

**CAZ (Thailand) Public Company Limited
and its Subsidiary**

Condensed interim financial statements
for the three-month period ended
31 March 2022

and

Independent auditor's review report



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Independent Auditor’s Report on Review of Interim Financial Information

To the Board of Directors of CAZ (Thailand) Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of CAZ (Thailand) Public Company Limited and its subsidiary, and of CAZ (Thailand) Public Company Limited, respectively, as at 31 March 2022; the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2022; and condensed notes (“interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

(Vipavan Pattavanvivek)
Certified Public Accountant
Registration No. 4795

KPMG Phoomchai Audit Ltd.
Bangkok
10 May 2022

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		31 March	31 December	31 March	31 December
		2022	2021	2022	2021
Assets		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Current assets					
Cash and cash equivalents		161,219	262,451	160,281	261,628
Trade and other current receivables	3	473,093	324,145	517,810	371,204
Contract assets	4	565,652	617,007	565,652	617,007
Short-term loans to a related party	2	-	-	40,000	40,000
Inventories		26,886	40,841	26,739	40,695
Other current assets		13,729	10,803	11,745	8,822
Total current assets		1,240,579	1,255,247	1,322,227	1,339,356
Non-current assets					
Restricted deposit at financial institution		7,688	7,688	7,688	7,688
Investment in a subsidiary		-	-	7,390	7,390
Property, plant and equipment	5	551,641	557,761	536,246	542,134
Intangible assets		11,897	12,376	11,429	11,894
Retention receivables	4	116,211	96,977	116,211	96,977
Withholding tax deducted at source		44,161	35,360	37,039	30,073
Deposits		6,205	4,410	1,709	1,600
Deferred tax assets		3,062	2,705	2,726	2,394
Total non-current assets		740,865	717,277	720,438	700,150
Total assets		1,981,444	1,972,524	2,042,665	2,039,506

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

	<i>Note</i>	Consolidated financial		Separate financial	
		statements		statements	
		31 March	31 December	31 March	31 December
Liabilities and equity		2022	2021	2022	2021
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<i>Current liabilities</i>					
Short-term borrowings from financial institutions		187,718	373,502	187,718	373,502
Trade and other current payables		413,112	377,923	467,690	437,717
Contract liabilities	4	318,257	289,857	318,257	289,857
Short-term borrowings from other party		20,000	20,000	20,000	20,000
Short-term borrowings from a related party	2	70,000	-	70,000	-
Current portion of long-term borrowings					
from financial institutions		38,480	38,640	38,480	38,640
Current portion of lease liabilities		29,154	30,988	25,623	27,478
Other current liabilities		53,409	44,397	49,216	41,419
Total current liabilities		1,130,130	1,175,307	1,176,984	1,228,613
<i>Non-current liabilities</i>					
Long-term borrowings from financial institutions		77,440	87,660	77,440	87,660
Lease liabilities		23,404	29,030	20,214	24,950
Retention payables		18,658	11,957	57,918	47,423
Non-current provisions for employee benefits		7,544	7,281	5,865	5,733
Total non-current liabilities		127,046	135,928	161,437	165,766
Total liabilities		1,257,176	1,311,235	1,338,421	1,394,379

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2022 (Unaudited)	31 December 2021	31 March 2022 (Unaudited)	31 December 2021
<i>(in thousand Baht)</i>					
Liabilities and equity					
Equity					
Share capital:					
Authorised share capital <i>(294,000 thousand ordinary shares, par value at Baht 0.5 per share)</i>		147,000	147,000	147,000	147,000
Issued and paid-up share capital <i>(294,000 thousand ordinary shares par value at Baht 0.5 per share)</i>		147,000	147,000	147,000	147,000
Share premium on ordinary shares		246,105	246,105	246,105	246,105
Retained earnings					
Appropriated					
Legal reserve		14,700	14,700	14,700	14,700
Unappropriated		299,786	237,815	290,069	230,952
Other components of equity		8,453	8,453	6,370	6,370
Equity attributable to owners of the parent		716,044	654,073	704,244	645,127
Non-controlling interests		8,224	7,216	-	-
Total equity		724,268	661,289	704,244	645,127
Total liabilities and equity		1,981,444	1,972,524	2,042,665	2,039,506

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of comprehensive income (Unaudited)

	Consolidated financial		Separate financial	
	statements		statements	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
Note	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Revenue				
Revenues from construction contracts	782,249	467,099	782,249	467,099
Costs of construction contracts	<u>(677,085)</u>	<u>(413,880)</u>	<u>(684,976)</u>	<u>(419,503)</u>
Gross profit	105,164	53,219	97,273	47,596
Other income	660	477	1,325	1,047
Administrative expenses	<u>(22,474)</u>	<u>(21,996)</u>	<u>(20,191)</u>	<u>(20,191)</u>
Profit from operating activities	83,350	31,700	78,407	28,452
Finance costs	<u>(5,087)</u>	<u>(7,902)</u>	<u>(4,960)</u>	<u>(7,771)</u>
Profit before income tax expense	78,263	23,798	73,447	20,681
Income tax expense	<u>(15,284)</u>	<u>(4,234)</u>	<u>(14,330)</u>	<u>(3,571)</u>
Profit for the period	<u>62,979</u>	<u>19,564</u>	<u>59,117</u>	<u>17,110</u>
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Gain on remeasurements of defined benefit plans	-	1,750	-	1,750
Income tax relating to items that will not be reclassified	<u>-</u>	<u>(350)</u>	<u>-</u>	<u>(350)</u>
Total items that will not be reclassified to profit or loss	<u>-</u>	<u>1,400</u>	<u>-</u>	<u>1,400</u>
Other comprehensive income for the period, net of tax	<u>-</u>	<u>1,400</u>	<u>-</u>	<u>1,400</u>
Total comprehensive income for the period	<u>62,979</u>	<u>20,964</u>	<u>59,117</u>	<u>18,510</u>

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of comprehensive income (Unaudited)

	Consolidated financial		Separate financial	
	statements		statements	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
Note	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Profit attributable to:				
Owners of the parent	61,971	18,915	59,117	17,110
Non-controlling interests	1,008	649	-	-
	<u>62,979</u>	<u>19,564</u>	<u>59,117</u>	<u>17,110</u>
Total comprehensive income attributable to:				
Owners of the parent	61,971	20,315	59,117	18,510
Non-controlling interests	1,008	649	-	-
	<u>62,979</u>	<u>20,964</u>	<u>59,117</u>	<u>18,510</u>
Basic earnings per share (in Baht)	7	0.21	0.06	0.20
		<u>0.06</u>	<u>0.20</u>	<u>0.06</u>

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

CAZ (Thailand) Public Company Limited and its Subsidiary
Statement of changes in equity (Unaudited)

	Consolidated financial statements									
	Retained earnings		Other components of equity					Equity attributable to owners of the parent	Non-controlling interests	Total equity
	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Share-based payment	Changes in parent's ownership interest in subsidiary	Total other components of equity			
<i>(in thousand Baht)</i>										
Three-month period ended 31 March 2021										
Balance at 1 January 2021	140,000	246,105	11,952	116,028	6,370	2,083	8,453	522,538	5,676	528,214
Comprehensive income for the period										
Profit for the period	-	-	-	18,915	-	-	-	18,915	649	19,564
Other comprehensive income	-	-	-	1,400	-	-	-	1,400	-	1,400
Total comprehensive income for the period	-	-	-	20,315	-	-	-	20,315	649	20,964
Balance at 31 March 2021	140,000	246,105	11,952	136,343	6,370	2,083	8,453	542,853	6,325	549,178

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

CAZ (Thailand) Public Company Limited and its Subsidiary
Statement of changes in equity (Unaudited)

	Consolidated financial statements											
	Retained earnings		Other components of equity							Equity attributable to owners of the parent	Non-controlling interests	Total equity
	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated reserve	Share-based payment	Changes in parent's ownership interest in subsidiary	Total other components of equity					
<i>(in thousand Baht)</i>												
Three-month period ended 31 March 2022												
Balance at 1 January 2022	147,000	246,105	14,700	237,815	6,370	2,083	8,453	654,073	7,216	661,289		
Comprehensive income for the period												
Profit for the period	-	-	-	61,971	-	-	-	61,971	1,008	62,979		
Total comprehensive income for the period	-	-	-	61,971	-	-	-	61,971	1,008	62,979		
Balance at 31 March 2022	147,000	246,105	14,700	299,786	6,370	2,083	8,453	716,044	8,224	724,268		

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of changes in equity (Unaudited)

	Separate financial statements						Total equity
	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings	Legal reserve	Share-based payment	Total other components of equity	
Three-month period ended 31 March 2021							
Balance at 1 January 2021	140,000	246,105	11,952	112,673	6,370	6,370	517,100
Comprehensive income for the period							
Profit for the period	-	-	-	17,110	-	-	17,110
Other comprehensive income	-	-	-	1,400	-	-	1,400
Total comprehensive income for the period	-	-	-	18,510	-	-	18,510
Balance at 31 March 2021	140,000	246,105	11,952	131,183	6,370	6,370	535,610

(in thousand Baht)

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of changes in equity (Unaudited)

	Separate financial statements					Total equity
	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings	Other components of equity	Total other components of equity	
Three-month period ended 31 March 2022						
Balance at 1 January 2022	147,000	246,105	14,700	230,952	6,370	645,127
Comprehensive income for the period						
Profit for the period	-	-	-	59,117	-	59,117
Total comprehensive income for the period	-	-	-	59,117	-	59,117
Balance at 31 March 2022	147,000	246,105	14,700	290,069	6,370	704,244

(in thousand Baht)

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

CAZ (Thailand) Public Company Limited and its Subsidiary
Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	62,979	19,564	59,117	17,110
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Finance costs	5,087	7,902	4,960	7,771
Depreciation and amortisation	17,833	17,317	16,013	15,862
Non-current provisions for employee benefits	263	647	132	500
Gain on disposal of equipment	(171)	(247)	(171)	(247)
Interest income	-	(1)	(523)	(268)
Income tax expense	15,284	4,234	14,330	3,571
	<u>101,275</u>	<u>49,416</u>	<u>93,858</u>	<u>44,299</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other current receivables	(148,948)	(16,756)	(146,083)	(7,674)
Contract assets	51,355	(65,923)	51,355	(65,923)
Inventories	13,955	9,037	13,956	9,157
Other current assets	(2,926)	(479)	(2,923)	(552)
Retention receivables	(19,234)	(7,996)	(19,234)	(7,996)
Deposits	(1,795)	(2,947)	(109)	(1,522)
Trade and other current payables	29,089	(4,335)	23,874	8,625
Contract liabilities	28,400	(8,289)	28,400	(8,289)
Other current liabilities	9,012	(1,194)	7,797	(311)
Retention payables	6,701	609	10,495	3,629
Employee benefits paid	-	(238)	-	-
Net cash generated from (used in) operating activities	<u>66,884</u>	<u>(49,095)</u>	<u>61,386</u>	<u>(26,557)</u>
Interest paid	(4,950)	(7,909)	(4,823)	(7,778)
Income tax paid	<u>(24,442)</u>	<u>(13,146)</u>	<u>(21,628)</u>	<u>(11,477)</u>
Net cash from (used in) operating activities	<u>37,492</u>	<u>(70,150)</u>	<u>34,935</u>	<u>(45,812)</u>

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of cash flows (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Decrease in restricted deposit at financial institution	-	2,369	-	2,369
Payment of short-term loans to a subsidiary	-	-	-	(25,000)
Acquisition of property, plant and equipment	(5,278)	(2,432)	(3,705)	(2,297)
Acquisition of intangible assets	-	(504)	-	(504)
Proceeds from disposal of equipment	178	477	178	477
Interest received	-	1	-	1
Net cash used in investing activities	(5,100)	(89)	(3,527)	(24,954)
<i>Cash flows from financing activities</i>				
Proceeds from short-term borrowings from financial institutions	150,641	272,341	150,641	272,341
Repayment of short-term borrowings from financial institutions	(336,425)	(297,010)	(336,425)	(297,010)
Repayment of lease liabilities	(7,460)	(7,456)	(6,591)	(6,869)
Repayment of long-term borrowings from financial institutions	(10,380)	(10,380)	(10,380)	(10,380)
Proceeds from short-term borrowings from a related party	100,000	150,000	100,000	150,000
Repayment of short-term borrowings from a related party	(30,000)	(150,000)	(30,000)	(150,000)
Net cash used in financing activities	(133,624)	(42,505)	(132,755)	(41,918)
Net decrease in cash and cash equivalents	(101,232)	(112,744)	(101,347)	(112,684)
Cash and cash equivalents at 1 January	262,451	142,410	261,628	141,339
Cash and cash equivalents at 31 March	161,219	29,666	160,281	28,655
<i>Supplement disclosures of cash flows information</i>				
Non-cash transactions				
Acquisitions of property, plant and equipment for which payments have not yet made	7,006	-	7,006	-
Acquisitions of right-of-use assets under leases	780	7,832	780	7,832

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

CAZ (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2022 (Unaudited)

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CAZ (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2022 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements and were approved and authorised for issue by the Board of Directors on 10 May 2022.

1 Basis of preparation of the interim financial statements

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiary for the year ended 31 December 2021.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2021.

2 Related parties

<i>Significant transactions with related parties</i> <i>Three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Parent				
Interest expense	652	1,253	652	1,253
Subsidiary				
Rental income	-	-	84	258
Service income	-	-	58	46
Interest income	-	-	523	267
Costs of construction contracts	-	-	96,420	75,532
Key management personnel				
Key management personnel compensation				
Short-term employee benefits <i>(including</i> <i>director’s remuneration)</i>	5,201	4,291	4,156	3,545
Post-employment benefits	17	142	17	142
Total key management personnel compensation	5,218	4,433	4,173	3,687
Other related parties				
Rental income	45	36	45	36
Service income	15	19	15	19
Costs of construction contracts	5,611	2,931	5,611	2,931

CAZ (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2022 (Unaudited)

Balances as at 31 March 2022 and 31 December 2021 with related parties were as follows:

	Consolidated financial statements		Separate financial statement	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	<i>(in thousand Baht)</i>			
<i>Other current receivables</i>				
Subsidiary	-	-	3,138	2,621
Other related parties	43	36	43	36
Total	43	36	3,181	2,657
<i>Advance payments to subcontractor (included in other current receivables)</i>				
Subsidiary	-	-	44,565	47,378
<i>Trade payables</i>				
Subsidiary	-	-	13,751	12,070
Other related parties	9,993	6,994	9,993	6,994
Total	9,993	6,994	23,744	19,064
<i>Accrued expenses (included in other current payables)</i>				
Parent	275	-	275	-
Subsidiary	-	-	89,355	91,099
Other related parties	5,034	5,952	5,034	5,952
Total	5,309	5,952	94,664	97,051
<i>Retention payables</i>				
Subsidiary	-	-	39,305	35,466

	Interest rate		Separate financial statements			
	31 December 2021	31 March 2022	31 December 2021	Increase	Decrease	31 March 2022
<i>Loans to</i>	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Subsidiary	5.30	5.30	40,000	-	-	40,000

	Interest rate		Consolidated / Separate financial statements			
	31 December 2021	31 March 2022	31 December 2021	Increase	Decrease	31 March 2022
<i>Loans from</i>	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Parent	-	5.00	-	100,000	(30,000)	70,000

CAZ (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2022 (Unaudited)

3 Trade and other current receivables

		Consolidated		Separate	
		financial statements		financial statements	
		31	31	31	31
		March	December	March	December
	<i>Note</i>	2022	2021	2022	2021
		<i>(in thousand Baht)</i>			
Trade receivables					
Other parties		448,808	297,797	448,808	297,797
Less allowance for expected credit loss		-	-	-	-
Net		<u>448,808</u>	<u>297,797</u>	<u>448,808</u>	<u>297,797</u>
Other current receivables					
Subsidiary	2	-	-	3,138	2,621
Other related parties	2	43	36	43	36
Other parties		58	58	58	58
Prepaid expenses		13,098	13,504	10,966	11,783
Advance payments to subcontractor					
- related party	2	-	-	44,565	47,378
Advance payments to subcontractors		11,086	12,750	10,232	11,531
Total		<u>24,285</u>	<u>26,348</u>	<u>69,002</u>	<u>73,407</u>
Total trade and other current receivables		<u>473,093</u>	<u>324,145</u>	<u>517,810</u>	<u>371,204</u>

As at 31 March 2022, the Company had pledged of Baht 11.29 million of trade receivables as collateral for short-term borrowings from financial institution (31 December 2021: Nil).

CAZ (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2022 (Unaudited)

4 Contract assets and contract liabilities

The Group has outstanding contract assets and contract liabilities with customers were as follow:

	Consolidated financial statements		Separate financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	<i>(in thousand Baht)</i>			
Contract assets				
Total project value	5,344,746	6,950,110	5,344,746	6,950,110
Accumulated amount recognised as revenue on percentage of completion basis	2,815,086	3,992,067	2,815,086	3,992,067
Less value of total billed	<u>(2,249,434)</u>	<u>(3,375,060)</u>	<u>(2,249,434)</u>	<u>(3,375,060)</u>
Total contract assets	<u>565,652</u>	<u>617,007</u>	<u>565,652</u>	<u>617,007</u>
Retention receivables	<u>116,211</u>	<u>96,977</u>	<u>116,211</u>	<u>96,977</u>
Contract liabilities				
Total project value	2,275,607	2,165,829	2,275,607	2,165,829
Value of total billed	1,616,673	1,277,698	1,616,673	1,277,698
Less Accumulated amount recognised as revenue on percentage of completion basis	<u>(1,407,370)</u>	<u>(1,136,503)</u>	<u>(1,407,370)</u>	<u>(1,136,503)</u>
	<u>209,303</u>	<u>141,195</u>	<u>209,303</u>	<u>141,195</u>
Advance received from construction contracts	<u>108,954</u>	<u>148,662</u>	<u>108,954</u>	<u>148,662</u>
Total contract liabilities	<u>318,257</u>	<u>289,857</u>	<u>318,257</u>	<u>289,857</u>

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5 Property, plant and equipment

The movement of property, plant and equipment for the three-month period ended 31 March 2022 was as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
<i>Net book value</i>		
At 1 January	557,761	542,134
Additions	11,241	9,668
Disposals	(7)	(7)
Depreciation charge for the period	(17,354)	(15,549)
At 31 March	551,641	536,246

During the three-month period ended 31 March 2022, the Company leased land for 2 years and made fixed payments during the lease term. The Company recognised right-of-use assets amounting to Baht 0.78 million.

As at 31 March 2022, net book value of property, plant and equipment of the Group and the Company of Baht 448.87 million and Baht 439.65 million, respectively have been pledged for long-term borrowings from financial institution (*31 December 2021: Baht 456.08 million and Baht 446.05 million, respectively*).

6 Segment information and disaggregation of revenue

Geographical segments

The Group is operates principally in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

Business segments

Management considers that the Group operates in a single line of business, namely construction business, therefore, only one reportable segment.

Timing of revenue recognition

Total revenues of the Group has timing of revenue recognition by over time.

7 Basic earnings per share

The calculations of basic earnings per share were based on the profit for the period attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the period after adjusting the change in the number of ordinary shares as a result of the distribution of stock dividends to the shareholders according to the resolution of Annual General Meeting of the shareholders of the Company held on 23 April 2021 as if such change had occurred at the beginning of the earliest reporting period as follows:

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<i>For the three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	61,971	18,915	59,117	17,110
Number of ordinary shares outstanding (basic)	294,000	294,000	294,000	294,000
Earnings per share (basic) (in Baht)	0.21	0.06	0.20	0.06

8 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

	Consolidated / Separate financial statements				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
	<i>(in thousand Baht)</i>				
At 31 March 2022					
Financial liabilities					
Long-term borrowings from financial institutions	115,920	-	-	115,515	115,515
At 31 December 2021					
Financial liabilities					
Long-term borrowings from financial institutions	126,300	-	-	125,846	125,846

Impairment loss

Allowance for impairment loss for trade receivables and contract assets are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the historical credit loss experience, adjusted for factors that are specific to the debtors and assessment of both the current and forecast general economic conditions.

Trade receivables	Consolidated financial statements		Separate financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	<i>(in thousand Baht)</i>			
Other parties				
Within credit terms	447,407	284,690	447,407	284,690
Overdue:				
Less than 3 months	1,401	13,107	1,401	13,107
Total	448,808	297,797	448,808	297,797
Less allowance for expected credit loss	-	-	-	-
Net	448,808	297,797	448,808	297,797

The normal credit term granted by the Group ranges from 30 days to 45 days.

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9 Commitments with non-related parties

<i>At 31 March 2022</i>	Consolidated / Separate financial statements <i>(in thousand Baht)</i>
<i>Other commitments</i>	
Purchase orders for construction materials	71,221
Bank guarantees	1,084,302
Total	<u>1,155,523</u>

10 Contingent liabilities

The Company has been sued for a damage case by a company (“plaintiff”) for breach of service contract in amount of Baht 18.31 million. The Company received a subpoena from the Civil Court on 30 November 2019. In this regard, the Company submitted a petition requesting and counterclaims on 27 January 2020. The Company sued to plaintiff seeking compensation of Baht 17.1 million for losses resulting from breach of service contract. The Court of the First Instance’s judgement dated on 23 December 2020 considered that the termination from both parties have voluntarily terminated the contract since 27 September 2019. The Company has liable for payment of service contract to the plaintiff plus interest rate at 7.5% per annum starting from 3 November 2019 and the plaintiff has to return advance payment to the Company. The remaining liability that the Company has to paid to plaintiff amounting to Baht 3.12 million. As a result, the Company has recorded the provision followed by the Court of the First Instance’s judgement.

Subsequently, the Appeal Court announced the judgement dated on 30 November 2021 agreed with the Court of the First Instance and considered the plaintiff and the Company have the voluntarily terminated the contract which either parties cannot claim damages from each other. Resulting to, the plaintiff has to return an advance payment after off-setting the contract value which the Company has to pay to the plaintiff amounting to Baht 2.57 million including, interest at the rate of 7.5% per annum from 24 January 2020 to 10 April 2021 and at the rate of 5% per annum from 11 April 2021 until the payment is complete to the Company. However, the interest rate may be adjusted, decreased or increased in accordance with the Royal Decree enacted under the revised Civil and Commercial Code, Section 7, plus a rate of 2% per annum but must not exceed the rate of 7.5% per annum.

Currently, the Company is in the process of the execution the judgement to against the plaintiff to comply with the Appeal Court’s judgement. Meanwhile, the plaintiff applied for extend the period of petition and the Supreme Court has permitted the extension period for filling a petition until 30 April 2022. Therefore, the Company remained the provision followed by the Court of the First Instance’s judgement.

11 Event after the reporting period

At the Annual General Meeting of the shareholders of the Company held on 22 April 2022, the shareholders approved the dividend payment from the operating results for the year ended 31 December 2021 at the rate of Baht 0.16 per share, amounting to Baht 47.04 million. The record date to determine the name of shareholders who are entitled to receive dividend is 18 March 2022 and the payment date is 20 May 2022.