

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

Condensed interim financial statements
for the three-month and nine-month periods ended
30 September 2020
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 30 September 2020; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2020, the consolidated and separate statements of changes in equity and cash flows for the nine-month periods ended 30 September 2020; 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".

Other Matter

The 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 December 2019, which are included as comparative information, were audited by another auditor who expressed an unqualified opinion thereon in his report dated 27 February 2020. Furthermore, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2019, the consolidated and separate statements of changes in equity and cash flows for the nine-month period ended 30 September 2019 of CAZ (Thailand) Public Company Limited and its subsidiary and of CAZ (Thailand) Public Company Limited, respectively, which are included as comparative information, were reviewed by another auditor who expressed an unmodified conclusion thereon in his report dated 11 November 2019.



(Vipavan Pattavanvivek)
Certified Public Accountant
Registration No. 4795

KPMG Phoomchai Audit Ltd.
Bangkok
9 November 2020

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		30 September	31 December	30 September	31 December
		2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
(in thousand Baht)					
Current assets					
Cash and cash equivalents		2,452	31,330	1,697	30,135
Trade and other current receivables	4	244,513	186,078	323,203	282,018
Contract assets	5	545,999	564,883	545,999	564,883
Short-term loans to a related party	3	-	-	-	40,000
Inventories		29,180	9,719	29,180	9,465
Other current assets		12,175	13,156	10,780	12,054
Total current assets		834,319	805,166	910,859	938,555
Non-current assets					
Restricted deposit at financial institution		25,601	32,948	25,601	32,948
Investment in a subsidiary	6	-	-	7,390	7,390
Property, plant and equipment	7	561,258	527,967	545,157	506,222
Intangible assets		12,508	11,282	11,951	11,233
Retention receivables	5	41,390	10,567	41,390	10,567
Withholding tax deducted at source		117,983	96,481	101,290	81,363
Deposits		1,850	2,107	987	1,798
Deferred tax assets		1,362	1,085	1,149	965
Total non-current assets		761,952	682,437	734,915	652,486
Total assets		1,596,271	1,487,603	1,645,774	1,591,041

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

		Consolidated financial		Separate financial	
		statements		statements	
		30 September	31 December	30 September	31 December
Liabilities and equity	Note	2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current liabilities</i>					
Bank overdrafts		23,941	16,706	23,941	16,706
Short-term borrowings from financial institutions		199,829	222,247	199,829	222,247
Trade and other current payables		329,737	327,157	372,443	438,128
Contract liabilities	5	171,633	217,248	171,633	217,248
Short-term borrowings from related parties	3	133,500	2,500	133,500	-
Current portion of long-term borrowings					
from financial institutions		39,360	38,640	39,360	38,640
Current portion of lease liabilities					
(2019: Current portion of finance lease liabilities)		17,486	8,345	15,120	6,223
Other current liabilities		29,427	21,380	21,747	16,159
Total current liabilities		944,913	854,223	977,573	955,351
<i>Non-current liabilities</i>					
Long-term borrowings from financial institutions		93,240	105,060	93,240	105,060
Lease liabilities (2019: Finance lease liabilities)		25,170	20,688	19,431	13,033
Retention payables		7,678	8,299	39,381	22,095
Non-current provisions for employee benefits		6,671	5,057	5,620	4,474
Total non-current liabilities		132,759	139,104	157,672	144,662
Total liabilities		1,077,672	993,327	1,135,245	1,100,013

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

CAZ (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

		Consolidated financial statements		Separate financial statements	
		30 September	31 December	30 September	31 December
Liabilities and equity	Note	2020	2019	2020	2019
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Equity</i>					
Share capital:					
Authorised share capital					
(280,000 thousand ordinary shares, par value at Baht 0.5 per share)		140,000	140,000	140,000	140,000
Issued and paid-up share capital					
(280,000 thousand ordinary shares, par value at Baht 0.5 per share)		140,000	140,000	140,000	140,000
Share premium on ordinary shares		246,105	246,105	246,105	246,105
Retained earnings					
Appropriated					
Legal reserve		9,150	9,150	9,150	9,150
Unappropriated		110,017	87,313	108,904	89,403
Other components of equity		8,453	8,453	6,370	6,370
Equity attributable to owners of the parent		513,725	491,021	510,529	491,028
Non-controlling interests		4,874	3,255	-	-
Total equity		518,599	494,276	510,529	491,028
Total liabilities and equity		1,596,271	1,487,603	1,645,774	1,591,041

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 statements		Separate financial statements	
	Three-month period ended		Three-month period ended	
	30 September		30 September	
Note	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Revenue				
Revenues from construction contracts	579,680	496,139	579,680	496,139
Costs of construction contracts	<u>(533,434)</u>	<u>(447,797)</u>	<u>(540,584)</u>	<u>(450,868)</u>
Gross profit	46,246	48,342	39,096	45,271
Other income	1,098	2,295	1,830	7,618
Administrative expenses	<u>(15,244)</u>	<u>(18,970)</u>	<u>(13,492)</u>	<u>(17,016)</u>
Profit from operating activities	32,100	31,667	27,434	35,873
Finance costs	<u>(6,496)</u>	<u>(4,642)</u>	<u>(6,346)</u>	<u>(4,556)</u>
Profit before income tax expense	25,604	27,025	21,088	31,317
Income tax expense	<u>(5,551)</u>	<u>(6,282)</u>	<u>(4,391)</u>	<u>(6,277)</u>
Profit for the period	20,053	20,743	16,697	25,040
Other comprehensive income				
Other comprehensive income for the period, net of tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	20,053	20,743	16,697	25,040

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 statements		Separate financial statements	
	Three-month period ended 30 September		Three-month period ended 30 September	
Note	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Profit attributable to:				
Owners of parent	19,154	20,738	16,697	25,040
Non-controlling interests	899	5	-	-
	<u>20,053</u>	<u>20,743</u>	<u>16,697</u>	<u>25,040</u>
Total comprehensive income attributable to:				
Owners of parent	19,154	20,738	16,697	25,040
Non-controlling interests	899	5	-	-
	<u>20,053</u>	<u>20,743</u>	<u>16,697</u>	<u>25,040</u>
Basic earnings per share <i>(in Baht)</i>	9	0.07	0.07	0.06
		<u>0.07</u>	<u>0.06</u>	<u>0.09</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 statements		Separate financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
Note	2020	2019	2020	2019
	(in thousand Baht)			
Revenue				
Revenues from construction contracts	1,755,172	1,450,799	1,755,172	1,450,799
Costs of construction contracts	<u>(1,616,029)</u>	<u>(1,308,047)</u>	<u>(1,630,312)</u>	<u>(1,317,459)</u>
Gross profit	139,143	142,752	124,860	133,340
Other income	2,287	5,137	4,742	12,286
Administrative expenses	<u>(53,449)</u>	<u>(58,604)</u>	<u>(48,249)</u>	<u>(52,557)</u>
Profit from operating activities	87,981	89,285	81,353	93,069
Finance costs	<u>(19,573)</u>	<u>(11,125)</u>	<u>(19,049)</u>	<u>(11,018)</u>
Profit before income tax expense	68,408	78,160	62,304	82,051
Income tax expense	<u>(14,097)</u>	<u>(16,534)</u>	<u>(12,815)</u>	<u>(16,491)</u>
Profit for the period	54,311	61,626	49,489	65,560
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Gain on remeasurements of defined benefit plans, net of tax	<u>-</u>	<u>173</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period, net of tax	-	173	-	-
Total comprehensive income for the period	54,311	61,799	49,489	65,560

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 statements		Separate financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
Note	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Profit attributable to:				
Owners of parent	52,692	61,569	49,489	65,560
Non-controlling interests	1,619	57	-	-
	<u>54,311</u>	<u>61,626</u>	<u>49,489</u>	<u>65,560</u>
Total comprehensive income attributable to:				
Owners of parent	52,692	61,695	49,489	65,560
Non-controlling interests	1,619	104	-	-
	<u>54,311</u>	<u>61,799</u>	<u>49,489</u>	<u>65,560</u>
Basic earnings per share <i>(in Baht)</i>	9	0.19	0.22	0.18
		<u>0.24</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										
Note	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
(in thousand Baht)										
Nine-month period ended 30 September 2019										
	100,000	-	5,085	44,312	6,370	2,083	8,453	157,850	3,752	161,602
	-	-	-	196	-	-	-	196	-	196
	100,000	-	5,085	44,508	6,370	2,083	8,453	158,046	3,752	161,798
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners of the parent										
	40,000	246,105	-	-	-	-	-	286,105	-	286,105
10	-	-	-	(28,000)	-	-	-	(28,000)	(1,610)	(29,610)
	40,000	246,105	-	(28,000)	-	-	-	258,105	(1,610)	256,495
Total contributions by and distributions to owners of the parent										
Comprehensive income for the period										
	-	-	-	61,695	-	-	-	61,695	104	61,799
	-	-	-	61,695	-	-	-	61,695	104	61,799
Total comprehensive income for the period										
	140,000	246,105	5,085	78,203	6,370	2,083	8,453	477,846	2,246	480,092
Balance at 30 September 2019										

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)

	Note	Consolidated financial statements						
		Retained earnings		Other components of equity			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	Equity attributable to owners of the parent
<i>(in thousand Baht)</i>								
Nine-month period ended 30 September 2020		140,000	246,105	9,150	87,313	6,370	2,083	491,021
Balance at 1 January 2020								3,255
Transactions with owners, recorded directly in equity								
<i>Distributions to owners of the parent</i>								
Dividends to owners of the Company	10	-	-	-	(29,988)	-	-	(29,988)
<i>Total distributions to owners of the parent</i>		-	-	-	(29,988)	-	-	(29,988)
Comprehensive income for the period								
Profit for the period		-	-	-	52,692	-	-	52,692
Total comprehensive income for the period		-	-	-	52,692	-	-	52,692
Balance at 30 September 2020		140,000	246,105	9,150	110,017	6,370	2,083	513,725
								4,874
								518,599

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)

	Note	Separate financial statements				
		Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings	Other components of equity	
				Legal reserve	Share-based payment	Total other components of equity
				Unappropriated (in thousand Baht)		
Nine-month period ended 30 September 2019						
Balance at 31 December 2018 - as reported		100,000	-	5,085	6,370	151,933
Impact of changes in accounting policies		-	-	196	-	196
Balance at 1 January 2019 - restated		100,000	-	5,085	6,370	152,129
Transactions with owners, recorded directly in equity						
<i>Contributions by and distributions to owners of the parent</i>						
Issue of ordinary shares		40,000	246,105	-	-	286,105
Dividends to owners of the Company	10	-	-	(28,000)	-	(28,000)
Total contributions by and distributions to owners of the parent		40,000	246,105	(28,000)	-	258,105
Comprehensive income for the period						
Profit for the period		-	-	65,560	-	65,560
Total comprehensive income for the period		-	-	65,560	-	65,560
Balance at 30 September 2019		140,000	246,105	5,085	6,370	475,794

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)

	Note	Separate financial statements					Total equity
		Retained earnings			Other components of equity		
		Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated (in thousand Baht)	Share-based payment	
Nine-month period ended 30 September 2020							
Balance at 1 January 2020		140,000	246,105	9,150	89,403	6,370	491,028
Transactions with owners, recorded directly in equity							
Distributions to owners of the parent							
Dividends to owners of the Company		10	-	-	(29,988)	-	(29,988)
Total distributions to owners of the parent			-	-	(29,988)	-	(29,988)
Comprehensive income for the period							
Profit for the period			-	-	49,489	-	49,489
Total comprehensive income for the period			-	-	49,489	-	49,489
Balance at 30 September 2020		140,000	246,105	9,150	108,904	6,370	510,529

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	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	54,311	61,626	49,489	65,560
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Finance costs	19,573	11,125	19,049	11,018
Depreciation and amortisation	44,490	32,021	39,840	27,937
Non-current provisions for employee benefits	1,614	796	1,146	736
(Gain) loss on disposal of equipment	1,115	(578)	1,259	(925)
Interest income	(138)	-	(1,632)	(1,638)
Dividend income	-	-	-	(4,390)
Income tax expense	14,097	16,534	12,815	16,491
	135,062	121,524	121,966	114,789
<i>Changes in operating assets and liabilities</i>				
Trade and other current receivables	(58,435)	(66,188)	(43,799)	(115,742)
Contract assets	18,884	(158,806)	18,884	(158,806)
Inventories	(19,461)	130,662	(19,715)	130,742
Other current assets	981	(4,358)	1,274	(4,340)
Retention receivables	(30,823)	(11,810)	(30,823)	(11,810)
Deposits	257	(539)	811	(487)
Trade and other current payables	738	(24,788)	(67,581)	44,685
Contract liabilities	(45,615)	(142,361)	(45,615)	(142,361)
Other current liabilities	8,047	8,364	5,588	3,749
Retention payables	(621)	127	17,286	5,710
Net cash generated from (used in) operating activities	9,014	(148,173)	(41,724)	(133,871)
Interest paid	(15,212)	(10,895)	(14,633)	(10,862)
Income tax paid	(35,876)	(38,760)	(32,926)	(32,625)
Net cash used in operating activities	(42,074)	(197,828)	(89,283)	(177,358)

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	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2020	2019	2020	2019
	(in thousand Baht)			
<i>Cash flows from investing activities</i>				
Decrease in restricted deposit at financial institution	7,347	5,872	7,347	5,872
Proceeds from short-term loans to a related party	-	-	40,000	-
Short-term loans to a related party	-	-	-	(22,000)
Acquisition of property, plant and equipment	(53,009)	(155,935)	(53,466)	(154,113)
Acquisition of intangible assets	(2,095)	(1,077)	(1,568)	(1,077)
Proceeds from disposal of equipment	1,071	2,072	370	1,773
Interest received	138	-	4,246	149
Dividend received	-	-	-	4,390
Net cash used in investing activities	(46,548)	(149,068)	(3,071)	(165,006)
<i>Cash flows from financing activities</i>				
Proceeds from short-term borrowings from financial institutions	532,440	406,337	532,440	406,337
Repayment of short-term borrowings from financial institutions	(554,858)	(364,500)	(554,858)	(364,500)
Repayment of lease liabilities	(14,985)	(1,329)	(13,313)	(1,210)
Proceeds from issue of shares	-	312,000	-	312,000
Payments on directly attributable expenses of the initial public offering	-	(20,515)	-	(20,515)
Repayment of long-term borrowings from financial institutions	(11,100)	(29,700)	(11,100)	(29,700)
Proceeds from short-term borrowings from related parties	234,685	81,000	234,185	77,500
Repayment of short-term borrowings from related parties	(103,685)	(57,500)	(100,685)	(57,500)
Proceeds from short-term borrowings from third party	-	5,000	-	-
Repayment of short-term borrowings from third party	-	(2,000)	-	-
Dividends paid to owners of the Company	(29,988)	(29,610)	(29,988)	(28,000)
Net cash from financing activities	52,509	299,183	56,681	294,412
Net decrease in cash and cash equivalents	(36,113)	(47,713)	(35,673)	(47,952)
Cash and cash equivalents at 1 January	14,624	35,219	13,429	34,786
Cash and cash equivalents at 30 September	(21,489)	(12,494)	(22,244)	(13,166)

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	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Cash and cash equivalents at 30 September				
Cash and cash equivalents	2,452	1,712	1,697	1,040
Bank overdrafts	<u>(23,941)</u>	<u>(14,206)</u>	<u>(23,941)</u>	<u>(14,206)</u>
	<u>(21,489)</u>	<u>(12,494)</u>	<u>(22,244)</u>	<u>(13,166)</u>
<i>Supplement disclosures of cash flows information</i>				
Non-cash transactions				
Acquisitions of property, plant and equipment for which payments have not yet made	-	6,137	-	6,137
Acquisitions of intangible assets for which payments have not yet made	266	-	266	-
Acquisitions of right-of-use assets under leases	28,608	3,197	28,608	3,197
Transfer directly attributable expenses of the initial public offering to share premium	-	5,380	-	5,380

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 and nine-month periods ended 30 September 2020 (Unaudited)

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CAZ (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2020 (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 financial statements and were approved and authorised for issue by the Board of Directors on 9 November 2020.

1 General information

The principal activities of the Group are as follow:

EPC service	Engineering, Procurement, Construction, Construction management including pre-commissioning and commissioning for Industrial, Energy and Petrochemical/ Chemical Business
Structure Machanic and Piping (SMP) services	Structure Erection, Piping fabrication & Erection, Equipment Erection, Electric and Instrument work including pre-commissioning and commissioning for Industrial, Energy and Petrochemical/ Chemical Business
Civil & Building services	Civil and Building construction works including engineering work for Industrial, Energy Petrochemical/ Chemical Business, and Infrastructure Business
Fabrication and other services	Mechanical Fabrication work (Structure, Vessel, Heat Exchanger, Tanks) including procurement of materials for Energy and Petrochemical/ Chemical Business

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The condensed interim financial statements are presented in the same format as the annual financial statements and prepared its 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 do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. 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 2019.

The Group has initially applied TFRS - Financial instruments standards and TFRS 16 *Leases* which have no material impact on the financial statements.

In addition to the above new and revised TFRS, the Federation of Accounting Professions has issued a number of other new and revised TFRS which are effective for annual financial periods beginning on or after 1 January 2021 and have not been adopted in the preparation of these financial statements. The Group has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.

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(b) Use of judgements and estimates

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 2019.

3 Related parties

Relationship with a subsidiary is described in note 6.

Significant transactions for the three-month and nine-month periods ended 30 September with related parties were as follows:

<i>Three-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Ultimate parent				
Revenues from construction contracts	-	48,535	-	48,535
Costs of construction contracts	-	508	-	508
Parent				
Interest expense	1,363	328	1,363	328
Subsidiary				
Rental income	-	-	347	240
Service income	-	-	71	127
Dividend income	-	-	-	4,390
Interest income	-	-	444	656
Other income	-	-	-	11
Costs of construction contracts	-	-	96,767	101,732
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	3,972	5,439	3,425	4,615
Post-employment benefits	152	103	152	103
Total key management personnel compensation	<u>4,124</u>	<u>5,542</u>	<u>3,577</u>	<u>4,718</u>
Other related parties				
Rental income	36	36	36	36
Service income	16	36	16	36
Costs of construction contracts	3,996	6,726	3,996	6,726
Interest expense	30	-	30	-
<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Ultimate parent				
Revenues from construction contracts	12,974	165,730	12,974	165,730
Costs of construction contracts	266	508	266	508

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<i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Parent				
Interest expense	3,974	539	3,974	539
Subsidiary				
Rental income	-	-	1,106	862
Service income	-	-	230	261
Dividend income	-	-	-	4,390
Interest income	-	-	1,494	1,635
Other income	-	-	15	15
Costs of construction contracts	-	-	287,434	210,556
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	12,348	15,013	10,350	12,489
Post-employment benefits	454	310	454	310
Total key management personnel compensation	<u>12,802</u>	<u>15,323</u>	<u>10,804</u>	<u>12,799</u>
Other related parties				
Rental income	108	108	108	108
Service income	61	108	61	108
Costs of construction contracts	16,083	16,624	16,083	16,624
Interest expense	74	-	30	-

Balances as at 30 September 2020 and 31 December 2019 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Trade receivables				
Ultimate parent	<u>-</u>	<u>10,920</u>	<u>-</u>	<u>11,306</u>
Other current receivables				
Subsidiary	-	-	441	5,841
Other related parties	35	73	35	73
Total	<u>35</u>	<u>73</u>	<u>476</u>	<u>5,914</u>
Advance payments to subcontractor (included in other current receivables)				
Subsidiary	<u>-</u>	<u>-</u>	<u>78,485</u>	<u>89,928</u>
Contract assets				
Ultimate parent	<u>-</u>	<u>17,644</u>	<u>-</u>	<u>17,644</u>

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	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Trade payables				
Ultimate parent	285	1,264	285	1,264
Subsidiary	-	-	55,751	56,101
Other related parties	18,378	7,026	18,378	7,026
Total	18,663	8,290	74,414	64,391
Accrued expenses (included in other current payables)				
Parent	2,832	-	2,832	-
Subsidiary	-	-	22,118	75,135
Other related parties	2,963	4,714	2,963	4,714
Total	5,795	4,714	27,913	79,849
Retention payables				
Subsidiary	-	-	31,735	13,796
Other related parties	2	-	2	-
Total	2	-	31,737	13,796

	Interest rate		Separate financial statements			
	31 December 2019	30 September 2020	31 December 2019	Increase	Decrease	30 September 2020
	<i>(% per annum)</i>			<i>(in thousand Baht)</i>		
Loans to						
Subsidiary	5.10 - 6.52	-	40,000	-	(40,000)	-

	Interest rate		Consolidated financial statements			
	31 December 2019	30 September 2020	31 December 2019	Increase	Decrease	30 September 2020
	<i>(% per annum)</i>			<i>(in thousand Baht)</i>		
Loans from						
Parent	-	5.00 - 5.75	-	229,000	(100,000)	129,000
Other related party	5.25	5.75	2,500	5,685	(3,685)	4,500
Total			2,500	234,685	(103,685)	133,500

	Interest rate		Separate financial statements			
	31 December 2019	30 September 2020	31 December 2019	Increase	Decrease	30 September 2020
	<i>(% per annum)</i>			<i>(in thousand Baht)</i>		
Loans from						
Parent	-	5.00 - 5.75	-	229,000	(100,000)	129,000
Other related party	-	5.75	-	5,185	(685)	4,500
Total			-	234,185	(100,685)	133,500

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4 Trade and other current receivables

		Consolidated financial statements		Separate financial statements	
		30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Note	(in thousand Baht)			
Trade receivables					
Related parties	3	-	10,920	-	11,306
Other parties		229,907	155,555	229,907	155,555
Total		229,907	166,475	229,907	166,861
Less allowance for doubtful accounts		-	-	-	-
Net		229,907	166,475	229,907	166,861
Other current receivables					
Related parties	3	35	73	476	5,914
Other parties		85	202	85	71
Prepaid expenses		6,517	10,128	6,429	10,044
Advance payments to subcontractor					
- related party	3	-	-	78,485	89,928
Advance payments to subcontractors		7,969	9,200	7,821	9,200
Total		14,606	19,603	93,296	115,157
Total trade and other current receivables		244,513	186,078	323,203	282,018

As at 30 September 2020, the Company had pledged of Baht 19.34 million of trade receivables as collateral for short-term borrowings from financial institution - factoring loan (31 December 2019: Baht 41.47 million).

5 Contract assets and contract liabilities

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
<i>(in thousand Baht)</i>				
Contract assets				
Total project value	5,480,276	4,657,808	5,480,276	4,657,808
Accumulated amount recognised as revenue on percentage of completion basis	3,579,845	2,455,515	3,579,845	2,455,515
Less value of total billed	(3,033,846)	(1,890,632)	(3,033,846)	(1,890,632)
Total contract assets	545,999	564,883	545,999	564,883

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	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		(in thousand Baht)		
Retention receivables	<u>41,390</u>	<u>10,567</u>	<u>41,390</u>	<u>10,567</u>
Contract liabilities				
Total project value	1,042,640	1,313,547	1,042,640	1,313,547
Value of total billed	349,033	1,237,641	349,033	1,237,641
Less Accumulated amount recognised as revenue on percentage of completion basis	<u>(308,971)</u>	<u>(1,235,708)</u>	<u>(308,971)</u>	<u>(1,235,708)</u>
	<u>40,062</u>	<u>1,933</u>	<u>40,062</u>	<u>1,933</u>
Advance received from construction contracts	<u>131,571</u>	<u>215,315</u>	<u>131,571</u>	<u>215,315</u>
Total contract liabilities	<u>171,633</u>	<u>217,248</u>	<u>171,633</u>	<u>217,248</u>

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6 Investment in a subsidiary

Separate financial statements														Dividend income for the nine-month periods ended			
Subsidiary	Type of business	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		30 September 2020	30 September 2019				
		30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	30 September 2019				
		(in thousand Baht)															
JKEC Co., Ltd.	Construction services	73.17	73.17	10,100	10,100	7,390	7,390	-	-	7,390	7,390	-	4,390				
Total						7,390	7,390	-	-	7,390	7,390	-	4,390				

The subsidiary was operated in Thailand and is not publicly listed. Consequently, there is no published price quotations.

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7 Property, plant and equipment

The movement of property, plant and equipment for the nine-month period ended 30 September 2020 was as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
<i>Net book value</i>		
At 1 January	527,967	506,222
Additions	78,832	79,288
Disposals	(2,186)	(1,629)
Depreciation charge for the period	(43,355)	(38,724)
At 30 September	561,258	545,157

During the nine-month period ended 30 September 2020, the Company leased machinery, tools and equipment and vehicle for 3-4 years and made fixed payments during the lease term. The Company recognised right-of-use assets amounting to Baht 28.61 million.

As at 30 September 2020, net book value of land and buildings of Baht 253.48 million have been pledged for long-term borrowings from financial institution (31 December 2019: Baht 256.69 million).

8 Segment information and disaggregation of revenue

Geographical segments

The Group is operated 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.

9 Basic earnings per share

	Consolidated financial statements		Separate financial statements	
<i>For the three-month period ended 30 September</i>	2020	2019	2020	2019
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	19,154	20,738	16,697	25,040
Weighted average number of ordinary shares outstanding (basic)	280,000	280,000	280,000	280,000
Earnings per share (basic) (in Baht)	0.07	0.07	0.06	0.09

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<i>For the nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	52,692	61,569	49,489	65,560
Weighted average number of ordinary shares outstanding (basic)	280,000	275,311	280,000	275,311
Earnings per share (basic) (in Baht)	0.19	0.22	0.18	0.24

On 11-15 January 2019, the Company offered its ordinary shares to the initial public offering by issuing 80 million ordinary shares. The Company registered the increase in paid-up share capital with the Ministry of Commerce on 17 January 2019. The Company adjusted the weighted average number of ordinary shares for the period ended 30 September 2019.

10 Dividends

The dividends paid by the Company to the shareholders are as follows:

	Approval date	Payment schedule	Dividend rate per share (in Baht)	Amount (in million Baht)
<i>2020</i>				
Interim dividend paid from the profit of 2019	6 April 2020	5 May 2020	0.11	30
<i>2019</i>				
Annual dividend paid from the profit of 2018	18 April 2019	17 May 2019	0.10	28

11 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 for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount	Consolidated / Separate financial statements			Total
		Fair value			
		Level 1	Level 2	Level 3	
		(in thousand Baht)			
<i>At 30 September 2020</i>					
Long-term borrowings from financial institutions	132,600	-	-	132,572	132,572
<i>At 31 December 2019</i>					
Long-term borrowings from financial institutions	143,700	-	-	143,520	143,520

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Borrowings from financial institutions

In April 2020, the Company amended its credit facility agreement with a financial institution by having the grace period of principal loan repayment for 6 months from April to September 2020. The final repayment date of long-term borrowings from financial institutions will be due within February 2024 which is replaced the formal one in September 2023.

Financial instruments measured at fair value

Type	Valuation technique
Long-term borrowings from financial institutions	<i>Discounted cash flows:</i> The fair value is estimated considering a net present value of future cash flows calculated using discount rates at the market rate of loans.

Credit risk

The Group has no significant concentrations of credit risk. The Group has policies in place to ensure that contracts are made with customers who have an appropriate credit history, limiting customers' credit limit as well as obtaining appropriate guarantees from customers. Cash is limited to high credit quality financial institutions. The Group has policies that limit the amount of credit exposure to any one financial institution.

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.

<i>Trade receivables</i>	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	<i>(in thousand Baht)</i>			
Related parties				
Within credit terms	-	10,920	-	10,920
Overdue:				
3 - 6 months	-	-	-	156
6 - 12 months	-	-	-	199
Over 12 months	-	-	-	31
	-	10,920	-	11,306
<i>Less allowance for doubtful accounts</i>	-	-	-	-
Net	-	10,920	-	11,306
Other parties				
Within credit terms	161,204	145,830	161,204	145,830
Overdue:				
Less than 3 months	68,703	9,646	68,703	9,646
Over 12 months	-	79	-	79
	229,907	155,555	229,907	155,555

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	Consolidated financial statements		Separate financial statements	
<i>Trade receivables</i>	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		(in thousand Baht)		
Other parties				
Less allowance for doubtful accounts	-	-	-	-
Net	<u>229,907</u>	<u>155,555</u>	<u>229,907</u>	<u>155,555</u>
Total	<u>229,907</u>	<u>166,475</u>	<u>229,907</u>	<u>166,861</u>

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

Liquidity risk

The Group manages sufficient cash by funding through an adequate amount of committed credit facilities, and the ability to close out market positions.

Interest rate risk

The Group enters into the long-term borrowings from financial institutions which some of them bear floating interest rates. Therefore, the Group has interest rate risk arises from changes in interest rates, which may have an effect on the Group's operations in the current reporting period and in future years. Management does not use any financial instruments to manage interest rate risk because the Group assesses that the changes in interest rate will not be moved significantly under the current situation.

12 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		(in thousand Baht)		
<i>Future minimum lease payments under non-cancellable operating leases - short-term leases and low-value assets</i>				
Within 1 year	1,498	1,991	294	1,102
1 - 5 years	<u>339</u>	<u>1,015</u>	<u>286</u>	<u>907</u>
Total	<u>1,837</u>	<u>3,006</u>	<u>580</u>	<u>2,009</u>
<i>Other commitments</i>				
Purchase orders for construction materials	38,632	20,167	38,632	20,167
Bank guarantees	<u>936,368</u>	<u>869,423</u>	<u>936,368</u>	<u>869,423</u>
Total	<u>975,000</u>	<u>889,590</u>	<u>975,000</u>	<u>889,590</u>

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13 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. After the hearing of evidence from the plaintiff and defendant on 22 and 23 September 2020, the Court set the announced judgement date on 23 December 2020. However, the Company has already recorded a potential damage from the lawsuit and management believes that the damage that will occur will not exceed the provision recorded.

14 Reclassification of accounts

Certain accounts in the statement of financial position as at 31 December 2019 have been reclassified to conform to the presentation in the 2020 interim financial statements.

	2019					
	Consolidated financial statements			Separate financial statements		
	Before reclassification	Reclassification	After reclassification	Before reclassification	Reclassification	After reclassification
			(in thousand Baht)			
Statement of financial position						
Current assets						
Withholding tax deducted at source	27,437	(27,437)	-	25,676	(25,676)	-
Non-current assets						
Withholding tax deducted at source	69,044	27,437	96,481	55,687	25,676	81,363
		-			-	