730,452	3,748,638
Provision for post-employment benefit	77,967	69,660	64,395	60,440
Total	4,311,419	6,186,965	3,794,847	3,809,078

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, equivalent 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.

As at 30 June 2022, the warrants are excluded from the computation of diluted earnings per share as the exercised price is higher than the fair value of the ordinary shares.

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:

- Cash and cash equivalents
- Trade receivables
- Bank overdraft and short-term loan from bank
- Trade payables
- Other accounts payable
- Accounts payable for purchase of fixed assets
- Lease liabilities

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 30 June 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 30 June 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 and promissory note	142,150,000	(105,000,000)	37,150,000
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	(17,873,755)	132,126,245
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 and promissory note	142,150,000	(105,000,000)	37,150,000
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	(17,873,755)	132,126,245
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 0.72 million.

