

Chow Steel Industries Public Company Limited
and its subsidiaries
Review report and
consolidated and separate financial information
For the three-month and nine-month periods ended
30 September 2024

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Chow Steel Industries Public Company Limited

I have reviewed the accompanying consolidated financial information of Chow Steel Industries Public Company Limited and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 September 2024, the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-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 Chow Steel Industries Public Company Limited for the same periods (collectively "the 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*.

Krongkaew Limkittikul

Certified Public Accountant (Thailand) No. 5874

EY Office Limited

Bangkok: 14 November 2024

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 September 2024</u>	<u>31 December 2023</u>	<u>30 September 2024</u>	<u>31 December 2023</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		197,630	90,584	95,435	17,061
Current portion of bank deposits pledged as collateral		22,696	36,345	-	-
Trade and other receivables	3	663,897	846,119	219,560	423,514
Current portion of loan receivables - personal loans	4	2,905	4,240	-	-
Contract assets	5	468,531	303,878	24,290	31,760
Inventories		9,037	18,407	8,051	8,051
Digital asset		869	869	869	869
Account receivable - Revenue Department		48,446	84,057	25,737	61,892
Current tax assets		30,630	43,893	23,311	28,014
Other current assets		34,589	23,773	5,148	7,646
		<u>1,479,230</u>	<u>1,452,165</u>	<u>402,401</u>	<u>578,807</u>
Non-current assets held for sales	8, 9	-	179,762	-	-
Total current assets		<u>1,479,230</u>	<u>1,631,927</u>	<u>402,401</u>	<u>578,807</u>
Non-current assets					
Bank deposits pledged as collateral		44,000	43,811	25,810	25,725
Loan receivables - personal loans					
- net of current portion	4	943	1,734	-	-
Investments in subsidiaries	6	-	-	479,582	478,582
Investments in joint ventures	7	595,144	381,631	-	-
Investment properties		25,551	27,277	-	-
Property, plant and equipment	8	1,336,362	1,214,272	1,146,388	1,186,396
Right-of-use assets		1,235	9,239	403	6,910
Intangible assets	9	13,269	5,105	-	-
Deferred tax assets		25,402	17,864	308	1,781
Other non-current assets		105,093	49,978	53,573	12,767
Total non-current assets		<u>2,146,999</u>	<u>1,750,911</u>	<u>1,706,064</u>	<u>1,712,161</u>
Total assets		<u>3,626,229</u>	<u>3,382,838</u>	<u>2,108,465</u>	<u>2,290,968</u>

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 September 2024</u>	<u>31 December 2023</u>	<u>30 September 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 a financial institution	10	365,118	399,952	32,484	140,710
Trade and other payables	11	641,286	442,483	178,964	129,967
Current portion of lease liabilities		1,291	5,014	198	2,649
Short-term loans from related parties	2	9,500	9,500	949,190	1,071,893
Short-term loans from unrelated parties		155,000	155,000	75,000	75,000
Contract liabilities	5	463	4,929	-	-
Income tax payable		4,857	1,370	-	-
Other current liabilities		20,217	42,160	2,972	16,352
Total current liabilities		1,197,732	1,060,408	1,238,808	1,436,571
Non-current liabilities					
Lease liabilities - net of current portion		-	4,598	-	4,103
Deferred tax liabilities		3,095	3,095	-	-
Provision for long-term employee benefits		23,536	22,822	21,580	18,882
Provision for decommissioning costs of leased assets		850	850	-	-
Other non-current liabilities		47,615	46,405	47,050	45,827
Total non-current liabilities		75,096	77,770	68,630	68,812
Total liabilities		1,272,828	1,138,178	1,307,438	1,505,383

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..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>30 September 2024</u>	<u>31 December 2023</u>	<u>30 September 2024</u>	<u>31 December 2023</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
800,000,000 ordinary shares of Baht 1 each	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
Issued and fully paid-up				
800,000,000 ordinary shares of Baht 1 each	800,000	800,000	800,000	800,000
Share premium	380,845	380,845	380,845	380,845
Differences from changes in the ownership interests				
in subsidiaries	(5,517)	(5,517)	-	-
Retained earnings				
Appropriated - statutory reserve	15,400	15,400	15,400	15,400
Unappropriated (deficit)	1,164,254	1,041,500	(461,314)	(476,756)
Other components of shareholders' equity	<u>(265,308)</u>	<u>(239,530)</u>	<u>66,096</u>	<u>66,096</u>
Equity attributable to owners of the Company	2,089,674	1,992,698	801,027	785,585
Non-controlling interests of the subsidiaries	<u>263,727</u>	<u>251,962</u>	<u>-</u>	<u>-</u>
Total shareholders' equity	<u>2,353,401</u>	<u>2,244,660</u>	<u>801,027</u>	<u>785,585</u>
Total liabilities and shareholders' equity	<u>3,626,229</u>	<u>3,382,838</u>	<u>2,108,465</u>	<u>2,290,968</u>
	-	-	-	-

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 September 2024

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

	Note	Consolidated financial statements		Separate financial statements	
		2024	2023	2024	2023
Profit or loss:					
Revenues					
Sales		318,737	784,121	302,623	757,975
Service income		176,618	339,613	121,452	235,051
Gain on sales of investments in subsidiaries		-	426,510	-	-
Interest income		3,823	792	470	1,089
Other income		16,310	23,042	8,500	33,756
Total revenues		515,488	1,574,078	433,045	1,027,871
Expenses					
Cost of sales		306,711	761,837	298,187	750,535
Cost of services		164,305	313,332	116,852	220,292
Administrative expenses		25,183	110,031	13,457	26,794
Loss on exchange		-	7,702	43	1,896
Total expenses		496,199	1,192,902	428,539	999,517
Operating profit		19,289	381,176	4,506	28,354
Share of loss from investments in joint ventures		(4,550)	(2,528)	-	-
Finance cost		(6,822)	(20,467)	(6,931)	(13,504)
Profit (loss) before income tax		7,917	358,181	(2,425)	14,850
Income tax	12	(139)	(7,569)	(1,269)	(7,475)
Profit (loss) for the period		7,778	350,612	(3,694)	7,375
Other comprehensive income:					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements					
in foreign currencies		(8,790)	(19,999)	-	-
Gain on cash flow hedge		-	2,460	-	-
Share of other comprehensive income from investments					
in joint ventures		(1,677)	1,970	-	-
Other comprehensive income for the period		(10,467)	(15,569)	-	-
Total comprehensive income for the period		(2,689)	335,043	(3,694)	7,375

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

..... Director
(Mr. Anavin Jiratomsiri)..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)****For the three-month period ended 30 September 2024**

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

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit (loss) attributable to:				
Equity holders of the Company	6,348	307,361	<u>(3,694)</u>	<u>7,375</u>
Non-controlling interests of the subsidiaries	<u>1,430</u>	<u>43,251</u>		
	<u>7,778</u>	<u>350,612</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	(2,796)	293,760	<u>(3,694)</u>	<u>7,375</u>
Non-controlling interests of the subsidiaries	<u>107</u>	<u>41,283</u>		
	<u>(2,689)</u>	<u>335,043</u>		
Earnings per share				
Basic earnings per share				
Profit (loss) attributable to equity holders of the Company	<u>0.008</u>	<u>0.384</u>	<u>(0.005)</u>	<u>0.009</u>

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..... Director
(Mr. Anavin Jiratomsiri)..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries**Statement of comprehensive income****For the nine-month period ended 30 September 2024**

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

	Note	Consolidated financial statements		Separate financial statements	
		2024	2023	2024	2023
Profit or loss:					
Revenues					
Sales		1,945,974	1,629,191	1,910,254	1,519,400
Service income		863,922	801,546	589,669	627,970
Gain on sales of investments in subsidiaries	6	6,269	426,510	-	-
Interest income		13,645	1,494	3,606	5,580
Other income		121,113	31,262	20,034	45,645
Total revenues		2,950,923	2,890,003	2,523,563	2,198,595
Expenses					
Cost of sales		1,912,923	1,547,335	1,890,745	1,503,826
Cost of services		794,795	747,034	552,242	594,251
Reversal of reduction of digital asset to net realisable value		-	(4,093)	-	(4,093)
Administrative expenses		85,362	171,142	41,922	60,714
Loss on exchange		-	-	43	3,874
Total expenses		2,793,080	2,461,418	2,484,952	2,158,572
Operating profit		157,843	428,585	38,611	40,023
Share of profit (loss) from investments in joint ventures	7	917	(3,099)	-	-
Finance cost		(21,328)	(74,365)	(21,696)	(47,539)
Profit (loss) before income tax		137,432	351,121	16,915	(7,516)
Income tax	12	251	(13,492)	(1,473)	(8,969)
Profit (loss) for the period		137,683	337,629	15,442	(16,485)
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		(28,203)	(123,921)	-	-
Share of other comprehensive income from investments in joint ventures	7	(1,305)	1,970	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods		(29,508)	(121,951)	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>					
Actuarial gain		707	-	-	-
Less: Income tax effect	12	(141)	-	-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net income tax		566	-	-	-
Other comprehensive income for the period		(28,942)	(121,951)	-	-
Total comprehensive income for the period		108,741	215,678	15,442	(16,485)

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

..... Director
(Mr. Anavin Jiratomsiri)..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)**

For the nine-month period ended 30 September 2024

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

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit (loss) attributable to:				
Equity holders of the Company	122,260	292,460	<u>15,442</u>	<u>(16,485)</u>
Non-controlling interests of the subsidiaries	<u>15,423</u>	<u>45,169</u>		
	<u><u>137,683</u></u>	<u><u>337,629</u></u>		
Total comprehensive income attributable to:				
Equity holders of the Company	96,976	215,678	<u>15,442</u>	<u>(16,485)</u>
Non-controlling interests of the subsidiaries	<u>11,765</u>	<u>-</u>		
	<u><u>108,741</u></u>	<u><u>215,678</u></u>		
Earnings per share				
Basic earnings per share				
Profit (loss) attributable to equity holders of the Company	<u>0.153</u>	<u>0.366</u>	<u>0.019</u>	<u>(0.021)</u>

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

(Unaudited but reviewed)

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2024

(Unit: Thousand Baht)

Consolidated financial statements									
Equity attributable to owners of the Company									
	Issued and paid-up share capital	Share premium	Differences from changes in the ownership interests in subsidiaries	Retained earnings		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
				Appropriated	Unappropriated				
Balance as at 1 January 2023	800,000	380,845	(5,517)	15,400	633,055	(129,486)	1,694,297	241,782	1,936,079
Profit for the period	-	-	-	-	292,460	-	292,460	45,169	337,629
Other comprehensive income for the period	-	-	-	-	-	(106,536)	(106,536)	(15,415)	(121,951)
Total comprehensive income for the period	-	-	-	-	292,460	(106,536)	185,924	29,754	215,678
Decrease in non-controlling interest of the subsidiary from acquisition of a subsidiary	-	-	-	-	-	-	-	(1,725)	(1,725)
Balance as at 30 September 2023	<u>800,000</u>	<u>380,845</u>	<u>(5,517)</u>	<u>15,400</u>	<u>925,515</u>	<u>(236,022)</u>	<u>1,880,221</u>	<u>269,811</u>	<u>2,150,032</u>
Balance as at 1 January 2024	800,000	380,845	(5,517)	15,400	1,041,500	(239,530)	1,992,698	251,962	2,244,660
Profit for the period	-	-	-	-	122,260	-	122,260	15,423	137,683
Other comprehensive income for the period	-	-	-	-	494	(25,778)	(25,284)	(3,658)	(28,942)
Total comprehensive income for the period	-	-	-	-	122,754	(25,778)	96,976	11,765	108,741
Balance as at 30 September 2024	<u>800,000</u>	<u>380,845</u>	<u>(5,517)</u>	<u>15,400</u>	<u>1,164,254</u>	<u>(265,308)</u>	<u>2,089,674</u>	<u>263,727</u>	<u>2,353,401</u>

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

(Unaudited but reviewed)

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2024

Details of other components of shareholders' equity:

(Unit: Thousand Baht)

	Consolidated financial statements			
	Equity attributable to owners of the Company			
	Other components of shareholders' equity			
	Other comprehensive income			
	Exchange differences on	Surplus on	Share of other	Total other components
	translation of financial	revaluation of assets	comprehensive income	of shareholders' equity
	<u>statements in foreign currencies</u>		<u>from joint ventures</u>	
Balance as at 1 January 2023	(203,108)	73,622	-	(129,486)
Other comprehensive income for the period	<u>(108,257)</u>	-	<u>1,721</u>	<u>(106,536)</u>
Total comprehensive income for the period	<u>(108,257)</u>	-	<u>1,721</u>	<u>(106,536)</u>
Balance as at 30 September 2023	<u>(311,365)</u>	<u>73,622</u>	<u>1,721</u>	<u>(236,022)</u>
Balance as at 1 January 2024	(311,939)	73,622	(1,213)	(239,530)
Other comprehensive income for the period	<u>(24,638)</u>	-	<u>(1,140)</u>	<u>(25,778)</u>
Total comprehensive income for the period	<u>(24,638)</u>	-	<u>(1,140)</u>	<u>(25,778)</u>
Balance as at 30 September 2024	<u>(336,577)</u>	<u>73,622</u>	<u>(2,353)</u>	<u>(265,308)</u>

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

(Unaudited but reviewed)

Chow Steel Industries Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	Separate financial statements						
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity		
			Appropriated	Deficit	Other comprehensive income	Total other components of shareholders' equity	Total shareholders' equity
					Surplus on revaluation of assets		
Balance as at 1 January 2023	800,000	380,845	15,400	(696,770)	66,096	66,096	565,571
Loss for the period	-	-	-	(16,485)	-	-	(16,485)
Total comprehensive income for the period	-	-	-	(16,485)	-	-	(16,485)
Balance as at 30 September 2023	<u>800,000</u>	<u>380,845</u>	<u>15,400</u>	<u>(713,255)</u>	<u>66,096</u>	<u>66,096</u>	<u>549,086</u>
Balance as at 1 January 2024	800,000	380,845	15,400	(476,756)	66,096	66,096	785,585
Profit for the period	-	-	-	15,442	-	-	15,442
Total comprehensive income for the period	-	-	-	15,442	-	-	15,442
Balance as at 30 September 2024	<u>800,000</u>	<u>380,845</u>	<u>15,400</u>	<u>(461,314)</u>	<u>66,096</u>	<u>66,096</u>	<u>801,027</u>

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries**Cash flow statement****For the nine-month period ended 30 September 2024**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities				
Profit (loss) before tax	137,432	351,121	16,915	(7,516)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	52,787	87,526	41,013	43,810
Expected credit loss (reversal)	(1,715)	132	(1,441)	-
Gain on sales of investments in subsidiaries	(6,269)	(426,510)	-	-
Loss on disposals of other assets	494	67,715	280	5,882
Impairment loss on assets held for sales	-	29,963	-	-
Share of loss (profit) from investments in joint ventures	(917)	3,099	-	-
Provision for long-term employee benefits	3,042	3,172	2,699	2,715
Unrealised loss (gain) on exchange	-	(5,641)	-	3,916
Gain on lease modification	(265)	-	(265)	-
Reversal of reduction of digital asset to net realisable value	-	(4,093)	-	(4,093)
Loss from derivative contracts	-	901	-	-
Interest income	(13,645)	(1,494)	(3,606)	(5,580)
Interest expenses	21,328	74,365	21,696	47,539
Profit from operating activities before changes in operating assets and liabilities	192,272	180,256	77,291	86,673
Operating assets decrease (increase)				
Trade and other receivables	177,404	(264,621)	208,794	(71,685)
Loan receivables - personal loans	2,400	(609)	-	-
Contract assets	(170,320)	8,605	7,470	-
Inventories	9,371	1,136	-	1,136
Digital asset	-	12,750	-	12,750
Account receivable - Revenue Department	21,896	5,462	22,741	12,736
Other assets	(20,221)	(54,506)	3,120	1,705
Operating liabilities increase (decrease)				
Trade and other payables	232,791	274,755	51,818	57,654
Account payable - Revenue Department	3,487	376	-	-
Other liabilities	(24,802)	84,099	(12,157)	31,687
Cash flows from operating activities	424,278	247,703	359,077	132,656
Cash received from interest income	10,245	1,070	207	11,931
Cash paid for interest expenses	(21,599)	(59,284)	(24,518)	(42,111)
Cash received from income tax refund	-	19,695	-	-
Cash paid for corporate income tax	(33,456)	(38,921)	(23,311)	(22,162)
Net cash flows from operating activities	379,468	170,263	311,455	80,314

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

..... Director

..... Director

(Mr. Anavin Jiratomsiri)

(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries**Cash flow statement (continued)**

For the nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from investing activities				
Cash paid for investments in a subsidiary (Note 6)	-	-	(1,000)	-
Cash paid for investments in joint ventures (Note 7)	(224,400)	(3,250)	-	-
Decrease in short-term loans to related parties	-	-	-	312,800
Decrease (increase) in bank deposits pledged as collateral	13,459	1,259,758	(85)	30,147
Acquisition of property, plant and equipment	(6,837)	(220,516)	(353)	(7,097)
Acquisition of intangible assets	(638)	(287)	-	-
Proceeds from sales of investments in subsidiaries				
- net of subsidiaries' cash	(1,932)	425,917	-	-
Proceeds from sales of motor vehicles and other equipment	444	14,664	444	14,664
Net cash flows from (used in) investing activities	<u>(219,904)</u>	<u>1,476,286</u>	<u>(994)</u>	<u>350,514</u>
Cash flows from financing activities				
Decrease in short-term loans from a financial institution	(34,834)	(1,324,325)	(108,226)	(1,080,712)
Increase (decrease) in short-term loans from related parties	-	(84,600)	(122,703)	1,198,000
Decrease in short-term loans from unrelated parties	-	(30,542)	-	(104,959)
Cash received from long-term loans from a financial institution	-	474,667	-	-
Repayment of debentures	-	(433,200)	-	(433,200)
Payment of principal portion of lease liabilities	(2,925)	(8,781)	(1,158)	(2,680)
Cash paid for non-controlling interest of a subsidiary	-	(2,000)	-	-
Net cash flows used in financing activities	<u>(37,759)</u>	<u>(1,408,781)</u>	<u>(232,087)</u>	<u>(423,551)</u>
Decrease in translation adjustments	<u>(14,759)</u>	<u>(117,020)</u>	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	107,046	120,748	78,374	7,277
Cash and cash equivalents at beginning of period	90,584	67,681	17,061	2,410
Cash and cash equivalents at end of period	<u>197,630</u>	<u>188,429</u>	<u>95,435</u>	<u>9,687</u>
	-	-	-	-
Supplemental cash flows information				
Non-cash transactions:				
Receivables from sales of assets	-	3,249	-	3,249
Payable for acquisition of equipment	-	72,354	-	72,354
Decrease in right-of-use assets from agreement termination	5,131	-	5,131	-

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

..... Director
(Mr. Anavin Jiratomsiri)

..... Director
(Ms. Koo Man Wai)

Chow Steel Industries Public Company Limited and its subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2024

1. General information

1.1 Basis for the preparation of interim financial statements

These interim financial statements have been prepared in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting*, with the Company presenting condensed interim financial statements. 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 and has presented notes to the interim financial statements on a condensed basis.

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 Thai language interim financial statements.

1.2 Basis of consolidation

These interim consolidated financial statements include the financial statements of Chow Steel Industries Public Company Limited (the "Company") and its subsidiaries (collectively referred to 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 were no significant changes in structure of subsidiaries and joint ventures during the period except as described in Notes 6 and 7 to the interim consolidated financial statements, respectively.

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 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2025

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2025. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users.

The management of the Group is currently evaluating the impact of these standards on the financial statements in the year when they are adopted.

2. Related party transactions

During the periods, the Group had significant business transactions with its related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and based agreed upon between the Group and those related parties. There were no significant changes in the Group's pricing policy of transactions with related parties.

The total amount of significant business transactions with related parties are as follows.

	(Unit: Million Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Transactions with subsidiaries				
(eliminated from the consolidated financial statements)				
Management income	-	-	5	13
Interest income	-	-	-	1
Interest expenses	-	-	5	1
Rental expenses	-	-	1	1
Transactions with joint ventures				
Revenue from installation services	56	55	-	-
Revenue from operation and maintenance and asset management service	2	-	-	-
Management income	2	2	-	-
Interest income	3	-	-	-

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month periods ended 30 September

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Transactions with subsidiaries				
(eliminated from the consolidated financial statements)				
Management income	-	-	15	23
Interest income	-	-	-	6
Interest expenses	-	-	14	1
Rental expenses	-	-	2	2
Transactions with joint ventures				
Revenue from installation services	412	65	-	-
Revenue from sales of equipment	36	-	-	-
Revenue from operation and maintenance and asset management service	12	-	-	-
Management income	4	2	-	-
Interest income	9	-	-	-

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

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Audited)		(Audited)
Trade and other receivables				
Subsidiaries	-	-	15	53
Joint ventures	412,200	290,570	6	-
Related individuals (shareholders and/or directors of the Group)	2,800	2,800	2,800	2,800
	<u>415,000</u>	<u>293,370</u>	<u>2,821</u>	<u>2,853</u>
Contract assets				
Subsidiary	-	-	24,290	31,760
Joint ventures	468,531	301,644	-	-
	<u>468,531</u>	<u>301,644</u>	<u>24,290</u>	<u>31,760</u>

(Unaudited but reviewed)

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Audited)		(Audited)
Trade and other payables (Note 11)				
Subsidiaries	-	-	3,885	6,935
Joint ventures	29,092	2,281	-	-
Related company (related by common directors)	-	2,834	-	-
Related individuals (shareholders and directors of the Group)	30	278	-	34
	<u>29,122</u>	<u>5,393</u>	<u>3,885</u>	<u>6,969</u>
Lease liabilities				
Subsidiary	-	-	198	860
Contract liabilities				
Joint ventures	463	-	-	-
Advance deposits				
Joint ventures	-	14,140	-	-

Loans from related parties

	(Unit: Thousand Baht)		
	Consolidated financial statements		
	Balance as at 31 December 2023	Decrease during the period	Balance as at 30 September 2024
	(Audited)		
Short-term loan from			
Chow and CKE Renewable Company Limited	<u>9,500</u>	<u>-</u>	<u>9,500</u>

	(Unit: Thousand Baht)		
	Separate financial statements		
	Balance as at 31 December 2023	Decrease during the period	Balance as at 30 September 2024
	(Audited)		
Short-term loans from			
Captain Cash Holding Company Limited	40,190	-	40,190
Chow Energy Public Company Limited	1,031,703	(122,703)	909,000
Total	<u>1,071,893</u>	<u>(122,703)</u>	<u>949,190</u>

(Unaudited but reviewed)

Directors and management's remuneration

(Unit: Million Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	9	17	6	10

(Unit: Million Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	25	32	16	19
Post-employment benefits	1	1	1	1
Total	26	33	17	20

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
	(Audited)		(Audited)	
Trade receivables - related parties				
Aged on the basis of due dates				
Not yet due	34,851	12,997	-	-
Past due				
Up to 3 months	7,839	30,787	-	-
3 - 6 months	60,525	485	-	-
6 - 12 months	30,851	25,019	-	-
Over 12 months	25,504	-	-	-
Total trade receivables - related parties	159,570	69,288	-	-
Trade receivables - unrelated parties				
Aged on the basis of due dates				
Not yet due	164,636	301,791	159,471	192,824
Past due				
Up to 3 months	24,796	89,973	19,867	84,826
3 - 6 months	47	97,825	-	97,051
6 - 12 months	131	158	17	-
Over 12 months	35,509	48,915	33,889	47,339
Total	225,119	538,662	213,244	422,040
Less: Allowance for expected credit losses	(3,811)	(8,651)	(2,587)	(7,427)
Total trade receivables - unrelated parties - net	221,308	530,011	210,657	414,613
Total trade receivables - net	380,878	599,299	210,657	414,613
Other receivables	294,622	259,207	8,903	8,901
Less: Allowance for expected credit losses	(11,603)	(12,387)	-	-
Other receivables - net	283,019	246,820	8,903	8,901
Total trade and other receivables - net	663,897	846,119	219,560	423,514

4. Loan receivables - personal loans

4.1 Loan receivables - personal loans classified by contractual due date were as follows.

(Unit: Thousand Baht)

Consolidated financial statements						
The receipt amount of installments under the agreements						
	Less than 1 year		1 - 5 years		Total	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Audited)		(Audited)		(Audited)
Loan receivables - personal loans	3,748	4,933	2,000	3,390	5,748	8,323
Less: Deferred income	(262)	(383)	(912)	(1,515)	(1,174)	(1,898)
Loan receivables - personal loans - after deferred income	3,486	4,550	1,088	1,875	4,574	6,425
Less: Allowance for expected credit losses	(581)	(310)	(145)	(141)	(726)	(451)
Loan receivables - personal loans - net	2,905	4,240	943	1,734	3,848	5,974

4.2 Loan receivables - personal loans - after deferred income and an allowance for expected credit losses by a general approach classified by the stage of credit risk were as follows.

(Unit: Thousand Baht)

Consolidated financial statements				
General approach	Loan receivables - personal loans - after deferred income		Allowance for expected credit losses	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Audited)		(Audited)
Stage 1	3,887	6,034	(39)	(60)
Stage 2	687	391	(687)	(391)
Total	4,574	6,425	(726)	(451)

5. Contract assets/Contract liabilities

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2024	2023	2024	2023
		(Audited)		(Audited)
Contract assets				
Unbilled receivables				
Expected to be billed				
Up to 3 months	406,177	140,620	-	-
3 - 12 months	62,354	163,258	24,290	31,760
Total contract assets	<u>468,531</u>	<u>303,878</u>	<u>24,290</u>	<u>31,760</u>
Contract liabilities				
Construction revenue				
received in advance	<u>463</u>	<u>4,929</u>	<u>-</u>	<u>-</u>

6. Investments in subsidiariesChow Energy Public Company Limited Group

On 23 February 2024, a meeting the Board of Directors of Chow Energy Public Company Limited (“CE”) passed a resolution to approve a Baht 1,155 million decrease in its registered share capital of Chow International Company Limited (“CI”) from Baht 1,540 million (15,400,000 ordinary shares with a par value of Baht 100 each) to Baht 385 million (3,850,000 ordinary shares with a par value of Baht 100 each), through the decrease of 11,550,000 ordinary shares with a par value of Baht 100 each. CI registered the decrease in its share capital with the Ministry of Commerce on 22 April 2024. The decrease in share capital did not have any impact on the Group’s interest.

On 9 August 2023, CE entered into Shining Solution Company Limited (“SS”)’s share sale and purchase agreement with an unrelated foreign company (the buyer) and transferred 49 percent interest in SS’s ordinary shares to the purchaser on 2 May 2024, pursuant to a resolution passed by CE’s Extraordinary General Meeting of Shareholders as of 24 August 2023, resulting in a reduction of CE’s shareholding in SS from 100 percent to 51 percent. The change in ownership structure enabled CE and the buyer to jointly control SS, as specified in the conditions under the shareholder agreement. The Group has, therefore, reclassified its investment in SS from investment in a subsidiary to investment in a joint venture from 2 May 2024 and recognised a gain of Baht 5 million from the sale of the investment included in “Gain on sales of investments in subsidiaries” in the consolidated statement of comprehensive income for the nine-month period ended 30 September 2024.

(Unaudited but reviewed)

The Group estimated the fair value of the identifiable assets acquired and liabilities assumed of the joint venture as at 2 May 2024, to be closely approximate to the book value of the net assets in SS as of the date of loss of control as detailed below:

	(Unit: Thousand Baht)
	Consolidated financial statement
Cash and cash equivalents	1,522
Trade and other receivables	9,875
Property, plant and equipment	1,284
Other assets	15,876
Trade and other payables	(31,437)
Other liabilities	(2,043)
Net assets	(4,923)
Value of the remaining investment	-
	(4,923)
Gain on sale of investment in SS	5,413
Cash received from sale of investment in SS	490
Less: Cash and cash equivalents of SS	(1,522)
Net decrease in cash from sale of investment in SS (included in "Proceeds from sales of investments in subsidiaries - net of subsidiaries' cash" in the consolidated statement of cash flow)	(1,032)

On 15 May 2024, CE transferred its ordinary shares invested in Shining SPV 2 Company Limited ("SSPV 2") with a net asset value of Baht 0.1 million to a joint venture at a price of Baht 1 million in order to restructure the Group's investment. As a result, the Group reclassified its investment in SSPV2 from investment in a subsidiary to investment in a joint venture from that date onwards and recognised a gain on the sale of the investment in a subsidiary amounting to Baht 0.9 million, included in "Gain on sales of investments in subsidiaries" in the consolidated statement of comprehensive income for the nine-month period ended 30 September 2024. The reclassification of the investment did not have any significant impact on the Group's consolidated financial statements.

In addition, during the first quarter of the current year, a subsidiary recognised revenue of Baht 95 million derived from the complete fulfilment of obligations under the contractual terms with an unrelated party, which was included in "Other income" in the consolidated statement of comprehensive income for the nine-month period ended 30 September 2024.

(Unaudited but reviewed)

8. Property, plant and equipment

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2024	1,214,272	1,186,396
Acquisitions during the period - at cost	6,837	353
Transfer	7,663	-
Reclassification from non-current assets held for sales	169,666	-
Disposals during the period - net book value		
at disposal date	(724)	(724)
Depreciation for the period	(48,401)	(39,637)
Decrease from changes of the classification of investments	(2,657)	-
Translation adjustments	(10,294)	-
Net book value as at 30 September 2024	<u>1,336,362</u>	<u>1,146,388</u>
Net book value as at 30 September 2024 of land and structures pledged as collateral for credit facilities granted by a financial institution (Note 10)	<u>456,723</u>	<u>456,723</u>

During the current period, the Group decided not to proceed with a plan for the disposal of assets of one of its subsidiaries in Japan, resulting in property, plant and equipment and intangible assets of the subsidiary being not classified as assets held for sale

9. Intangible assets

	(Unit: Thousand Baht)
	Consolidated
	financial statements
Net book value as at 1 January 2024	5,105
Acquisitions during the period - at cost	638
Reclassification form non-current assets held for sales (Note 8)	10,096
Disposals during the period - net book value at disposal date	(215)
Amortisation for the period	(1,512)
Decrease from changes of the classification of investments	(205)
Translation adjustments	(638)
Net book value as at 30 September 2024	<u>13,269</u>

10. Short-term loans from a financial institution

Short-term loans from a financial institution, represent trust receipts, on which interests are charged at fixed rates as stipulated in the agreements, and collaterals are the mortgage of the Company and a related company's land and structures thereon, the registration of claim rights in joint ventures' power purchase agreements and the Company's inventories and an account receivable, corporate guarantees provided by subsidiaries and a joint venture and mortgage of the joint ventures' shares as described in Note 14.2 to the interim consolidated financial statements.

11. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
	(Audited)		(Audited)	
Trade and other payable - unrelated parties				
Trade payables	533,273	345,469	163,158	109,788
Other payables	8,012	9,527	1,200	1,711
Accrued interest expenses	5,887	2,400	895	767
Accrued expenses	39,948	52,929	9,826	10,732
Advances	25,044	26,765	-	-
Total trade and other payables - unrelated parties	<u>612,164</u>	<u>437,090</u>	<u>175,079</u>	<u>122,998</u>
Trade and other payable - related parties				
Trade payables	463	-	-	-
Other payables	30	400	234	368
Accrued interest expenses	61	43	3,291	6,241
Accrued expenses	7,697	2,950	-	-
Advances	20,871	2,000	360	360
Total trade and other payables - related parties	<u>29,122</u>	<u>5,393</u>	<u>3,885</u>	<u>6,969</u>
Total trade and other payables	<u><u>641,286</u></u>	<u><u>442,483</u></u>	<u><u>178,964</u></u>	<u><u>129,967</u></u>

12. Income tax

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

Income tax expenses are made up as follows:

(Unit: Thousand Baht)

For the three-month periods ended 30 September

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax	(1,274)	125	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	1,413	7,444	1,269	7,475
Income tax expenses reported in profit or loss	139	7,569	1,269	7,475

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax	7,287	4,477	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	(7,538)	9,015	1,473	8,969
Income tax expenses (income) reported in profit or loss	(251)	13,492	1,473	8,969
Income tax reported in other comprehensive income	141	-	-	-

13. Segment information

The following table presents revenue and profit information regarding the Group's operating segments which organised into business units based on its products and services.

(Unit: Million Baht)

	For the three-month periods ended 30 September											
	Original Equipment Manufacturing (OEM) service segment		Trading of steel billets segment		Investment in renewable power plant segment		Consultancy on investments in renewable energy segment		Cryptocurrency segment		Consolidated financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Sales and service income												
Revenue from external customers	122	235	302	758	17	26	54	105	-	-	495	1,124
Segment profit	5	15	4	7	8	15	7	11	-	-	24	48
Gain on sales of investment in subsidiaries	-	-	-	-	-	427	-	-	-	-	-	427
Share of loss from investments in joint ventures	-	-	-	-	(5)	(3)	-	-	-	-	(5)	(3)
Unallocated income and expenses											(11)	(114)
Profit before income tax											8	358
Income tax											-	(7)
Profit for the period											8	351

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month periods ended 30 September

	Original Equipment Manufacturing (OEM) service segment		Trading of steel billets segment		Investment in renewable power plant segment		Consultancy on investments in renewable energy segment		Cryptocurrency segment		Consolidated financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Sales and service income												
Revenue from external customers	590	628	1,910	1,519	17	110	293	174	-	-	2,810	2,431
Segment profit	38	34	19	16	8	66	37	20	-	4	102	140
Gain on sales of investments in subsidiaries	-	-	-	-	6	427	-	-	-	-	6	427
Share of profit (loss) from investments in joint ventures	-	-	-	-	1	(3)	-	-	-	-	1	(3)
Unallocated income and expenses											29	(213)
Profit before income tax											138	351
Income tax											-	(13)
Profit for the period											138	338

14. Commitments and contingent liabilities**14.1 Long-term commitments**

- a) As at 30 September 2024, the Group had outstanding payment commitments in respect of service agreements amounting to Baht 2 million. (the Company only: Baht 1 million)
- b) Under the conditions of the manufacturing management agreements, the Company is to pay monthly management fees at the rates stipulated in the agreements, or minimum management fees which are to be paid of approximately US Dollar 800,000 and Baht 15,000 per annum.

14.2 Guarantees

	(Unit: Million)		
	As at 30 September 2024		
	Consolidated financial statements	Separate financial statements	Currency
Outstanding bank guarantees			
Electricity use	61	61	Baht
An application for a stay of VAT payment (Note 14.3)	25	25	Baht
Power Purchase Agreements	48	-	Baht
Guarantee for sale of a solar power plant	100	-	Yen
Letters of guarantee issued by subsidiaries and joint ventures			
Guarantees of short-term loans from a financial institution	2,705	453	Baht
Land and structure thereon mortgaged by the Group and a related company			
Guarantees for credit lines	843	453	Baht

Guarantee for joint ventures

Certain subsidiaries have guaranteed joint ventures' long-term loans from a financial institution, including the pledge of joint ventures' shares, and entered into an agreement of inter-company loan as a subordinated loan. Under the conditions of the loan agreement with several covenants, the subsidiaries are, among other things, required to maintain their debt-to-equity ratio at the rate prescribed.

14.3 Tax assessment

In 2020, the Company, from the Revenue Department, received notices of the assessment of value-added tax, penalties and surcharges totaling approximately Baht 31 million. The Company has appealed the assessment to the Tax Appeal Committee. The appeal is currently under consideration. The Company's management believes that no significant losses will be resulted as a result of the assessment, and therefore no provision for this assessment has been made in its accounts.

15. Events after the reporting period

On 11 November 2024, a meeting the Board of Directors of Chow Energy Public Company Limited (a subsidiary) passed a resolution to approve interim dividend of Baht 0.167 per share totaling Baht 190 million.

16. Approval of interim financial statements

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