

TOA Paint (Thailand) Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2024

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of TOA Paint (Thailand) Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of TOA Paint (Thailand) Public Company Limited and its subsidiaries as at 31 March 2024, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of TOA Paint (Thailand) Public Company Limited for the same period (collectively "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*.

Serm Brisuthikun

Certified Public Accountant (Thailand) No. 9452

EY Office Limited

Bangkok: 14 May 2024

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2024

(Unit: Thousand Baht)

| | Note | Consolidated financial statements | | Separate financial statements | |
|---|------|-----------------------------------|-------------------|-------------------------------|-------------------|
| | | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | | 3,577,136 | 3,401,950 | 2,215,219 | 2,113,035 |
| Other current financial assets | 3 | 5,141,126 | 4,339,571 | 4,893,276 | 4,101,965 |
| Trade and other receivables | 4 | 3,793,420 | 3,815,785 | 2,960,588 | 2,837,534 |
| Current portion of hire purchase receivables | | 49,998 | 53,355 | 48,332 | 51,544 |
| Short-term loans to related parties and interest receivables | 2 | - | - | 526,842 | 501,637 |
| Short-term loans to others | | 10,460 | 10,324 | - | - |
| Inventories | | 3,410,920 | 2,824,237 | 1,978,284 | 1,646,291 |
| Derivative assets | | 1,266 | - | 1,133 | - |
| Other current assets | | 367,339 | 354,869 | 111,241 | 93,457 |
| Total current assets | | 16,351,665 | 14,800,091 | 12,734,915 | 11,345,463 |
| Non-current assets | | | | | |
| Non-current portion of trade receivables | 4 | - | - | 834,768 | 781,898 |
| Hire purchase receivables | | 208,680 | 208,681 | 206,297 | 205,788 |
| Other non-current financial assets | 5 | 135,340 | 124,935 | 135,340 | 124,935 |
| Investments in subsidiaries | | - | - | 4,543,857 | 4,543,857 |
| Investment properties | | 4,115 | 4,774 | 4,115 | 4,774 |
| Property, plant and equipment | 6 | 4,103,281 | 3,965,758 | 1,392,669 | 1,334,047 |
| Right-of-use assets | 7 | 1,230,881 | 1,251,307 | 907,414 | 940,807 |
| Intangible assets | | 199,787 | 216,161 | 129,618 | 143,945 |
| Goodwill | | 355,345 | 355,345 | - | - |
| Advance payments for property, plant and equipment | | 73,214 | 111,252 | - | - |
| Deferred tax assets | | 160,314 | 164,720 | 109,843 | 110,335 |
| Other non-current assets | | 51,509 | 75,700 | 1,817 | 1,817 |
| Total non-current assets | | 6,522,466 | 6,478,633 | 8,265,738 | 8,192,203 |
| Total assets | | 22,874,131 | 21,278,724 | 21,000,653 | 19,537,666 |

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

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2024

(Unit: Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | | |
|--|--|-----------------------------|--------------------------------------|-----------------------------|-------------------------|
| | <u>Note</u> | <u>31 March 2024</u> | <u>31 December 2023</u> | <u>31 March 2024</u> | <u>31 December 2023</u> |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Liabilities and shareholders' equity | | | | | |
| Current liabilities | | | | | |
| Short-term loans from financial institutions | | 94,572 | 72,312 | - | - |
| Trade and other payables | | 4,602,770 | 4,153,780 | 3,758,227 | 3,189,224 |
| Short-term loans from others | | 2,788 | 571 | - | - |
| Current portion of long-term loans from financial institution | 8 | 90,076 | 79,041 | - | - |
| Income tax payable | | 561,827 | 331,642 | 494,435 | 288,084 |
| Current portion of lease liabilities | | 193,538 | 189,998 | 140,923 | 139,943 |
| Derivatives liabilities | | - | 1,946 | - | 1,716 |
| Other current liabilities | | 86,179 | 99,380 | 50,479 | 60,190 |
| Total current liabilities | | 5,631,750 | 4,928,670 | 4,444,064 | 3,679,157 |
| Non-current liabilities | | | | | |
| Long-term loans from financial institution - net of current portion | 8 | 189,049 | 177,842 | - | - |
| Lease liabilities - net of current portion | | 901,411 | 932,601 | 810,330 | 843,207 |
| Provision for long-term employee benefits | | 343,851 | 334,116 | 282,857 | 275,908 |
| Deferred tax liabilities | | 80,867 | 82,546 | - | - |
| Other non-current liabilities | | 5,138 | 4,871 | - | - |
| Total non-current liabilities | | 1,520,316 | 1,531,976 | 1,093,187 | 1,119,115 |
| Total liabilities | | 7,152,066 | 6,460,646 | 5,537,251 | 4,798,272 |

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

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2024

(Unit: Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | | |
|--|--|-----------------------------|--------------------------------------|-----------------------------|-------------------------|
| | <u>Note</u> | <u>31 March 2024</u> | <u>31 December 2023</u> | <u>31 March 2024</u> | <u>31 December 2023</u> |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Shareholders' equity | | | | | |
| Share capital | | | | | |
| Registered | | | | | |
| 2,029,000,000 ordinary shares of Baht 1 each | | 2,029,000 | 2,029,000 | 2,029,000 | 2,029,000 |
| Issued and fully paid | | | | | |
| 2,029,000,000 ordinary shares of Baht 1 each | | 2,029,000 | 2,029,000 | 2,029,000 | 2,029,000 |
| Share premium | | 5,761,533 | 5,761,533 | 5,761,533 | 5,761,533 |
| Retained earnings | | | | | |
| Appropriated - statutory reserve | | 202,900 | 202,900 | 202,900 | 202,900 |
| - treasury shares reserve | 9 | 37,604 | - | 37,604 | - |
| Unappropriated | | 7,793,349 | 7,026,905 | 7,506,715 | 6,791,031 |
| Treasury shares | 9 | (37,604) | - | (37,604) | - |
| Other components of shareholders' equity | | (825,088) | (949,267) | (36,746) | (45,070) |
| Equity attributable to equity holders of the Company | | 14,961,694 | 14,071,071 | 15,463,402 | 14,739,394 |
| Non-controlling interests of the subsidiaries | | 760,371 | 747,007 | - | - |
| Total shareholders' equity | | 15,722,065 | 14,818,078 | 15,463,402 | 14,739,394 |
| Total liabilities and shareholders' equity | | 22,874,131 | 21,278,724 | 21,000,653 | 19,537,666 |
| | | - | - | - | - |

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

Directors

(Unaudited but reviewed)

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2024

(Unit: Thousand Baht except earnings per share expressed in Baht)

| Note | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|--------------------|-------------------------------|--------------------|
| | 2024 | 2023 (Restated) | 2024 | 2023 |
| Profit or loss: | | | | |
| Sales | 5,427,732 | 5,653,503 | 4,547,631 | 4,661,195 |
| Cost of sales | <u>(3,483,948)</u> | <u>(3,795,004)</u> | <u>(3,053,545)</u> | <u>(3,216,133)</u> |
| Gross profit | 1,943,784 | 1,858,499 | 1,494,086 | 1,445,062 |
| Dividend income | 1,162 | 4,025 | 1,162 | 4,025 |
| Other income | 56,268 | 46,977 | 53,564 | 37,691 |
| Selling and distribution expenses | (679,824) | (659,896) | (426,411) | (404,461) |
| Administrative expenses | (399,892) | (380,504) | (332,170) | (276,224) |
| Exchange gain (loss) | 120,227 | (18,877) | 147,668 | (15,764) |
| Gain (loss) from fair value of financial assets | 29,485 | 256 | 28,351 | (375) |
| Operating profit | 1,071,210 | 850,480 | 966,250 | 789,954 |
| Finance cost | <u>(14,814)</u> | <u>(17,242)</u> | <u>(7,460)</u> | <u>(15,133)</u> |
| Profit before income tax expenses | 1,056,396 | 833,238 | 958,790 | 774,821 |
| Income tax expenses | 10 <u>(234,185)</u> | <u>(190,214)</u> | <u>(205,502)</u> | <u>(159,765)</u> |
| Profit for the period | <u>822,211</u> | <u>643,024</u> | <u>753,288</u> | <u>615,056</u> |
| Other comprehensive income: | | | | |
| <i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i> | | | | |
| Exchange differences on translation of financial statements in foreign currencies | 111,056 | 9,183 | - | - |
| <i>Other comprehensive income not to be reclassified</i> | | | | |
| Gain on changes in value of equity investments designated at fair value through other comprehensive income - net of income tax | 8,324 | - | 8,324 | - |
| Other comprehensive income for the period | <u>119,380</u> | <u>9,183</u> | <u>8,324</u> | <u>-</u> |
| Total comprehensive income for the period | <u>941,591</u> | <u>652,207</u> | <u>761,612</u> | <u>615,056</u> |
| Profit attributable to: | | | | |
| Equity holders of the Company | 804,048 | 631,973 | <u>753,288</u> | <u>615,056</u> |
| Non-controlling interests of the subsidiaries | <u>18,163</u> | <u>11,051</u> | | |
| | <u>822,211</u> | <u>643,024</u> | | |
| Total comprehensive income attributable to: | | | | |
| Equity holders of the Company | 928,227 | 640,297 | <u>761,612</u> | <u>615,056</u> |
| Non-controlling interests of the subsidiaries | <u>13,364</u> | <u>11,910</u> | | |
| | <u>941,591</u> | <u>652,207</u> | | |
| Earnings per share | | | | |
| Basic earnings per share | | | | |
| Profit attributable to equity holders of the Company | 11 <u>0.40</u> | <u>0.31</u> | <u>0.37</u> | <u>0.30</u> |

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

(Unaudited but reviewed)

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

| Consolidated financial statements | | | | | | | | | | | | | | | |
|--|------------------|---------------------------------------|---|----------------|------------------|---|------------------|---|--|--|--|--|--|----------------------------|-------------------|
| Equity attributable to owners of the Company | | | | | | | | | | | | | | | |
| Other components of shareholders' equity | | | | | | | | | | | | | | | |
| Other comprehensive income | | | | | | | | | | | | | | | |
| Deficit on | | | | | | | | | | | | | | | |
| Exchange differences on translation of financial statements | | | | | | | | | | | | | | | |
| changes in fair value through other comprehensive income of | | | | | | | | | | | | | | | |
| Deficit on business combination under common control | | | | | | | | | | | | | | | |
| Total other components of shareholders' equity | | | | | | | | | | | | | | | |
| Total equity attributable to owners of the Company | | | | | | | | | | | | | | | |
| Equity attributable to non-controlling interests of the subsidiaries | | | | | | | | | | | | | | | |
| Total shareholders' equity | | | | | | | | | | | | | | | |
| Issued and paid-up share capital | Share premium | Retained earnings - statutory reserve | Retained earnings - treasury shares reserve | Unappropriated | Treasury shares | Exchange differences on translation of financial statements in foreign currencies | Actuarial loss | changes in fair value through other comprehensive income of investments in equity | Deficit on business combination under common control | Deficit on change in ownership interests in subsidiaries | Total other components of shareholders' equity | Total equity attributable to owners of the Company | Equity attributable to non-controlling interests of the subsidiaries | Total shareholders' equity | |
| Balance as at 1 January 2023 | 2,029,000 | 5,761,533 | 202,900 | - | 5,634,496 | - | (361,840) | (14,515) | (4,302) | (194,894) | (260,543) | (836,094) | 12,791,835 | 697,804 | 13,489,639 |
| Profit for the period - restated | - | - | - | - | 631,973 | - | - | - | - | - | - | 631,973 | 11,051 | 643,024 | |
| Other comprehensive income for the period | - | - | - | - | - | - | 8,324 | - | - | - | - | 8,324 | 859 | 9,183 | |
| Total comprehensive income for the period - restated | - | - | - | - | 631,973 | - | 8,324 | - | - | - | - | 640,297 | 11,910 | 652,207 | |
| Balance as at 31 March 2023 - restated | <u>2,029,000</u> | <u>5,761,533</u> | <u>202,900</u> | <u>-</u> | <u>6,266,469</u> | <u>-</u> | <u>(353,516)</u> | <u>(14,515)</u> | <u>(4,302)</u> | <u>(194,894)</u> | <u>(260,543)</u> | <u>(827,770)</u> | <u>13,432,132</u> | <u>709,714</u> | <u>14,141,846</u> |
| Balance as at 1 January 2024 | 2,029,000 | 5,761,533 | 202,900 | - | 7,026,905 | - | (464,560) | (14,515) | (14,755) | (194,894) | (260,543) | (949,267) | 14,071,071 | 747,007 | 14,818,078 |
| Profit for the period | - | - | - | - | 804,048 | - | - | - | - | - | - | 804,048 | 18,163 | 822,211 | |
| Other comprehensive income for the period | - | - | - | - | - | - | 115,855 | - | 8,324 | - | - | 124,179 | (4,799) | 119,380 | |
| Total comprehensive income for the period | - | - | - | - | 804,048 | - | 115,855 | - | 8,324 | - | - | 928,227 | 13,364 | 941,591 | |
| Treasury shares for the period (Note 9) | - | - | - | - | - | (37,604) | - | - | - | - | - | (37,604) | - | (37,604) | |
| Transfer to treasury shares reserve (Note 9) | - | - | - | 37,604 | (37,604) | - | - | - | - | - | - | - | - | - | |
| Balance as at 31 March 2024 | <u>2,029,000</u> | <u>5,761,533</u> | <u>202,900</u> | <u>37,604</u> | <u>7,793,349</u> | <u>(37,604)</u> | <u>(348,705)</u> | <u>(14,515)</u> | <u>(6,431)</u> | <u>(194,894)</u> | <u>(260,543)</u> | <u>(825,088)</u> | <u>14,961,694</u> | <u>760,371</u> | <u>15,722,065</u> |

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

(Unaudited but reviewed)

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

| Separate financial statements | | | | | | | | | | |
|--|------------------|------------------|----------------|---------------------|------------------|--|-----------------|--|-----------------|----------------------------|
| | | | | | | Other components of shareholders' equity | | | | |
| | | | | | | Other comprehensive income | | | | |
| | | | | | | Deficit on changes in fair value | | | | |
| | | | | | | through other comprehensive income of | | Total other components of shareholders' equity | | Total shareholders' equity |
| Issued and paid-up share capital | | Share premium | | Retained earnings | | Actuarial loss | | investments in equity | | equity |
| | | | | Appropriated | | | | | | |
| | | | | - statutory reserve | | - treasury shares reserve | | | | |
| | | | | | | Unappropriated | | Treasury shares | | |
| Balance as at 1 January 2023 | 2,029,000 | 5,761,533 | 202,900 | - | 5,719,241 | - | (30,316) | (4,302) | (34,618) | 13,678,056 |
| Profit for the period | - | - | - | - | 615,056 | - | - | - | - | 615,056 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | 615,056 | - | - | - | - | 615,056 |
| Balance as at 31 March 2023 | <u>2,029,000</u> | <u>5,761,533</u> | <u>202,900</u> | <u>-</u> | <u>6,334,297</u> | <u>-</u> | <u>(30,316)</u> | <u>(4,302)</u> | <u>(34,618)</u> | <u>14,293,112</u> |
| | | | | | | | | | | - |
| Balance as at 1 January 2024 | 2,029,000 | 5,761,533 | 202,900 | - | 6,791,031 | - | (30,315) | (14,755) | (45,070) | 14,739,394 |
| Profit for the period | - | - | - | - | 753,288 | - | - | - | - | 753,288 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | 8,324 | 8,324 | 8,324 |
| Total comprehensive income for the period | - | - | - | - | 753,288 | - | - | 8,324 | 8,324 | 761,612 |
| Treasury shares for the period (Note 9) | - | - | - | - | - | (37,604) | - | - | - | (37,604) |
| Transfer to treasury shares reserve (Note 9) | - | - | - | 37,604 | (37,604) | - | - | - | - | - |
| Balance as at 31 March 2024 | <u>2,029,000</u> | <u>5,761,533</u> | <u>202,900</u> | <u>37,604</u> | <u>7,506,715</u> | <u>(37,604)</u> | <u>(30,315)</u> | <u>(6,431)</u> | <u>(36,746)</u> | <u>15,463,402</u> |

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

(Unaudited but reviewed)

TOA Paint (Thailand) Public Company Limited and its subsidiaries**Cash flow statement**

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|---|--|---------------------------|--------------------------------------|------------------|
| | <u>2024</u> | <u>2023</u> (Restated) | <u>2024</u> | <u>2023</u> |
| Cash flows from operating activities | | | | |
| Profit before income tax | 1,056,396 | 833,238 | 958,790 | 774,821 |
| Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities: | | | | |
| Depreciation and amortisation | 190,651 | 184,085 | 99,399 | 110,205 |
| Allowance for expected credit loss | 33,547 | 9,057 | 77,930 | 2,789 |
| Reduction of inventories to net realisable value | 5,283 | 15,614 | 3,374 | 1,358 |
| Loss (gain) on disposals and write-off of plant and equipment | (244) | 59 | (234) | (59) |
| Gain from lease cancellation and modification | (144) | (437) | - | (47) |
| Loss (gain) on sale of other current financial assets | (8,453) | 2,938 | (7,917) | 3,095 |
| Gain from fair value of other current financial assets | (21,032) | (3,194) | (20,434) | (2,720) |
| Provision for long-term employee benefits | 11,301 | 12,279 | 8,748 | 8,791 |
| Gain on derivative | (3,212) | (926) | (2,849) | (1,213) |
| Interest income | (19,436) | (10,311) | (20,764) | (10,837) |
| Finance costs | 14,814 | 17,242 | 7,460 | 15,133 |
| Dividend income | (1,162) | (4,025) | (1,162) | (4,025) |
| Unrealised loss (gain) on exchange rates | (61,782) | 25,722 | (141,608) | 15,533 |
| Profit from operating activities before changes in operating assets and liabilities | 1,196,527 | 1,081,341 | 960,733 | 912,824 |
| Operating assets (increase) decrease | | | | |
| Trade and other receivables | (13,895) | (229,149) | (148,631) | (339,703) |
| Hire purchase receivables | 2,793 | (2,357) | 2,288 | (2,687) |
| Inventories | (589,527) | 275,825 | (335,367) | 210,278 |
| Other current assets | (14,472) | (8,724) | (26,262) | (2,139) |
| Other non-current assets | 24,232 | (1,587) | - | (6) |
| Operating liabilities increase (decrease) | | | | |
| Trade and other payables | 462,298 | 176,156 | 543,747 | 299,585 |
| Other current liabilities | (10,957) | (1,843) | 3,216 | 7,442 |
| Cash paid for long-term employee benefits | (1,798) | (4,473) | (1,799) | (2,060) |
| Other non-current liabilities | 308 | (122) | - | - |
| Cash flows from operating activities | 1,055,509 | 1,285,067 | 997,925 | 1,083,534 |
| Cash paid for income tax | (3,004) | (10,890) | (742) | (381) |
| Net cash flows from operating activities | 1,052,505 | 1,274,177 | 997,183 | 1,083,153 |

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

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|--------------------|-------------------------------|--------------------|
| | 2024 | 2023 (Restated) | 2024 | 2023 |
| Cash flows from investing activities | | | | |
| Payments for additional investments in subsidiaries | - | - | - | (1,204) |
| Payments for purchase of intangible assets | (8,782) | (12,290) | (7,895) | (4,265) |
| Payments for purchase of property, plant and equipment | (119,551) | (49,301) | (100,470) | (34,366) |
| Payments for purchase of other current financial assets | (8,000,519) | (4,146,247) | (7,686,909) | (3,814,174) |
| Proceeds from sales of other current financial assets | 7,227,056 | 2,970,899 | 6,921,999 | 2,690,899 |
| Proceeds from sales of plant and equipment | 261 | 61 | 244 | 61 |
| Decrease (increase) in short-term loans to related parties | - | - | (17,342) | 74,050 |
| Interest received | 16,972 | 4,366 | 15,721 | 4,761 |
| Dividends received | 466 | 3,037 | 466 | 3,037 |
| Net cash flows used in investing activities | (884,097) | (1,229,475) | (874,186) | (1,081,201) |
| Cash flows from financing activities | | | | |
| Increase (decrease) in short-term loans from financial institutions | 24,757 | (26,157) | - | - |
| Increase (decrease) in short-term loans from others | 2,217 | (870) | - | - |
| Repayments of long-term loans from financial institutions | (22,073) | - | - | - |
| Proceeds from long-term loans from financial institutions | 25,966 | 19,869 | - | - |
| Payments for lease liabilities | (48,706) | (51,086) | (34,993) | (43,367) |
| Interest paid | (14,814) | (3,035) | (7,460) | - |
| Payments for treasury stock | (37,604) | - | (37,604) | - |
| Net cash flows used in financing activities | (70,257) | (61,279) | (80,057) | (43,367) |
| Effect of exchange rate on cash and cash equivalents | 59,739 | (12,276) | 59,244 | (3,482) |
| Increase in translation adjustments | 17,296 | 1,846 | - | - |
| Net increase (decrease) in cash and cash equivalents | 175,186 | (27,007) | 102,184 | (44,897) |
| Cash and cash equivalents at beginning of the period | 3,401,950 | 2,207,858 | 2,113,035 | 1,192,102 |
| Cash and cash equivalents at end of the period | 3,577,136 | 2,180,851 | 2,215,219 | 1,147,205 |
| | - | - | - | - |
| Supplemental cash flows information | | | | |
| <i>Non-cash transactions:</i> | | | | |
| Transfer of inventories to equipment | 2,493 | 3,540 | 810 | 844 |
| Transfer of construction in process to intangible assets | - | 22,037 | - | - |
| Transfer of intangible assets to equipment | 4,396 | - | 3,975 | - |
| Dividend receivables | 733 | 1,042 | 733 | 1,042 |
| Payables from purchases of property, plant and equipment and intangible assets | 63,674 | 45,515 | 58,831 | 40,174 |
| Transfer of advance payments to property, plant and equipment | 38,038 | - | - | - |
| Payables from purchases of other current financial assets | 15,665 | 11,026 | 15,665 | 11,026 |
| Receivables from sales of other current financial assets | 17,124 | 4,440 | 17,681 | 4,440 |
| Acquisition of right-of-use assets under lease contracts | 16,650 | 82,869 | 3,097 | 76,054 |

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

TOA Paint (Thailand) Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month period ended 31 March 2024

1. General information

1.1 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

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 circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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 interim financial statements in Thai language.

1.2 Basis of preparation of interim consolidated financial statements

The interim consolidated financial statements included the financial statements of TOA Paint (Thailand) Public Company Limited ("the Company") and its subsidiaries ("the subsidiaries") (Collectively as "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2023. There has been no significant change in shareholding structure of subsidiaries during the current period.

1.3 Accounting policies

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2023.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2024, do not have any significant impact on the Group's financial statements.

1.4 Restatement of financial statement from business combination**Fast-Mix Company Limited (“Fast-Mix”)**

On 1 July 2022, the Company acquired shares of Fast-Mix from TOA Group Holding Company Limited and completed the assessment of fair value of Fast-Mix’s identifiable assets acquired and liabilities assumed at the acquisition date in the second quarter of the year 2023 as described in Note 13.1 to the 2023 annual financial statements. The Company therefore restated the consolidated statements of comprehensive income and cash flows for the three-month period ended 31 March 2023, presented herein as comparative information, to reflect the fair value of the identifiable assets acquired and liabilities assumed.

The amounts of adjustments affecting the consolidated statement of comprehensive income for the three-month period ended 31 March 2023 are summarised below.

| | (Unit: Thousand Baht) |
|--|----------------------------|
| | <u>Increase (decrease)</u> |
| Consolidated statement of comprehensive income | |
| Cost of sales | 331 |
| Administrative expenses | 469 |
| Income tax expenses | (160) |
| Profit for the period | (640) |
| Profit attributable to equity holders of the Company | (512) |
| Profit attributable to non-controlling interests of the subsidiary | (128) |

2. Related party transactions

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in transfer pricing policy of transactions with related parties during the current period.

(Unaudited but reviewed)

Summaries significant business transactions with related parties as follows.

(Unit: Thousand Baht)

| | For the three-month periods ended 31 March | | | |
|---|--|-------------|-------------------------------|-------------|
| | Consolidated financial statements | | Separate financial statements | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Transactions with subsidiaries | | | | |
| (eliminated from the consolidated financial statements) | | | | |
| Sales of goods | - | - | 214,679 | 194,880 |
| Purchases of goods | - | - | 418,903 | 394,021 |
| Revenue from services | - | - | 10,276 | 5,576 |
| Rental income | - | - | 900 | 900 |
| Other income | - | - | 1,160 | 558 |
| Interest income | - | - | 4,072 | 1,171 |
| Promotion expenses | - | - | 6,789 | 5,691 |
| Consultant fee | - | - | - | 7,740 |
| Transactions with related companies | | | | |
| Sales of goods | 99,919 | 140,953 | 98,036 | 139,474 |
| Purchases of goods | 123,464 | 135,458 | 122,742 | 133,633 |
| Revenue from services | 1,014 | 942 | 1,014 | 942 |
| Rental income | 2,298 | 2,258 | 2,298 | 2,258 |
| Subcontractor expenses | 603 | 603 | 603 | 603 |
| Rental expenses | 203 | 125 | 203 | 125 |
| Payments on lease liabilities | 35,358 | 35,580 | 35,140 | 35,362 |
| Interest expenses from lease liabilities | 6,717 | 14,504 | 6,708 | 14,489 |

(Unaudited but reviewed)

The balances of the accounts between the Group and those related companies are as follows:

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---|----------------------|----------------------|----------------------|----------------------|
| | financial statements | financial statements | financial statements | financial statements |
| | 31 March | 31 December | 31 March | 31 December |
| | 2024 | 2023 | 2024 | 2023 |
| | | (Audited) | | (Audited) |
| Trade and other receivables (Note 4) | | | | |
| Subsidiaries | - | - | 1,356,602 | 1,278,631 |
| Related companies | 118,551 | 151,457 | 116,642 | 149,753 |
| Total | 118,551 | 151,457 | 1,473,244 | 1,428,384 |
| Trade and other payables | | | | |
| Subsidiaries | - | - | 146,036 | 133,915 |
| Related companies | 119,737 | 125,247 | 119,558 | 123,908 |
| Total | 119,737 | 125,247 | 265,594 | 257,823 |
| Lease liabilities | | | | |
| Related companies | 863,325 | 904,533 | 862,127 | 903,126 |
| Total | 863,325 | 904,533 | 862,127 | 903,126 |

Short-term loans to subsidiaries and interest receivables

(Unit: Thousand Baht)

| | Separate financial statements |
|--|-------------------------------|
| Balance as at 1 January 2024 | 501,637 |
| Additions of loan principal | 17,342 |
| Additions of interest income | 4,072 |
| Proceeds from interest income | (1,493) |
| Unrealised gain on exchange | 22,670 |
| Increase in allowance for expected credit losses | (17,386) |
| Balance as at 31 March 2024 | 526,842 |

As at 31 March 2024, the short-term loans are due at call and carry interest at rates between 3.00% - 3.50% per annum (31 December 2023: between 3.00% and 3.50% per annum) and unsecured.

(Unaudited but reviewed)

Directors and management's benefits

(Unit: Thousand Baht)

| | For the three-month periods ended 31 March | | | |
|------------------------------|--|--------|----------------------|--------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2024 | 2023 | 2024 | 2023 |
| Short-term employee benefits | 21,391 | 18,493 | 21,391 | 18,493 |
| Post-employment benefits | 353 | 593 | 353 | 593 |
| Total | 21,744 | 19,086 | 21,744 | 19,086 |

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its subsidiaries, as described in Note 13.3 to the interim financial statements.

3. Other current financial assets

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--|----------------------|-------------|----------------------|-------------|
| | financial statements | | financial statements | |
| | 31 March | 31 December | 31 March | 31 December |
| | 2024 | 2023 | 2024 | 2023 |
| | | (Audited) | | (Audited) |
| Investments measured at fair value through profit or loss | | | | |
| Debt instruments | 4,691,511 | 4,033,479 | 4,446,153 | 3,798,731 |
| Listed equity investments | 449,615 | 306,092 | 447,123 | 303,234 |
| Total other current financial assets | 5,141,126 | 4,339,571 | 4,893,276 | 4,101,965 |

Movements of other current financial assets for the three-month period ended 31 March 2024 are summarised below:

(Unit: Thousand Baht)

| | Consolidated | Separate |
|------------------------------|----------------------|----------------------|
| | financial statements | financial statements |
| Balance as at 1 January 2024 | 4,339,571 | 4,101,965 |
| Additions | 8,016,184 | 7,702,574 |
| Disposals | (7,235,661) | (6,931,697) |
| Change in fair value | 21,032 | 20,434 |
| Balance as at 31 March 2024 | 5,141,126 | 4,893,276 |

(Unaudited but reviewed)

4. Trade and other receivables

| | (Unit: Thousand Baht) | | | |
|---|-----------------------|---------------------|----------------------|---------------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
| | | (Audited) | | (Audited) |
| Trade accounts receivable - related parties (Note 2) | | | | |
| Aged on the basis of due dates | | | | |
| Past due | | | | |
| Up to 3 months | 109,033 | 144,112 | 340,026 | 338,483 |
| 3 - 6 months | 5,540 | 4,456 | 46,065 | 70,733 |
| 6 - 12 months | - | - | 134,071 | 114,304 |
| Over 12 months | - | - | 1,131,967 | 1,041,240 |
| Total | 114,573 | 148,568 | 1,652,129 | 1,564,760 |
| Less: Allowance for expected credit losses | - | - | (194,538) | (147,909) |
| Total trade accounts receivable - related parties, net | 114,573 | 148,568 | 1,457,591 | 1,416,851 |
| Trade accounts receivable - unrelated parties | | | | |
| Aged on the basis of due dates | | | | |
| Past due | | | | |
| Up to 3 months | 3,264,408 | 3,308,584 | 2,186,780 | 2,025,076 |
| 3 - 6 months | 99,322 | 68,312 | 17,725 | 6,392 |
| 6 - 12 months | 91,976 | 57,443 | 10,469 | 11,803 |
| Over 12 months | 393,061 | 369,470 | 158,156 | 157,589 |
| Total | 3,848,767 | 3,803,809 | 2,373,130 | 2,200,860 |
| Less: Allowance for expected credit losses | (385,506) | (352,137) | (175,730) | (161,417) |
| Total trade accounts receivable - unrelated parties, net | 3,463,261 | 3,451,672 | 2,197,400 | 2,039,443 |
| Total trade accounts receivable - net | 3,577,834 | 3,600,240 | 3,654,991 | 3,456,294 |
| Other receivables | | | | |
| Other receivables - related parties (Note 2) | 2,896 | 2,889 | 7,099 | 11,401 |
| Other receivables - unrelated parties | 68,370 | 64,212 | 45,500 | 48,318 |
| Accrued income - related parties (Note 2) | 1,082 | - | 8,554 | 132 |
| Prepaid expenses | 118,064 | 136,209 | 66,462 | 95,607 |
| Others | 25,174 | 12,235 | 12,750 | 7,680 |
| Total other receivables | 215,586 | 215,545 | 140,365 | 163,138 |
| Total trade and other receivables, net | 3,793,420 | 3,815,785 | 3,795,356 | 3,619,432 |
| Trade and other receivables | | | | |
| Trade and other receivables | 3,793,420 | 3,815,785 | 2,960,588 | 2,837,534 |
| Non-current portion of trade receivables | - | - | 834,768 | 781,898 |
| Total trade and other receivables | 3,793,420 | 3,815,785 | 3,795,356 | 3,619,432 |

(Unaudited but reviewed)

5. Other non-current financial assets

| | (Unit: Thousand Baht) | |
|--|---|------------------|
| | Consolidated/Separate financial statements | |
| | 31 March 2024 | 31 December 2023 |
| | | (Audited) |
| Debt instruments at amortised cost | | |
| Corporate bond | 50,000 | 50,000 |
| Investments measured at fair value through other comprehensive income | | |
| Non-listed equity investments | 85,340 | 74,935 |
| Total other non-current financial assets | 135,340 | 124,935 |

Movements of other non-current financial assets for the three-month period ended 31 March 2024 are summarised below:

| | (Unit: Thousand Baht) |
|-----------------------------------|---|
| | Consolidated/Separate financial statements |
| Balance as at 1 January 2024 | 124,935 |
| Change in fair value | 5,478 |
| Unrealised gain on exchanges rate | 4,927 |
| Balance as at 31 March 2024 | 135,340 |

6. Property, plant and equipment

Movements of property, plant and equipment for the three-month period ended 31 March 2024 are summarised below:

| | (Unit: Thousand Baht) | |
|---|--------------------------------------|----------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2024 | 3,965,758 | 1,334,047 |
| Acquisitions during the period | 160,492 | 102,944 |
| Disposals and write-off during the period | | |
| - net book value on disposal and write-off date | (72) | (10) |
| Transfer in | 6,835 | 4,785 |
| Depreciation for the period | (121,269) | (49,097) |
| Translation adjustment | 91,537 | - |
| Net book value as at 31 March 2024 | 4,103,281 | 1,392,669 |

(Unaudited but reviewed)

The Group has mortgaged its property, plant and equipment with net book value as at 31 March 2024 of Baht 231 million (31 December 2023: Baht 236 million) to secure its credit facilities received from financial institutions.

7. Right-of-use assets

Movements of right-of-use assets for the three-month period ended 31 March 2024 are summarised below:

| | (Unit: Thousand Baht) | |
|-------------------------------------|-----------------------|----------------------|
| | Consolidated | Separate |
| | financial statements | financial statements |
| Net book value as at 1 January 2024 | 1,251,307 | 940,807 |
| Acquisitions during the period | 16,650 | 3,096 |
| Write-off | (2,571) | - |
| Amortisation for the period | (51,500) | (36,489) |
| Translation adjustment | 16,995 | - |
| Net book value as at 31 March 2024 | <u>1,230,881</u> | <u>907,414</u> |

8. Long-term loans from financial institutions

Movements in the long-term loans from financial institutions for the three-month period ended 31 March 2024 are summarised below.

| | (Unit: Thousand Baht) |
|---|-----------------------|
| | Consolidated |
| | financial statements |
| Balance as at 1 January 2024 | 256,883 |
| Add: Additional borrowing | 25,966 |
| Less: Repayments | (22,073) |
| Translation adjustment | 18,349 |
| Balance as at 31 March 2024 | <u>279,125</u> |
| Less: Current portion due within one year | <u>(90,076)</u> |
| Long-term loans - net of current portion | <u>189,049</u> |

The loans carry interest at floating rates and guaranteed by the Company.

The loan agreements contain several covenants which, among other things, require the subsidiary to maintain debt-to-equity ratio at the rate prescribed in the agreements.

(Unaudited but reviewed)

The long-term credit facilities of the Group which have not yet been drawn down are as follows.

| | (Unit: Thousand Baht) | |
|--|-----------------------------------|------------------|
| | Consolidated financial statements | |
| | 31 March 2024 | 31 December 2023 |
| | | (Audited) |
| Long-term credit facilities which have not yet been drawn down | 66,353 | 92,319 |

9. Treasury shares

During the period, the Company purchased 1,821,900 treasury shares with a par value of Baht 1 each, representing 0.09 percent of the total number of shares in issue. The total cost of the share repurchase amounted to Baht 37.6 million.

According to letter No. Gor Lor Tor. Chor Sor. (Wor) 2/2005 of the Office of the Securities and Exchange Commission, dated 14 February 2005, concerning the acquisition of treasury shares, a public limited company may buy back treasury shares in an amount not exceeding the amount of its retained earnings and is to appropriate an equal amount of retained earnings to a reserve for treasury shares, which must be maintained until the Company either sells the treasury shares or reduces its paid up share capital by an amount equal to the value of the treasury shares which it could not sell. As at 31 March 2024, the Company has already appropriated the required amount to retained earnings as a reserve for the treasury shares, amounting to Baht 37.6 million.

10. Income tax

Interim income tax expenses was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2024 and 2023 are made up as follows:

| | (Unit: Thousand Baht) | | | |
|---|-----------------------------------|----------------|-------------------------------|----------------|
| | Consolidated financial statements | | Separate financial statements | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| | | (Restated) | | |
| Current income tax: | | | | |
| Interim corporate income tax charge | 232,906 | 182,293 | 207,091 | 162,898 |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | 1,279 | 7,921 | (1,589) | (3,133) |
| Income tax expenses reported in profit or loss | 234,185 | 190,214 | 205,502 | 159,765 |

(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2024 and 2023 are as follows:

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---|----------------------|-------------|----------------------|-------------|
| | financial statements | | financial statements | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Deferred tax on gain from the change in value of equity investments | 2,081 | - | 2,081 | - |
| Total | <u>2,081</u> | <u>-</u> | <u>2,081</u> | <u>-</u> |

11. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period (net of the treasury shares held by the Company).

The following table sets forth the computation of basic earnings per share:

| For the three-month periods ended 31 March | | | | | | |
|--|-----------------|--|-------------------|--------------------|-------------|------|
| Consolidated financial statements | | | | | | |
| Profit for the periods | | Weighted average number of ordinary shares | | Earnings per share | | |
| <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | |
| (Thousand Baht) | (Thousand Baht) | (Thousand shares) | (Thousand shares) | (Baht) | (Baht) | |
| | (Restated) | | | | (Restated) | |
| Profit attributable to equity holders of the Company | 804,048 | 631,973 | 2,028,886 | 2,029,000 | 0.40 | 0.31 |

| For the three-month periods ended 31 March | | | | | | |
|--|-----------------|--|-------------------|--------------------|-------------|------|
| Separate financial statements | | | | | | |
| Profit for the periods | | Weighted average number of ordinary shares | | Earnings per share | | |
| <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | |
| (Thousand Baht) | (Thousand Baht) | (Thousand shares) | (Thousand shares) | (Baht) | (Baht) | |
| Profit attributable to equity holders of the Company | 753,288 | 615,056 | 2,028,886 | 2,029,000 | 0.37 | 0.30 |

(Unaudited but reviewed)

12. Segment information

The Group has not presented segment information since the chief operating decision-maker considers the Group only operates in one segment which is manufacture and distribution of decorative and non-decorative paint, coating products and other products. The chief operating decision-maker primarily uses of segment profit before tax, which is derived on a basis consistent with the measurement of profit for the period in the financial statements.

13. Commitments and contingent liabilities

13.1 Capital commitments

(Unit: Million Baht)

| | Consolidated financial statements | | Separate financial statements | |
|---|-----------------------------------|---------------------|-------------------------------|---------------------|
| | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
| | | (Audited) | | (Audited) |
| Capital commitments relating to | | | | |
| Construction of factory buildings and acquisition of machinery | 248 | 159 | 242 | 151 |

13.2 Non-cancellable leases and service agreements

(Unit: Million Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|---------------------|-------------------------------|---------------------|
| | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
| | | (Audited) | | (Audited) |
| The future aggregate minimum payments | | | | |
| Within 1 year | 43 | 40 | 14 | 5 |
| Over 1 and up to 5 years | 88 | 77 | 9 | - |

13.3 Guarantees

- a) As at 31 March 2024 and 31 December 2023, the Company has guaranteed bank credit facilities of subsidiaries as follows:

| Foreign currency | 31 March 2024 | (Unit: Million Baht) |
|------------------|---------------|----------------------|
| | | 31 December 2023 |
| | | (Audited) |
| Baht | 335 | 335 |
| US dollar | 15 | 15 |

- b) As at 31 March 2024, there were outstanding bank guarantees of approximately Baht 41 million (31 December 2023: Baht 42 million) (The Company only: Baht 21 million, 31 December 2023: Baht 21 million) issued by the banks on behalf of the Group in respect of certain performance bonds as required in the normal course of business and litigation guarantee.

13.4 Litigation

The Company was sued allegation of breach of hire of work contracts. The plaintiff sought the return of assets and demanded compensation. These claims amounted to approximately Baht 78 million. The Company responded by filing a counterclaim against the plaintiff. In February 2023, the Court of First Instance ruled in favour of the Company, resulting in a victory. Subsequently, both the Company and the plaintiff filed appeals with the Court of Appeal. Currently, the case is under consideration by the Court of Appeal.

14. Financial instruments**14.1 Fair value of financial instruments**

Since the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

(Unaudited but reviewed)

14.2 Fair value hierarchy

As at 31 March 2024, the Group had the financial assets and financial liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

| | Consolidated financial statements | | | |
|--|-----------------------------------|---------|---------|-------|
| | 31 March 2024 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Assets measured at fair value | | | | |
| Financial assets measured at fair value through profit or loss | | | | |
| Debt instruments and equity investments | 450 | 4,691 | - | 5,141 |
| Derivative assets | - | 1 | - | 1 |
| Financial assets measured at fair value through other comprehensive income | | | | |
| Equity investments | - | - | 85 | 85 |

(Unit: Million Baht)

| | Separate financial statements | | | |
|--|-------------------------------|---------|---------|-------|
| | 31 March 2024 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Assets measured at fair value | | | | |
| Financial assets measured at fair value through profit or loss | | | | |
| Debt instruments and equity investments | 447 | 4,446 | - | 4,893 |
| Derivative assets | - | 1 | - | 1 |
| Financial assets measured at fair value through other comprehensive income | | | | |
| Equity investments | - | - | 85 | 85 |

15. Events after the reporting period

- a) On 29 April 2024, the Annual General Meeting of the Company's shareholders passed a resolution approving the payment of dividend to the shareholders at the rate of Baht 0.35 per share, totaling Baht 710.2 million.
- b) During 1 April to 14 May 2024 the Company repurchased 26,463,600 treasury shares with a par value of Baht 1 each. The total cost of the share repurchase amounted to Baht 629 million.

16. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 14 May 2024.