

**TAKUNI GROUP PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES**

**REVIEW REPORT AND INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024**

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of
Takuni Group Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Takuni Group Public Company Limited and its subsidiaries as at September 30, 2024 and the consolidated statement of comprehensive income for the three-month and nine-month periods ended September 30, 2024, the consolidated statement of changes in shareholders' equity and the consolidated statement of cash flows for the nine-month period then ended and condensed consolidated notes to the financial statements and have reviewed the separate financial information of Takuni Group Public Company Limited as well. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 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 No. 34 "Interim Financial Reporting".

EMPHASIS OF MATTER

I draw attention to the notes to interim financial statements, which describes the significant events and transactions during the three-month and nine-month periods ended September 30, 2024.

- Trade and other current receivables and current contract assets

Note 5, which describes that a customer of a subsidiary, who is the main contractor for a construction project, has delayed payments to the subsidiary. This delay may impact to the Group's cash flows and liquidity.

- Impairment of investment in associate and loan and interest receivable to associate

Notes 4.4 and 11, which describe the recording of impairment losses on investments in associate, loans and interest receivable to associate, the amounts of which have a significant impact on the consolidated and separate financial statements.

My conclusion on the interim financial information does not qualify related to the matter that I draw attention above.

OTHER MATTER

The consolidated statement of financial position of Takuni Group Public Company Limited and its subsidiaries and the separate statement of financial position of Takuni Group Public Company Limited as at December 31, 2023, presented as comparative information, were audited by another auditor, who issued his audit report dated February 29, 2024 expressed an unqualified opinion and draw attention on decrease the proportion of shares held in Guardian Global Security Guard Company Limited from 51% to 34.75%, the derecognition the assets and liabilities of such company from the consolidated financial statements, recognition the remaining interest in the investment at fair value. In addition, entering into an agreement to sell all remaining shares to existing shareholders and gradually paying for shares and transferring ownership of shares within 2024. The consolidated statement of comprehensive of income for the three-month and nine-month periods ended September 30, 2023, the consolidated statement of changes in shareholders' equity and the consolidated statement of cash flows for the nine-month periods then ended of Takuni Group Public Company Limited and its subsidiaries and the separate statement of comprehensive income for the three-month and nine-month periods ended September 30, 2023, the separate statement of changes in shareholders' equity and the separate statement cash flows for the nine-month periods then ended of Takuni Group Public Company Limited presented as comparative information, were reviewed by another auditor, who issued his audit report dated November 13, 2023 expressed an unqualified conclusion and draw attention on the process of assessing the fair value of identifiable assets acquired and liabilities assumed of Guardian Global Security Guard Company Limited at the acquisition date that had not been completed as of the reporting date.



(Mr. Thanawut Piboonsawat)

Certified Public Accountant

Registration No. 6699

Dharmniti Auditing Company Limited

Bangkok, Thailand

November 14, 2024

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2024

		Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		As at September	As at December	As at September	As at December
Note		30, 2024	31, 2023	30, 2024	31, 2023
Current assets					
	Cash and cash equivalents	93,908	187,487	12,117	2,752
	Trade and other current receivables	1,478,260	375,835	20,631	6,298
	Current contract assets	700,045	1,037,938	-	-
	Short-term loans to related parties	19,066	13,560	9,639	-
	Short-term loans to other parties	39,200	14,500	39,200	14,500
	Inventories	72,190	39,441	12,496	11,796
	Refundable withholding tax deducted at source	-	50,669	-	-
	Investment in equity security	5,157	9,374	5,157	9,374
	Current asset held-for-sale	40,064	-	40,064	-
	Other current assets	17,783	9,974	873	404
	Total current assets	2,465,673	1,738,778	140,177	45,124
Non-current assets					
	Restricted deposits with financial institutions	11,563	16,167	2,801	7,405
	Investments in subsidiaries	-	-	113,199	112,048
	Investments in associates	-	46,654	-	58,242
	Investments in other company	20,000	-	20,000	-
	Long-term loans to related parties	3,051	241,773	49,750	324,947
	Long-term loans to other parties	154,724	-	154,724	-
	Investment property	206,475	206,665	206,475	206,665
	Property, plant and equipment	719,875	614,817	22,816	1,496
	Goodwill	19,384	19,384	-	-
	Intangible assets	12,636	12,639	612	946
	Receivable from sale of land	179,718	102,688	-	-
	Withholding tax deducted at source	82,017	70,743	6,910	9,797
	Deferred tax assets	5,102	6,408	-	53
	Other non-current assets	20,652	25,146	19,560	23,770
	Total non-current assets	1,435,197	1,363,084	596,847	745,369
	TOTAL ASSETS	3,900,870	3,101,862	737,024	790,493

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONT.)

AS AT SEPTEMBER 30, 2024

LIABILITIES AND SHAREHOLDERS' EQUITY

		Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		As at September	As at December	As at September	As at December
Note		30, 2024	31, 2023	30, 2024	31, 2023
Current liabilities					
	Bank overdrafts	26,763	13,209	10	13,201
	Short-term borrowings from financial institutions	492,760	155,000	-	55,000
4.4	Trade and other current payables	712,074	341,857	23,450	10,140
	Payable for acquisition of subsidiaries	-	-	-	510
6	Current contract liabilities	509,190	730,155	-	-
4.4	Short-term borrowings from related parties	44,300	-	-	4,000
	Short-term borrowings from other person	1,000	-	-	-
Current portion of long-term borrowings					
14	from financial institutions	89,286	8,620	26,000	-
	Current portion of lease liabilities	57,640	34,152	3,015	8
	Corporate income tax payable	5	469	-	-
	Other current liabilities	119,408	53,964	8,001	155
	Total current liabilities	2,052,426	1,337,426	60,476	83,014
Non-current liabilities					
14	Long-term borrowings from financial institutions	100,868	42,000	54,000	-
	Lease liabilities	97,957	43,136	13,899	43
	Deferred income	-	427	-	-
	Deferred tax liabilities	17	-	17	-
	Non-current provisions for employee benefit	11,361	10,368	292	266
	Other non-current liabilities	16,530	12,649	475	325
	Total non-current liabilities	226,733	108,580	68,683	634
	TOTAL LIABILITIES	2,279,159	1,446,006	129,159	83,648

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONT.)

AS AT SEPTEMBER 30, 2024

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023
Shareholders' equity				
Share capital				
Authorized share capital				
800,000,236 ordinary shares of Baht 0.5 each	400,000	400,000	400,000	400,000
Issued and paid-up share capital				
800,000,236 ordinary shares of Baht 0.5 each	400,000	400,000	400,000	400,000
Share premium on ordinary shares	305,528	305,528	305,528	305,528
Share surplus from business combination				
under common control	20,636	20,636	-	-
Retained earnings (deficits)				
Appropriated				
Legal reserve	16,252	16,252	16,252	16,252
Unappropriated	140,946	204,350	(113,915)	(14,935)
Other components of shareholders' equity	81,853	81,853	-	-
Total equity attributable to owners of the parent	965,215	1,028,619	607,865	706,845
Non-controlling interests	656,496	627,237	-	-
TOTAL SHAREHOLDERS' EQUITY	1,621,711	1,655,856	607,865	706,845
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,900,870	3,101,862	737,024	790,493

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Note	Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		2024	2023	2024	2023
		(Reclassified)			
		(Note 21)			
Revenues					
Revenue from sales of goods	4.3	86,617	69,781	-	-
Revenue from construction contracts and rendering of services		865,480	869,703	-	-
Total	15	952,097	939,484	-	-
Costs					
Costs of sales of goods	4.3, 8	(82,160)	(66,515)	-	-
Costs of construction contracts and rendering of services		(804,452)	(745,692)	-	-
Gross profit		65,485	127,277	-	-
Other income	4.3	10,702	11,572	13,100	12,423
Distribution costs		(1,347)	(1,094)	-	(471)
Administrative expenses	4.3	(68,236)	(55,835)	(27,759)	(14,185)
Other gains (losses)	16	(15,432)	-	(16,895)	-
Profit (loss) from operating activities		(8,828)	81,920	(31,554)	(2,233)
Finance costs	4.3	(13,263)	(6,545)	(2,227)	(84)
Loss on impairment of loans and accrued interest receivables	4.4, 7	(52,817)	-	(55,190)	-
Share of profit (loss) of associates accounted for using equity method	11	(367)	3,289	-	-
Profit (loss) before income tax expense		(75,275)	78,664	(88,971)	(2,317)
Tax expense (income)		(3,999)	(17,545)	35	(42)
Profit (loss) for the period		(79,274)	61,119	(88,936)	(2,359)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income (expense) for the period		(79,274)	61,119	(88,936)	(2,359)
Profit (loss) attributable to					
Owners of the parent		(83,420)	26,022	(88,936)	(2,359)
Non-controlling interests		4,146	35,097	-	-
		(79,274)	61,119	(88,936)	(2,359)
Total comprehensive income (expense) attributable to					
Owners of the parent		(83,420)	26,022	(88,936)	(2,359)
Non-controlling interests		4,146	35,097	-	-
		(79,274)	61,119	(88,936)	(2,359)
Basic earnings (loss) per share					
Profit attributable to owners of the parent (Baht)		(0.104)	0.033	(0.111)	(0.003)

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME (CONT.)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Note	Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		2024	2023	2024	2023
			(Reclassified)		
			(Note 21)		
Revenues					
Revenue from sales of goods	4.3	250,379	307,785	-	170,491
Revenue from construction contracts and rendering of services		2,874,414	2,679,636	-	-
Total	14	3,124,793	2,987,421	-	170,491
Costs					
Costs of sales of goods	4.3, 8	(237,685)	(296,551)	-	(167,382)
Costs of construction contracts and rendering of services		(2,601,438)	(2,351,821)	-	-
Gross profit		285,670	339,049	-	3,109
Other income	4.3	32,179	34,442	48,329	29,930
Distribution costs		(4,422)	(3,268)	-	(1,316)
Administrative expenses	4.3	(180,412)	(168,510)	(60,104)	(37,775)
Other gains (losses)	16	(3,177)	-	(19,395)	-
Profit (loss) from operating activities		129,838	201,713	(31,170)	(6,052)
Finance costs	4.3	(29,015)	(17,145)	(6,441)	(861)
Loss on impairment of loans and accrued interest receivables	4.4, 7	(59,238)	-	(61,299)	-
Share of profit (loss) of associates accounted for using equity method	11	(4,336)	2,212	-	-
Profit (loss) before income tax expense		37,249	186,780	(98,910)	(6,913)
Tax expense		(32,116)	(46,848)	(70)	(51)
Profit (loss) for the period		5,133	139,932	(98,980)	(6,964)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income (expense) for the period		5,133	139,932	(98,980)	(6,964)
Profit (loss) attributable to					
Owners of the parent		(63,404)	39,573	(98,980)	(6,964)
Non-controlling interests		68,537	100,359	-	-
		5,133	139,932	(98,980)	(6,964)
Total comprehensive income (expense) attributable to					
Owners of the parent		(63,404)	39,573	(98,980)	(6,964)
Non-controlling interests		68,537	100,359	-	-
		5,133	139,932	(98,980)	(6,964)
Basic earnings (loss) per share					
Profit attributable to owners of the parent (Baht)		(0.079)	0.049	(0.124)	(0.009)

Notes to the interim financial statements form an integral part of these interim financial statements.

"UNAUDITED"

"REVIEWED"

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TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

Thousand Baht

Consolidated financial statements

	Equity attributable to owners of the parent							Total equity attributable to owners of the parent	Non-controlling interests	Total Shareholders' equity
	Ordinary shares, issued and paid-up	Share premium on ordinary shares	Share surplus from business combination under common control	Retained earnings	Appropriated legal reserve	Unappropriated legal reserve	Other components of shareholders' equity			
Beginning balance as at January 1, 2023	400,000	305,528	20,636	16,252	-	213,190	81,853	1,037,459	554,618	1,592,077
Dividend paid	-	-	-	-	-	(24,000)	-	(24,000)	(37,254)	(61,254)
Profit for the period	-	-	-	-	-	39,573	-	39,573	100,359	139,932
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Ending balance as at September 30, 2023	400,000	305,528	20,636	16,252	-	228,763	81,853	1,053,032	617,723	1,670,755
Beginning balance as at January 1, 2024	400,000	305,528	20,636	16,252	-	204,350	81,853	1,028,619	627,237	1,655,856
Change of investment status from an associate company to a subsidiary company	-	-	-	-	-	-	-	-	136	136
Liquidation of subsidiary	-	-	-	-	-	-	-	-	(37)	(37)
Dividend paid	-	-	-	-	-	-	-	-	(39,377)	(39,377)
Profit (loss) for the period	-	-	-	-	-	(63,404)	-	(63,404)	68,537	5,133
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Ending balance as at September 30, 2024	400,000	305,528	20,636	16,252	-	140,946	81,853	965,215	656,496	1,621,711

Notes to the interim financial statements form an integral part of these interim financial statements.

"UNAUDITED"

"REVIEWED"

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TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Thousand Baht				
	Separate financial statements				
	Ordinary shares, issued and paid-up	Share premium on ordinary shares	Retained earnings (deficits)	Total	Shareholders' equity
			Appropriated	Unappropriated	
			legal reserve		
Beginning balance as at January 1, 2023	400,000	305,528	16,252	67,426	789,206
Dividend paid	-	-	-	(24,000)	(24,000)
Loss for the period	-	-	-	(6,964)	(6,964)
Other comprehensive income for the period	-	-	-	-	-
Ending balance as at September 30, 2023	400,000	305,528	16,252	36,462	758,242
Beginning balance as at January 1, 2024	400,000	305,528	16,252	(14,935)	706,845
Loss for the period	-	-	-	(98,980)	(98,980)
Other comprehensive income for the period	-	-	-	-	-
Ending balance as at September 30, 2024	400,000	305,528	16,252	(113,915)	607,865

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash flows from operating activities				
Profit (loss) for the period	5,133	139,932	(98,980)	(6,964)
Reconciliations of profit (loss) to net cash provided by (used in) operating activities:				
Expected credit loss on receivables and bad debts (reversal)	368	(2,087)	(8)	276
Expected credit loss on loans and accrued interest receivables	59,238	-	61,299	-
Loss on inventories devaluation (reversal)	(526)	(7,171)	-	-
Gain on reversal of share of loss of associate	(14,755)	-	-	-
Loss on impairment of investments in associate	13,715	-	15,178	-
Loss on measuring of investment in equity security	4,217	-	4,217	-
Depreciation and amortization	99,578	76,452	3,707	3,627
Gain on disposal of non-current assets classified as held for sale	-	(2,127)	-	(2,127)
Gain on disposal of investment in associates	-	(784)	-	-
Loss on disposal of investments in subsidiaries	-	-	14	-
(Gain) loss on disposal and written off property, plant and equipment	(2,533)	(150)	(1,545)	3
Unrealized (gain) loss on exchange rate	1,574	(1,540)	226	201
Written off withholding tax deducted at source	639	880	-	-
Other expenses	6,217	-	6,217	-
Dividends income	-	-	(15,000)	(360)
Interest income	(17,222)	(15,126)	(22,979)	(18,192)
Employee benefits expenses	996	2,131	26	24
Share of (profit) loss of associates accounted for using equity method	4,336	(2,212)	-	-
Finance costs	29,015	17,145	6,441	861
Tax expense	32,116	46,848	70	51
Profit (loss) from operating activities before changes in operating assets and liabilities	222,106	252,191	(41,117)	(22,600)
(Increase) decrease in operating assets				
Trade and other current receivable	(1,096,104)	(157,828)	(691)	40,469
Current contract assets	337,893	(288,179)	-	-
Inventories	(32,223)	48,335	(700)	15,842
Indemnification asset	-	14,078	-	-
Other current assets	(7,809)	(3,868)	(469)	(540)
Retention receivables	(77,030)	148,450	-	-
Other non-current assets	(4,000)	7,745	(1,859)	66
Increase (decrease) in operating liabilities				
Trade and other current payable	359,484	(67,691)	12,557	(14,635)
Current contract liabilities	(220,965)	126,759	-	-
Other current liabilities	65,446	11,801	7,847	5,447
Non-current provisions for employee benefit	(3)	(111)	-	-
Other non-current liabilities	4,949	(12,447)	150	(268)

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONT.)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash received (paid) from operations	(448,256)	79,235	(24,282)	23,781
Tax received (paid)	7,498	(56,942)	2,886	(652)
Net cash provided by (used in) operating activities	(440,758)	22,293	(21,396)	23,129
Cash flows from investing activities				
Increase (decrease) in restricted deposits with financial institutions	4,604	(692)	4,604	(5,144)
Cash payments for acquisition of subsidiary	-	(24,049)	-	(24,049)
Cash payments for investments in associate	(1,200)	-	(1,200)	-
Cash receipts from disposal of investment in associate	-	1,080	-	-
Cash payments for investments in other company	(20,000)	-	(20,000)	-
Cash payments for loans to related parties	(5,000)	(53,363)	(13,170)	(156,280)
Cash receipts from loans to related parties	-	15,500	40,300	116,850
Cash receipts from short-term loans to other party	6,200	42,284	6,200	-
Cash payments for acquisition of property, plant and equipment	(69,675)	(39,453)	(4,814)	(1,164)
Cash receipts from disposal of property, plant and equipment	2,920	1,387	1,795	-
Cash payments for acquisition of intangible assets	(2,337)	(1,445)	(43)	(500)
Cash receipts from sale of non-current asset held-for-sale	3,000	35,000	3,000	35,000
Cash payments for liquidation the subsidiary	(36)	-	-	-
Dividend received	-	713	8,000	75,360
Interest received	4,452	2,610	7,737	2,452
Net cash provided by (used in) investing activities	(77,072)	(20,428)	32,409	42,525
Cash flows from financing activities				
Increase (decrease) in bank overdrafts	13,554	3,957	(13,191)	715
Cash receipts from short-term borrowings from financial institutions	1,824,145	968,478	-	90,000
Cash payments for short-term borrowings from financial institutions	(1,486,385)	(870,059)	(55,000)	(90,000)
Cash receipts from short-term borrowings from related party	44,300	10,752	2,000	14,000
Cash payments for short-term borrowings from related party	-	(8,759)	(6,000)	(69,000)
Cash receipts from short-term borrowings from other parties	1,000	6,070	-	-
Cash payments for short-term borrowings from other parties	-	(72,209)	-	-
Cash receipts from long-term borrowings from financial institutions	149,821	42,000	80,000	-
Cash payments for long-term borrowings from financial institutions	(10,287)	(69,554)	-	-
Cash payments for lease liabilities	(47,983)	(28,728)	(3,911)	(668)
Dividends paid to owners of the Company	-	(24,000)	-	(24,000)
Dividends paid to non-controlling interests	(39,377)	(37,254)	-	-
Interest expense paid	(24,537)	(16,475)	(5,546)	(693)
Net cash provided by (used in) financing activities	424,251	(95,781)	(1,648)	(79,646)

Notes to the interim financial statements form an integral part of these interim financial statements.

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Net increase (decrease) in cash and cash equivalents	(93,579)	(93,916)	9,365	(13,992)
Cash and cash equivalents - beginning of period	187,487	180,324	2,752	15,265
Cash and cash equivalents - ending of period	<u>93,908</u>	<u>86,408</u>	<u>12,117</u>	<u>1,273</u>

Supplemental cash flows informations

Non-cash items

- Payable from purchase of property, plant and equipment	16,491	5,828	55	4
- Payable from purchase of intangible assets	5	-	5	-
- Acquisitions of right-of-use assets under leases	131,764	38,707	19,838	72
- Dividends receivable	-	-	7,000	-
- Transfer investment in associate to be current asset held-for-sale	29,714	-	43,064	-

TAKUNI GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

1. GENERAL INFORMATION

1.1 Legal status and address of the Company

The Company was incorporated in Thailand on March 26, 2007. The Company’s shares have been listed for trading on the Stock Exchange of Thailand on August 19, 2014 and registered as the public company in accordance with public company limited law on April 22, 2014.

The address of its registered office is as follows:

The Company’s registered office at 140/1 Soi Nawee Charoensap, Kanchanaphisek Road, Bang Khae Subdistrict, Bang Khae District, Bangkok.

1.2 Nature of the Company's operations

The principal activities of the Company are Liquid Petroleum Gas (LPG) procurement and trading. The principal activities of the Group are:

Liquid Petroleum Gas trading	Petroleum gas trading for household cooking, industry and transportation
Gas installation equipment trading	Equipment trading, industrial and car gas systems installation
Transportation services	Hazardous substances and construction materials transportation services by land
Construction services	Construction services
Non-destructive testing (NDT) and inspection services	Non-destructive testing and inspection service
Security, housekeeping and other services	Providing security, housekeeping and other services (until December 8, 2023)
Others	Property development, food delivery, manufacturer and assembly electric motor bike and others

2. BASIS FOR THE PREPARATION OF FINANCIAL STATEMENTS

2.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2023.

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

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

2.2 Financial reporting standards that became effective in the current period

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards 2023, This adjustment is an adjustment for the financial reporting standards to be clearer and more appropriate. This is effective for the financial statements for the accounting period beginning on or after January 1, 2024.

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

2.3 Revised financial reporting standards to be applied in the future

The Federation of Accounting Professions has announced to apply the revised financial reporting standards 2024 and it was announced in the Royal Gazette on September 17, 2024 on 4 editions, which are revised in accordance with the International Financial Reporting Standards, (Bound Volume 2024 Consolidated without early application), which are effective for the financial statements for the accounting period beginning on or after January 1, 2025.

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

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies used in preparing the interim financial statements are the same accounting policies used in the preparation of the annual financial statements for the year ended December 31, 2023.

4. RELATED PARTIES TRANSACTION

4.1 The nature of relationship with related parties were summarized as follows:

Related parties name	Country of incorporation / nationality	Relationship
<u>Subsidiaries</u>		
Takuni (Thailand) Company Limited	Thailand	The company is direct major shareholder
Rajchapleuk Engineering Company Limited	Thailand	The company is direct major shareholder
G Gas Logistics Company Limited	Thailand	The company is direct major shareholder
Takuni Land Company Limited	Thailand	The company is direct major shareholder
Takuni Trading Company Limited	Thailand	The company is direct major shareholder
Takuni Intertrade Company Limited	Thailand	The company is direct major shareholder (Termination and in liquidation process)
SMEGOM Company Limited	Thailand	The company is direct major shareholder (Termination and was liquidated on August 27, 2024)
TTS Connect Company Limited	Thailand	The company is direct major shareholder (Change from an associate to subsidiary since September 6, 2024)
<u>Indirect subsidiaries</u>		
CAZ (Thailand) Public Company Limited	Thailand	Subsidiary is shareholders
JKEC Company Limited	Thailand	Indirect subsidiary is a shareholder.
<u>Associate company</u>		
Yi Hao Motor Company Limited	Taiwan	The company is a shareholder
Enrich Property Company Limited	Thailand	The company is a shareholder (ending on April 30, 2024)
Enrich Venture Company Limited	Thailand	The company is a shareholder (ending on April 30, 2024)
Food Orderly Company Limited	Thailand	The company is a shareholder
<u>Related person</u>		
Key management personnel		Persons having authority and responsibility for management

4.2 Pricing policies

The Company and its subsidiaries have pricing policy for transaction with related parties as follows:

Transactions	Pricing policies
Revenue from sales of goods and rendering of service	Market price
Purchases of goods and receiving of services	Market price
Transportation expense	Market price
Rental expense	Contractual price
Dividend income	Declared dividend payment
Interest income and interest expense	Interest rates determined in intercompany loan agreements
Other income and other expense	Agreed price

4.3 Transactions during the period

The Group had significant business transactions with related parties. Such transactions, which arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiary and those related parties.

Revenues and expenses with the related parties for the three-month and nine-month periods ended September 30, 2024 and 2023 were summarized as follows:

	Thousand Baht			
	Consolidated financial statements			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
Associates				
Purchases of goods	-	7,392	-	7,392
Interest income	3,076	6,311	8,807	14,892
Key management personnel				
Key management personnel compensation				
Short-term employee benefit				
(including director's remuneration)	10,587	10,381	30,393	23,834
Post-retirement benefits	42	139	127	363
Total	10,629	10,520	30,520	24,197

	Thousand Baht			
	Separate financial statements			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
Subsidiaries				
Revenue from sales of goods	-	-	-	14,075
Purchases of goods and receiving of services	-	-	-	274
Other income	2,708	3,496	7,580	8,337
Dividend income	-	-	15,000	360
Transportation expense	-	-	-	5,849
Interest income	1,705	1,306	5,906	3,274
Other expenses	-	39	-	83
Interest expense	-	-	93	114
Associates				
Interest income	3,076	6,311	8,807	14,892
Key management personnel				
Key management personnel compensation				
Short-term employee benefit (including director's remuneration)	4,605	2,687	10,255	6,525
Post-retirement benefits	9	9	27	27
Total	<u>4,614</u>	<u>2,696</u>	<u>10,282</u>	<u>6,552</u>

	Interest rate		Thousand Baht							
	(% per annum)		Separate financial statements							
	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	Increase	Decrease	Transfer out of Business combination (Note 10)	Reclassify (Note 7)	Allowance for expected credit losses	Gain (loss) on exchange rate	As at September 30, 2024
Loans to										
Subsidiaries	3 - 8.5	8.5 - 11.8	93,868	5,170	(40,300)	3,000	-	(2,349)	-	59,389
Associates	8	8.0 - 15	231,079	8,000	-	(3,000)	(191,079)	(45,000)	-	-
Total			324,947	13,170	(40,300)	-	(191,079)	(47,349)	-	59,389
Less classification of long-term loans			(324,947)							(49,750)
Short term loans										9,639

On April 1, 2024, the Company entered into a new loan agreement with two associated, namely: Enrich Property Company Limited and Enrich Venture Company Limited to stipulate the conditions for repayment of the principal of the loan and accrued interest according to the promissory note in the amount of Baht 186.08 million and Baht 19.33 million, respectively, in the amount of Baht 205.41 million and on the same day, the company entered into a share pledge contract to guarantee repayment of the loan and accrued interest. Later, on April 30, 2024, the Company entered into an agreement to sell all of its shares in the two associated companies (Note 10). Therefore, the Company classified the loans to the associated companies as loans to other parties as follows:

	Limit	Interest rate	Installments	Guarantees
	(Million Baht)	(%)		
Principal of loan	186.08	1.30	- Repayment of the interest every month in 60 installments, starting with the 1 st and 2 nd installments within May 2024. - Repayment of the principal every March 31 of every year in 5 installments starting on March 31, 2025, 38 million baht each and the final installment 34.08 million baht.	- Ordinary shares of associated companies
Accrued interest	19.33	-	- Repayment of the accrued interest every month in 60 installments, starting with the 1 st and 2 nd installments, totaling Baht 0.65 million, within May 2024, and the 3 rd installment onwards, Baht 0.32 million per installment.	- Ordinary shares of associated companies
Total	<u>205.41</u>			

On September 6, 2024, the Company has substantial control over TTS Connect Company Limited (Note 10), and accordingly, the Company classified the loan to associate as a loan to subsidiary.

Impairment of loan and interest receivable to associate

An associate has defaulted on its loan and interest receivables to the Company. In addition, there are several factors indicating impairment of investment in such associate (Note 11). Therefore, the Company's management has considered recording an allowance for expected credit losses on loan and interest receivable of Baht 45.00 million and Baht 8.49 million, respectively, totaling Baht 53.49 million in profit or loss in the consolidated and separate financial statements for the three-month and nine-month periods ended September 30, 2024.

Loan for borrowing

	Interest rate		Thousand Baht				
	(% per annum)		Consolidated financial statements				
	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	Increase	Decrease	(Gain) loss on exchange rate	As at September 30, 2024
Loans from							
Key management personnel	-	7.0	-	44,300	-	-	44,300
	Interest rate		Thousand Baht				
	(% per annum)		Separate financial statements				
	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	Increase	Decrease	(Gain) loss on exchange rate	As at September 30, 2024
Loans from							
Subsidiaries	8.5	-	4,000	2,000	(6,000)	-	-

Significant agreements with related parties

The Company entered into a general management agreement with related parties to provide business services in solving the problem, providing assistance and giving advice in business operations. The agreement covers a period of 1 year and will be renewed for a period of 1 year until it is terminated by either party after given 1 month written notice to other party. The Company will receive management fees as indicated in the agreement.

5. TRADE AND OTHER CURRENTS RECEIVABLES

Trade and other current receivables consisted of:

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	As at September	As at December	As at September	As at December
	30, 2024	31, 2023	30, 2024	31, 2023
Trade receivable				
Related parties	-	-	-	80
Other parties	1,405,366	334,682	373	1,338
Less allowance for expected credit losses	(940)	(756)	(373)	(381)
Total trade receivables - net	1,404,426	333,926	-	1,037
Other current receivables				
Other receivables				
Related parties	-	-	2,530	2,522
Other parties	4,653	602	1,139	55
Prepaid expense	49,966	30,463	3,363	2,684
Advance payments to subcontractors	10,795	9,181	-	-
Interest receivables - Related parties	6,620	-	6,599	-
Dividends receivable - Related parties	-	-	7,000	-
Other accrued income	-	51	-	-
Receivable from sale of investment	1,800	1,612	-	-
Total other current receivables	73,834	41,909	20,631	5,261
Total trade and other current receivables	1,478,260	375,835	20,631	6,298

	Thousand Baht			
	Consolidated financial statements			
	For the three-month period		For the nine-month period	
	ended September 30,	ended September 30,	ended September 30,	ended September 30,
	2024	2023	2024	2023
Expected credit loss				
- Additions	-	-	966	1,143
- Reversal	(659)	(640)	(782)	(3,260)
Bad debts	184	-	184	30

	Thousand Baht			
	Separate financial statements			
	For the three-month period		For the nine-month period	
	ended September 30,		ended September 30,	
	2024	2023	2024	2023
Expected credit loss				
- Additions	-	-	-	619
- Reversal		(343)	(8)	(343)
Bad debts	-	-	-	-

As at September 30, 2024, the subsidiary has pledged of Baht 250.28 million of trade receivables as collateral for short-term borrowings from financial institution - factoring loan (December 31, 2023: Nil).

A customer of the subsidiary, who is the main contractor for a construction project, has delayed payments to the subsidiary. As at September 30, 2024, the outstanding balances with this customer consist of trade receivable amounting to Baht 1,261 million, of which Baht 887 million was overdue, contract assets amounting to Baht 682 million, contract liabilities amounting to Baht 200 million, and retention receivables under the contract amounting to Baht 113 million. This delay may impact to the subsidiary's cash flows and liquidity. The subsidiary's management is following up on the payment from this customer, including taking legal action to collect the payment. Subsequently after September 30, 2024 until the reporting date, the subsidiary has received partial payments from this customer, and additional payments are expected to be collected gradually in November and December 2024 at the agreed amount. The negotiation regarding the payment schedule for the remaining balance is expected to be conducted within December 2024.

6. CONTRACT ASSETS AND CONTRACT LIABILITIES

Contract assets and contract liabilities consisted of:

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023
Contract assets				
Total project value	3,315,555	5,676,981	-	-
Accumulated amount recognised as revenue				
on percentage of completion basis	2,786,049	3,555,907	-	-
(Less) value of total billed	(2,086,004)	(2,517,969)	-	-
Total contract assets	700,045	1,037,938	-	-
Retention receivables	179,718	102,688	-	-
Contract liabilities				
Total project value	6,359,772	4,711,138	-	-
Value of total billed	5,212,506	3,984,316	-	-
(Less) accumulated amount recognised as				
revenue on percentage of completion basis	(4,807,364)	(3,499,234)	-	-
Advance received from construction contracts	405,142	485,082	-	-
Total contracts liabilities	509,190	730,155	-	-

7. LOANS TO OTHER PARTIES

Movements of the loans to other parties for the nine-month period ended September 30, 2024 were summarized as follows:

	Interest rate		Thousand Baht					
	(% per annum)		Consolidated financial statements / Separate financial statements					
	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	Increase	Decrease	Reclassify (Note 4.4)	Allowance for expected credit losses	As at September 30, 2024
Guardian Global Security Guard Co.,Ltd.	8.50	8.50 - 11.80	14,500	-	(1,200)	-	(455)	12,845
Enrich Property Co., Ltd.	-	1.30 - 3.00	-	-	-	119,750	(3,221)	116,529
Enrich Venture Co., Ltd.	-	1.30 - 3.00	-	-	(5,000)	71,329	(1,779)	64,550
Total			14,500	-	(6,200)	191,079	(5,455)	193,924
Less classification of long-term loans			-					(154,724)
Short term loans			14,500					39,200

8. INVENTORIES

Inventories consisted of:

	Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023
Finished goods				
- Gas tank for installation and equipment	7,074	7,664	-	-
- Electric motorcycles and equipment	9,383	8,037	4,415	3,460
Work in progress				
- Gas installation	43	292	-	-
- Testing	554	36	-	-
- Electric motorcycles and equipment	8,065	8,130	8,065	8,336
- Others	18	-	-	-
Raw materials	51,933	20,613	16	-
Supplies	3,325	3,401	-	-
Total	80,395	48,173	12,496	11,796
Less allowance for losses on decline in value	(8,205)	(8,732)	-	-
Net	72,190	39,441	12,496	11,796

	Thousand Baht			
	Consolidated financial statements			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023 (Reclassified) (Note 21)	2024	2023 (Reclassified) (Note 21)
Inventories recognised in cost of sales of goods:				
- Cost of sales of goods	82,232	69,388	238,212	303,722
- Write-down to net realisable value	-	1	270	101
- Reversal of write-down	(72)	(2,874)	(797)	(7,272)
Net	<u>82,160</u>	<u>66,515</u>	<u>237,685</u>	<u>296,551</u>

	Thousand Baht			
	Separate financial statements			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
Inventories recognised in cost of sales of goods:				
- Cost of sales of goods	-	-	-	167,382
- Write-down to net realisable value	-	-	-	-
- Reversal of write-down	-	-	-	-
Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>167,382</u>

9. INVESTMENT IN EQUITY SECURITY

Movements of investment in equity security for the nine-month period ended September 30, 2024 were summarized as follows:

	Thousand Baht
	Consolidated financial statements / Separate financial statements
Brought forward at the beginning of period	9,374
Less loss on measuring of investment in equity security	(4,217)
Balance at end of period	5,157

10. INVESTMENT IN SUBSIDIARIES

Investment in subsidiaries consisted of:

Company's name	Type of business	Country of incorporation	Separate financial statements					
			Paid-up capital (Thousand Baht)		Ownership interest (%)		Carrying amounts based on cost method (Thousand Baht)	
			As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023
Direct subsidiaries								
Takuni (Thailand) Company Limited	Equipment trading, industrial and car gas systems installation and construction services	Thailand	50,000	50,000	99.99	99.99	53,377	53,377
Rajchupleuk Engineering Company Limited	NDT and inspection services	Thailand	40,000	40,000	99.99	99.99	41,340	41,340
G Gas Logistics Company Limited	Hazardous substances and construction materials transportation services by land	Thailand	15,000	15,000	99.99	99.99	15,643	15,643
Takuni Land Company Limited	Property development	Thailand	1,000	1,000	99.97	99.97	1,000	1,000
Takuni Trading Company Limited	Sales of automotive equipment, motorcycles and electric cars	Thailand	100	100	99.70	99.70	99	99
Takuni Intertrade Company Limited	Sales of electric motorcycles	Thailand	1,000	1,000	50.99	50.99	540	540
SMEGOM Company Limited	Software development services	Thailand	-	100	-	49.00	-	49
TTS Connect Company Limited	Manufacturer and assembly electric motor bike	Thailand	3,000	-	40.00	-	1,200	-
Indirect subsidiaries								
CAZ (Thailand) Public Company Limited	Construction services	Thailand	140,000	140,000	36.64	36.64	-	-
JKEC Company Limited	Construction services	Thailand	10,100	10,100	26.80	26.80	-	-
Total							113,199	112,048

Significant changes in investments in subsidiaries during the period

(1) Registration of dissolution and liquidation of subsidiaries

SMEGOM Company Limited

At the Extraordinary General Meeting of Shareholders of SMEGOM Company Limited No. 1/2024, held on June 10, 2024, the shareholders resolved to approve the dissolution, effective from June 26, 2024 onwards. The said subsidiary was liquidated on August 27, 2024. Therefore, the Company did not include the financial statements of the said subsidiary in the consolidated financial statements from June 26, 2024 onwards. The Company received a refund of capital and disposal the investment in the subsidiary, and had a loss from disposal of investment included in profit or loss for the period as follows:

	Thousand Baht	
	Consolidated financial statements	Separate financial statements
Consideration received from payback	35	35
(Less) Book value of net assets / investments	(35)	(49)
Loss from disposal of investments	-	(14)

Takuni Intertrade Company Limited

At the Extraordinary General Meeting of Shareholders of Takuni Intertrade Company Limited No. 1/2024, held on September 10, 2024, the shareholders resolved to approve the dissolution of the company, effective from September 29, 2024 onwards. The subsidiary is in the process of liquidation.

(2) Change of status to investment in subsidiary

TTS Connect Company Limited

The Company has changed the status of investment in associate, TTS Connect Company Limited, to investment in subsidiary because the Company has significant control since September 6, 2024 onwards. As of the date on which the Company has control over TTS Connect Company Limited, the fair value of the investment in ordinary shares of the subsidiary, 40 percent of all ordinary shares previously held, amounted to Baht 0.09 million.

The Company has applied Thai Financial Reporting Standard No. 3 “Business combinations” to recognize the business combination transaction. The following summarizes the major classes of consideration transferred and the recognized fair value of assets acquired and liabilities assumed at the date that the Company has significant control:

	<u>Thousand Baht</u>
<u>Assets</u>	
Cash and cash equivalents	188
Trade and other current receivables	2,414
Inventories	373
Other current assets	65
Equipment	321
Intangible assets	29
<u>Liabilities</u>	
Trade and other current payables	(161)
Short-term borrowings from related party	(3,000)
Corporate income tax payable	(3)
Net assets	<u>226</u>
(Less) Non-controlling interest	(136)
Total consideration transfer	-
The fair value of the shares of a previously held subsidiary	<u>90</u>
Goodwill	<u>-</u>

11. INVESTMENT IN ASSOCIATES

Investment in associates consisted of:

Company's name	Type of business	Country of incorporation	Paid-up capital		Ownership interest		Consolidated financial statements		Separate financial statements	
			(Thousand Baht)		(%)		Carrying amounts based on equity method		Carrying amounts based on cost method	
			As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023	As at September 30, 2024	As at December 31, 2023
Yi Hao Motor Co., Ltd.	Manufacturer and assembly electric motor bike	Taiwan	3,914	3,914	40.0	40.0	-	-	-	-
Enrich Property Co., Ltd.	Property development for sale	Thailand	-	10,000	-	30.0	-	-	-	3,000
Enrich Venture Co., Ltd.	Property development for sale	Thailand	-	180,000	-	20.0	-	32,257	-	40,064
Food Ordery Co., Ltd.	Food delivery	Thailand	10,625	10,625	5.9	5.9	13,714	14,397	15,178	15,178
TTS Connect Co., Ltd.	Manufacturer and assembly electric motor bike	Thailand	30	-	40.0	-	-	-	-	-
Total							13,714	46,654	15,178	58,242
(Less) loss on impairment of investments in associates										
Food Ordery Co., Ltd							(13,714)	-	(15,178)	-
Net							-	46,654	-	58,242

Movements of investment in associates for the nine-month period ended September 30, 2024 were as follows:

	Thousand Baht	
	Consolidated financial statements	Separate financial statements
Brought forward at the beginning of period	46,654	58,242
Additions	1,200	1,200
Share of profit (loss)	(4,336)	-
Decrease from impairment	(13,714)	(15,178)
Deduction from transfer to current asset held-for-sale	(29,714)	(43,064)
Decrease from transfer to investment in subsidiaries	(90)	(1,200)
Balance at end of period	-	-

Acquisition of investment

At the Board of Directors' meeting No. 10/2023 held on November 7, 2023, the Board of Directors resolved to jointly invest in TTS Connect Company Limited, which conducts business related to manufacturer and assembly electric motor bike. It has a registered capital of Baht 3 million, divided into 30,000 common shares with a par value of Baht 100 per share, of which the company holds 40 percent. Subsequently, on September 6, 2024, the Company obtained substantial control over the said company and the Company transferred the status of the investment in associate to the investment in subsidiary (Note 10).

Sale of investments

On April 30, 2024, the Company entered into an agreement to sell shares in Enrich Property Company Limited in the proportion of 30.00 percent of the capital and voting rights to other shareholders, by setting the selling price at the original value that the company purchased in the amount of Baht 3.00 million, the shareholders will pay for the shares within 6 months from the contract date, in 1 installment, paying for the shares 100% and the company will transfer ownership of the shares of Enrich Property Company Limited in proportion to amount that the company receives in payment for the entire amount of shares. Later on July 5, 2024, the Company received full payment for the shares.

On April 30, 2024, the Company entered into an agreement to sell shares in Enrich Venture Company Limited in the proportion of 20.00 percent of the capital and voting rights to other shareholders, by setting the selling price at the original value that the company purchased in the amount of Baht 40.06 million. The shareholder will pay the first installment of shares at least 25 percent within 6 months from the contract date and the second installment will pay the remaining share price within a period of 12 months from the contract date and the company will transfer ownership of shares of Enrich Venture Company Limited in proportion to the amount that the company receives in payment for the shares in each installment.

Therefore, from April 30, 2024, the Company has reclassified its investment in two associates as current assets held-for-sale.

Current assets held-for-sale

Movements of current assets held-for-sale for the nine-month period ended September 30, 2024 was as follows:

	Thousand Baht	
	Consolidated financial statements	Separate financial statements
Financial asset measured at fair value		
Brought forward at the beginning of period	-	-
Additions	29,714	43,064
Decrease	(3,000)	(3,000)
Reverse deferred income	(1,405)	-
Gain on reverse share of loss from investment	14,755	-
Balance at end of period	<u>40,064</u>	<u>40,064</u>

Events after the reporting period

The Company has not received the first installment of the payment for the sale of shares in Enrich Venture Company Limited by October 2024 as specified in the agreement to sell share.

Impairment of investment

Food Orderly Company Limited has continuously incurred losses and has significant accumulated losses exceeding capital and has defaulted on loan repayments (Note 4.4). In addition, there are other factors that may affect the operation. These factors are indicators of investment impairment. The Company's management has assessed the expected recoverable amount and considered recording impairment losses of the investment in the said company in profit and loss in the consolidated financial statements and separate financial statements in the amount of Baht 13.71 million and Baht 15.18 million, respectively, for the three-month and nine-month periods ended September 30, 2024.

12. INVESTMENT IN OTHER COMPANY

According to the Board of Directors' meeting No. 4/2024 held on April 2, 2024, the Board of Directors resolved to jointly invest in Infinite Asia Holdings (Thailand) Company Limited, which conducts business related to EV Bike and EV Commercial Car. It has a registered capital of Baht 355 million, divided into 35.50 million common shares with a par value of Baht 10 per share, of which the company holds 5.63 percent with investment of Baht 20 million.

13. PROPERTY PLANT AND EQUIPMENT

Movements of the property, plant and equipment for the nine-month period ended September 30, 2024 were summarized as follows:

	Thousand Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2023	1,135,343	12,169
Acquisitions	202,203	24,705
Disposals and write-off	(19,129)	(8,094)
Transfer from business combination (Note 10)	332	-
Balance as at September 30, 2024	<u>1,318,749</u>	<u>28,780</u>
Accumulated depreciation		
Balance as at December 31, 2023	520,526	10,673
Depreciation	97,078	3,135
Disposals and write-off	(18,741)	(7,844)
Transfer from business combination (Note 10)	11	-
Balance as at September 30, 2024	<u>598,874</u>	<u>5,964</u>
Net book value		
Balance as at December 31, 2023	<u>614,817</u>	<u>1,496</u>
- Owned assets	531,453	1,129
- Right-of-use assets	83,364	367
Balance as at September 30, 2024	<u>719,875</u>	<u>22,816</u>
- Owned assets	637,091	5,573
- Right-of-use assets	82,784	17,243

As at September 30, 2024 and December 31, 2023, the Group had pledged property, plant and equipment with net book value of Baht 446.15 million and Baht 419.15 million, respectively, as collateral for credit facilities for bank overdrafts, letters of credits or trust receipt, letters of guarantees, forward contracts and long-term borrowings from financial institutions.

Right-of-use assets

During the nine-month period ended September 30, 2024, the Group has entered into the lease agreements for property, plant and equipment. The agreements periods are for 1 - 5 years with fixed payment for the entire leasing term. The Group recognised right-of-use assets amounting to Baht 131.76 million.

14. LOAN FROM FINANCIAL INSTITUTION

The Company

In January 2024, the Company entered into two long-term loan agreements with a domestic financial institution, totaling 80 million baht, of which 80 million baht has been drawn down, as follows:

Loan 1: Baht 30 million, interest rate at MLR+3.50 per annum, with 5 installments of principal repayments of Baht 1.50 million, the remaining repayment have to be paid within 2 years. As at September 30, 2024, the Company has drawn down Baht 30 million.

Loan 2: Baht 50 million, interest rate at MLR+3.50 per annum, the Company has to repay the principal not less than of Baht 5 million each within 2 years. As at September 30, 2024, the Company has drawn down Baht 50 million.

These loans are secured by the Company's land and buildings.

A subsidiary

In May 2024, the subsidiary entered into a long-term loan agreement the Company has to repay the principal not less than Baht 60 million, with a monthly principal repayment period of Baht 1.67 million, to be repaid within 40 months and the first principal repayment to be made within 5 months after the first drawdown. As at September 30, 2024, the subsidiary has drawn down the loan amounting to Baht 58.33 million. The loan is secured by the subsidiary's land and buildings.

In August 2024, the Group of subsidiaries into a long-term loan agreement with a local financial institution amounting to Baht 10 million. The agreement stipulated to monthly repay the principal totalling Baht 0.18 million within 93 months.

The subsidiaries are required to comply with the terms and conditions governing the rights and obligations of the borrower, such as maintaining the debt to equity ratio and debt service coverage ratio (DSCR), etc.

15. SEGMENT INFORMATION AND DISAGGREGATION OF REVENUE

(a) Segment information

Management determined that the Group has seven reportable segments which are the Group’s strategic divisions for different products and services, and are managed separately. The following summary describes the operations in each of the Group’s reportable segments.

- Segment Liquid Petroleum Gas trading Petroleum gas trading for household cooking, industry and transportation
- Segment equipment trading and gas system installation Equipment trading and gas systems installation in automobile and industry
- Segment transportation services Hazardous substances and construction materials transportation services by land
- Segment construction services Construction services
- Segment NDT and inspection services Non-destructive testing and certify service under safety standards and regulations inspection service
- Segment security, housekeeping and other services Providing security, housekeeping and other services (until December 8, 2023)
- Others Property development, food delivery and others

Each segment's performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group’s CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm’s length basis.

(b) Geographical segments

The Group is managed and operated mainly in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

Revenue and profit (loss) by segment operations

Details of revenue and profit (loss) by segment operations for the nine-month period ended September 30, 2024 and 2023 were as follows:

		Million Baht													
		Consolidated financial statements													
		Liquid Petroleum		Equipment trading and gas		Transportation services		Construction services		NDT and		Security,		Total	
		Gas trading		system installation						inspection services		housekeeping			
		2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Information about reportable segments															
Total revenues		248,593	320,339	1,988	2,064	35,014	32,637	2,784,712	2,393,781	96,796	101,242	-	180,464	3,167,103	3,030,527
Inter-segment revenue		-	(14,075)	(202)	(543)	(10,887)	(13,220)	-	-	(31,221)	(15,268)	-	-	(42,310)	(43,106)
External revenues		248,593	306,264	1,786	1,521	24,127	19,417	2,784,712	2,393,781	65,575	85,974	-	180,464	3,124,793	2,987,421
Timing of revenue recognition															
At a point in time		248,593	306,264	1,786	1,521	-	-	-	-	-	-	-	-	250,379	307,785
Over time		-	-	-	-	24,127	19,417	2,784,712	2,393,781	65,575	85,974	-	180,464	2,874,414	2,679,636
Total revenues		248,593	306,264	1,786	1,521	24,127	19,417	2,784,712	2,393,781	65,575	85,974	-	180,464	3,124,793	2,987,421
Segment profit (loss) before income tax		(94,230)	(7,043)	(479)	(183)	(4,895)	(974)	137,284	208,754	9,524	6,973	-	(25,993)	47,204	181,534
Other segments		-	-	-	-	-	-	-	-	-	-	-	-	(5,619)	3,034
Share of profit (loss) of associates accounted for using equity method		-	-	-	-	-	-	-	-	-	-	-	-	(4,336)	2,212
Total profit (loss) before income tax expense		(94,230)	(7,043)	(479)	(183)	(4,995)	(974)	137,284	208,754	9,524	6,973	-	(25,993)	37,249	186,780

16. OTHER (GAINS) LOSSES

Other (gain) losses consisted of:

	Thousand Baht			
	Consolidated financial statements			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
Impairment loss on investments in associate	13,715	-	13,715	-
Gain on reversal of share of loss from investment	-	-	(14,755)	-
Loss on measuring of investment in equity security	1,717	-	4,217	-
Total	15,432	-	3,177	-

	Thousand Baht			
	Separate financial statements			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2024	2023	2024	2023
Impairment loss on investments in associate	15,178	-	15,178	-
Gain on reversal of share of loss from investment	-	-	-	-
Loss on measuring of investment in equity security	1,717	-	4,217	-
Total	16,895	-	19,395	-

17. APPROPRIATION OF RETAINED EARNINGS

17.1 At the Annual General Meeting of the shareholders of CAZ (Thailand) Public Company Limited held on April 22, 2024, the shareholders approved the dividend payment from the operating results for the year ended December 31, 2023 at the rate of Baht 0.2114 per share, amounting to Baht 62.17 million. The record date to determine the name of shareholders who are entitled to receive dividend is March 13, 2024 and the payment date is May 20, 2024.

17.2 At the Annual General Meeting of the shareholders of Takuni Trading Company Limited held on April 29, 2024, the shareholders approved the dividend payment from the operating results for the year ended December 31, 2023 at the rate of Baht 1.50 per share, amounting to Baht 15.00 million. the payment date is May 31, 2024.

18. 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.

		Thousand Baht				
		Consolidated financial statements				
		Carrying amount		Fair value		
Financial instruments measured at		Financial instruments measured at				
FVTPL		cost	Level 1	Level 2	Level 3	Total
As at September 30, 2024						
Financial asset						
Investment in equity security	5,157	-	-	-	5,157	5,157
Financial liability						
Long-term borrowings from financial institutions	-	190,154	-	-	189,109	189,109
As at December 31, 2023						
Financial asset						
Investment in equity security	9,374	-	-	-	9,374	9,374
Financial liability						
Long-term borrowings from financial institutions	-	50,620	-	-	48,793	48,793

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.

Expected credit loss

Allowance for expected credit 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.

	Consolidated financial statements							Total
	Trade receivables						Fully allowance for impairment loss on trade receivables	
	Contract assets	Within credit terms	Overdue			Over 12 months		
			Less than 3 months	3-6 months	6-12 months			
							%	
As at September 30, 2024								
Weighted average loss rate	-	-	-	-	-	-	100	
Thousand Baht								
Total carrying amounts	700,045	486,820	549,572	366,132	1,902	-	940	1,405,366
Allowance for expected credit loss	-	-	-	-	-	-	(940)	(940)
%								
As at December 31, 2023								
Weighted average loss rate	-	-	-	-	-	-	100	
Thousand Baht								
Total carrying amounts	1,037,938	286,004	44,947	2,975	-	-	756	334,682
Allowance for expected credit loss	-	-	-	-	-	-	(756)	(756)

20.2 The Company has been sued to revoke the transaction of purchase and sale of shares of a company by two persons (the "Plaintiffs"), having received a summons of civil case from Nonthaburi Provincial Court, by opening a summons on May 16, 2024 and the Company has filed a statement of defense against the plaintiffs' lawsuit on July 19, 2024. The court has scheduled a hearing on July 23, 2024 and scheduled the examination of witnesses on September 2-5, 2025. The case is currently under consideration by the Court. The Company has not yet recorded an estimate of liabilities.

21. RECLASSIFICATIONS

Certain reclassifications have been made in the consolidated statements of comprehensive income for the three-month and nine-month periods ended September 30, 2023 to conform to the classifications used in the consolidated statements of comprehensive income for the three-month and nine-month periods ended September 30, 2024 as follows:

	Baht			
	Consolidated financial statements			
	For the three-month period ended September 30, 2023			
As previously reported	Increase (decrease)	As reclassified		
Revenues from sales of goods	3,420	66,361	69,781	
Cost of sales of goods	154	66,361	66,515	

	Baht			
	Consolidated financial statements			
	For the nine-month period ended September 30, 2023			
As previously reported	Increase (decrease)	As reclassified		
Revenues from sales of goods	163,980	143,805	307,785	
Cost of sales of goods	152,746	143,805	296,551	

22. APPROVAL OF THE FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Company's board of directors on November 14, 2024.