

Chow Steel Industries Public Company Limited  
and its subsidiaries  
Review report and interim financial information  
For the three-month and six-month periods ended 30 June 2022

## **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 statement of financial position of Chow Steel Industries Public Company Limited and its subsidiaries as at 30 June 2022, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated statements of changes in shareholders' equity and cash flows for the six-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 "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*.

**Emphasis of Matter**

I draw attention to the signing of contracts and memorandums for the disposal and ownership transfer of the group of subsidiaries' assets including related classification and presentation of the financial statements as described in Note 6 to the interim consolidated financial statements. My conclusion is not modified in respect of this matter.

**Other Matter**

The consolidated statement of financial position of Chow Steel Industries Public Company Limited and its subsidiaries, and the separate statement of financial position of Chow Steel Industries Public Company Limited as at 31 December 2021, presented as comparative information, were audited by another auditor of our firm who expressed an unqualified opinion on those statements, but drew attention to the matter similar to the matter as stated in the above Emphasis of matter paragraph, under his report dated 25 February 2022. The consolidated statements of comprehensive income for the period of three-month and six-month periods ended 30 June 2021 and the consolidated statements of changes in shareholders' equity and cash flows for the six-month period then ended of Chow Steel Industries Public Company Limited and its subsidiaries, and the separate financial statements of Chow Steel Industries Public Company Limited for the same periods, presented herein as comparative information, were also reviewed by the aforementioned auditor who concluded, under his report dated 13 August 2021, that nothing had come to his attention that caused him to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting, but drew attention to the matter similar to the matter as stated in the above Emphasis of matter paragraph.

Krongkaew Limkittikul

Certified Public Accountant (Thailand) No. 5874

EY Office Limited

Bangkok: 15 August 2022

**Chow Steel Industries Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 30 June 2022**

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements		
	30 June 2022	31 December 2021	30 June 2022	31 December 2021	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
<b>Assets</b>					
<b>Current assets</b>					
	Cash and cash equivalents	31,241	107,045	2,460	4,235
	Current portion of bank deposits pledged as collateral	1,301,570	638,981	-	-
3	Trade and other receivables	770,859	424,948	311,194	373,197
4	Current portion of loan receivables - personal loans	289	431	-	-
2	Short-term loans to related party	-	-	184,330	-
	Contract assets	15,840	37	-	-
	Inventories	97,832	98,130	97,832	98,130
5	Digital asset	5,920	-	5,920	-
	Account receivable - Revenue Department	164,030	119,566	88,423	86,002
	Other current assets	72,495	85,043	4,645	4,493
		<u>2,460,076</u>	<u>1,474,181</u>	<u>694,804</u>	<u>566,057</u>
6.1	Assets classified as held for sales	203,165	6,223,035	-	-
	<b>Total current assets</b>	<u>2,663,241</u>	<u>7,697,216</u>	<u>694,804</u>	<u>566,057</u>
<b>Non-current assets</b>					
	Bank deposits pledged as collateral - net of current portion	71,375	71,408	55,470	55,470
7	Investments in subsidiaries	-	-	478,582	482,582
8	Investments in joint ventures	10,003	756	-	-
4	Loan receivables - personal loans - net of current portion	122	199	-	-
	Investment property	20,309	22,815	-	-
9	Property, plant and equipment	2,130,400	1,937,543	1,231,423	1,162,473
	Right-of-use assets	24,694	24,408	13,273	11,087
10	Intangible assets	6,653	19,425	-	-
	Deferred tax assets	52,251	72,230	-	-
	Other non-current assets	44,073	52,990	5,625	2,582
	<b>Total non-current assets</b>	<u>2,359,880</u>	<u>2,201,774</u>	<u>1,784,373</u>	<u>1,714,194</u>
	<b>Total assets</b>	<u>5,023,121</u>	<u>9,898,990</u>	<u>2,479,177</u>	<u>2,280,251</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 June 2022**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans from financial institutions		1,564,916	536,846	1,205,112	154,512
Trade and other payables	11	520,457	294,859	100,146	85,234
Current portion of long-term liabilities					
- Long-term loans	12	432,514	2,943,795	432,514	1,136,163
- Lease liabilities		11,513	12,091	3,521	3,268
Short-term loans from related parties	2	9,500	-	48,778	171,985
Short-term loans from unrelated parties		144,463	265,508	95,601	97,090
Contract liabilities		166	732	-	-
Income tax payable		1,395	12,237	-	-
Account payable - Revenue Department		-	33,670	-	-
Other current liabilities		123,341	47,829	7,560	9,121
		2,808,265	4,147,567	1,893,232	1,657,373
Liabilities directly associated with assets classified					
as held for sales	6.1	-	4,824,514	-	-
<b>Total current liabilities</b>		<b>2,808,265</b>	<b>8,972,081</b>	<b>1,893,232</b>	<b>1,657,373</b>
<b>Non-current liabilities</b>					
Long-term liabilities - net of current portion					
- Long-term loans	12	151,593	-	-	-
- Lease liabilities		13,680	12,757	9,912	7,932
Deferred tax liabilities		32,946	60,436	28,794	25,456
Provision for long-term employee benefits		17,781	20,425	10,174	14,147
Provision for decommissioning costs of leased assets		850	850	-	-
Other non-current liabilities		16,411	16,452	15,812	15,812
<b>Total non-current liabilities</b>		<b>233,261</b>	<b>110,920</b>	<b>64,692</b>	<b>63,347</b>
<b>Total liabilities</b>		<b>3,041,526</b>	<b>9,083,001</b>	<b>1,957,924</b>	<b>1,720,720</b>

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 June 2022**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>30 June 2022</b>	<b>31 December 2021</b>	<b>30 June 2022</b>	<b>31 December 2021</b>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>				
Share capital				
Registered				
800,000,000 ordinary shares of Baht 1 each	800,000	800,000	800,000	800,000
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)	673,583	(420,496)	(740,284)	(702,006)
Other components of shareholders' equity	(136,895)	(53,672)	65,292	65,292
Equity attributable to owners of the Company	1,727,416	716,560	521,253	559,531
Non-controlling interests of the subsidiaries	254,179	99,429	-	-
<b>Total shareholders' equity</b>	<b>1,981,595</b>	<b>815,989</b>	<b>521,253</b>	<b>559,531</b>
<b>Total liabilities and shareholders' equity</b>	<b>5,023,121</b>	<b>9,898,990</b>	<b>2,479,177</b>	<b>2,280,251</b>
	-	-	-	-

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 comprehensive income

For the three-month period ended 30 June 2022

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

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
<b>Profit or loss:</b>					
<b>Continued operation</b>					
<b>Revenues</b>					
Sales		285,595	14,986	59,316	-
Service income		106,748	19,938	80,652	10,067
Gain on sales of investments in subsidiaries and solar power plants	6.2	1,821	67,550	-	-
Interest income		386	783	3,600	138
Gain on exchange		8,621	-	-	15
Other income		17,977	158	13,880	46
<b>Total revenues</b>		<b>421,148</b>	<b>103,415</b>	<b>157,448</b>	<b>10,266</b>
<b>Expenses</b>					
Cost of sales		275,938	6,724	58,646	-
Cost of services		99,279	21,312	79,311	12,642
Administrative expenses		42,139	41,768	15,227	12,895
Reversal of expected credit loss on financial assets		(16,172)	-	(16,172)	-
Loss on exchange		-	27,989	3,912	-
<b>Total expenses</b>		<b>401,184</b>	<b>97,793</b>	<b>140,924</b>	<b>25,537</b>
<b>Profit (loss) from operating activities</b>		<b>19,964</b>	<b>5,622</b>	<b>16,524</b>	<b>(15,271)</b>
Share of loss from investments in joint ventures		(37)	(44)	-	-
Finance cost		(24,144)	(40,054)	(23,356)	(25,002)
<b>Loss before income tax</b>		<b>(4,217)</b>	<b>(34,476)</b>	<b>(6,832)</b>	<b>(40,273)</b>
Income tax	13	(119)	(7,116)	(1,552)	(2,285)
<b>Loss for the period from continued operation</b>		<b>(4,336)</b>	<b>(41,592)</b>	<b>(8,384)</b>	<b>(42,558)</b>
<b>Discontinued operation</b>					
Profit for the period from discontinued operation	6.1	20,000	73,425	-	-
<b>Profit (loss) for the period</b>		<b>15,664</b>	<b>31,833</b>	<b>(8,384)</b>	<b>(42,558)</b>
<b>Other comprehensive income:</b>					
<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		(98,162)	30,499	-	-
<b>Other comprehensive income for the period</b>		<b>(98,162)</b>	<b>30,499</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>(82,498)</b>	<b>62,332</b>	<b>(8,384)</b>	<b>(42,558)</b>

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 comprehensive income (continued)**

**For the three-month period ended 30 June 2022**

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

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Profit (loss) attributable to:</b>				
Equity holders of the Company				
Loss from continued operation	(5,429)	(41,659)	<u>(8,384)</u>	<u>(42,558)</u>
Profit from discontinued operation	<u>17,472</u>	<u>64,199</u>		
	<u>12,043</u>	<u>22,540</u>		
Non-controlling interests of the subsidiaries				
Profit from continued operation	1,093	67		
Profit from discontinued operation	<u>2,528</u>	<u>9,226</u>		
	<u>3,621</u>	<u>9,293</u>		
	<u>15,664</u>	<u>31,833</u>		
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company				
Total comprehensive income from continued operation	(71,582)	(49,944)	<u>(8,384)</u>	<u>(42,558)</u>
Total comprehensive income from discontinued operation	<u>(2,130)</u>	<u>99,129</u>		
	<u>(73,712)</u>	<u>49,185</u>		
	-	-		
Non-controlling interests of the subsidiaries				
Total comprehensive income from continued operation	(8,478)	(1,132)		
Total comprehensive income from discontinued operation	<u>(308)</u>	<u>14,279</u>		
	<u>(8,786)</u>	<u>13,147</u>		
	<u>(82,498)</u>	<u>62,332</u>		
<b>Basic earnings per share</b>				
Profit (loss) attributable to equity holders of the Company	<u>0.02</u>	<u>0.03</u>	<u>(0.01)</u>	<u>(0.05)</u>
<b>Basic earnings per share from continued operation</b>				
Loss attributable to equity holders of the Company	<u>(0.01)</u>	<u>(0.05)</u>	<u>(0.01)</u>	<u>(0.05)</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 comprehensive income****For the six-month period ended 30 June 2022**

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

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
<b>Profit or loss:</b>					
<b>Continued operation</b>					
<b>Revenues</b>					
Sales		432,010	27,309	192,684	-
Service income		172,768	35,091	133,928	19,771
Gain on sales of investments in subsidiaries and solar power plants	6.1, 6.2	1,425,282	67,550	-	-
Interest income		433	796	4,283	138
Gain on exchange		61,161	1,657	-	44
Other income		18,899	5,686	14,661	211
<b>Total revenues</b>		<b>2,110,553</b>	<b>138,089</b>	<b>345,556</b>	<b>20,164</b>
<b>Expenses</b>					
Cost of sales		414,560	13,546	190,549	-
Cost of services		163,164	39,596	131,853	24,843
Administrative expenses		189,876	84,548	26,016	24,382
Reversal of expected credit loss on financial assets		(16,172)	-	(16,172)	-
Loss on exchange		-	-	3,651	-
<b>Total expenses</b>		<b>751,428</b>	<b>137,690</b>	<b>335,897</b>	<b>49,225</b>
<b>Profit (loss) from operating activities</b>		<b>1,359,125</b>	<b>399</b>	<b>9,659</b>	<b>(29,061)</b>
Share of loss from investments in joint ventures		(251)	(91)	-	-
Finance cost		(65,538)	(79,792)	(48,585)	(49,762)
<b>Profit (loss) before income tax</b>		<b>1,293,336</b>	<b>(79,484)</b>	<b>(38,926)</b>	<b>(78,823)</b>
Income tax	13	7,247	(9,765)	(3,338)	(4,545)
<b>Profit (loss) for the period from continued operation</b>		<b>1,300,583</b>	<b>(89,249)</b>	<b>(42,264)</b>	<b>(83,368)</b>
<b>Discontinued operation</b>					
Profit (loss) for the period from discontinued operation	6.1	(79,567)	55,913	-	-
<b>Profit (loss) for the period</b>		<b>1,221,016</b>	<b>(33,336)</b>	<b>(42,264)</b>	<b>(83,368)</b>
<b>Other comprehensive income:</b>					
<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		(62,338)	(235)	-	-
<i>Other comprehensive income not to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Actuarial gain		2,663	-	3,986	-
Income tax effect	13	265	-	-	-
Other comprehensive income not to be reclassified					
to profit or loss in subsequent periods - net income tax		2,928	-	3,986	-
<b>Other comprehensive income for the period</b>		<b>(59,410)</b>	<b>(235)</b>	<b>3,986</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>1,161,606</b>	<b>(33,571)</b>	<b>(38,278)</b>	<b>(83,368)</b>

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 comprehensive income (continued)**

**For the six-month period ended 30 June 2022**

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

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Profit (loss) attributable to:</b>				
Equity holders of the Company				
Profit (loss) from continued operation	1,131,746	(89,238)	<u>(42,264)</u>	<u>(83,368)</u>
Profit (loss) from discontinued operation	<u>(69,493)</u>	<u>48,901</u>		
	<u>1,062,253</u>	<u>(40,337)</u>		
Non-controlling interests of the subsidiaries				
Profit (loss) from continued operation	168,837	(11)		
Profit (loss) from discontinued operation	<u>(10,074)</u>	<u>7,012</u>		
	<u>158,763</u>	<u>7,001</u>		
	<u>1,221,016</u>	<u>(33,336)</u>		
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company				
Total comprehensive income from continued operation	1,049,434	(88,547)	<u>(38,278)</u>	<u>(83,368)</u>
Total comprehensive income from discontinued operation	<u>(38,578)</u>	<u>48,005</u>		
	<u>1,010,856</u>	<u>(40,542)</u>		
	-	-		
Non-controlling interests of the subsidiaries				
Total comprehensive income from continued operation	156,351	89		
Total comprehensive income from discontinued operation	<u>(5,601)</u>	<u>6,882</u>		
	<u>150,750</u>	<u>6,971</u>		
	<u>1,161,606</u>	<u>(33,571)</u>		
<b>Basic earnings per share</b>				
Profit (loss) attributable to equity holders of the Company	<u>1.33</u>	<u>(0.05)</u>	<u>(0.05)</u>	<u>(0.10)</u>
<b>Basic earnings per share from continued operation</b>				
Profit (loss) attributable to equity holders of the Company	<u>1.41</u>	<u>(0.11)</u>	<u>(0.05)</u>	<u>(0.10)</u>

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..... 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 six-month period ended 30 June 2022

(Unit: Thousand Baht)

	Consolidated financial statements										
	Equity attributable to owners of the Company										
						Other components of shareholders' equity					
						Other comprehensive income					
Issued and paid-up share capital	Share premium	Differences from changes in the ownership interests in subsidiaries	Retained earnings		Exchange differences on translation of financial statements in foreign currencies	Surplus on revaluation of assets - net income tax	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	
			Appropriated - statutory reserve	Unappropriated (deficit)							
<b>Balance as at 1 January 2021</b>	800,000	380,845	(5,517)	15,400	(315,539)	(156,143)	103,286	(52,857)	822,332	98,913	921,245
Profit (loss) for the period	-	-	-	-	(40,337)	-	-	-	(40,337)	7,001	(33,336)
Other comprehensive income for the period	-	-	-	-	-	(205)	-	(205)	(205)	(30)	(235)
Total comprehensive income for the period	-	-	-	-	(40,337)	(205)	-	(205)	(40,542)	6,971	(33,571)
Increase in non-controlling interests of subsidiaries from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	8,100	8,100
<b>Balance as at 30 June 2021</b>	<b>800,000</b>	<b>380,845</b>	<b>(5,517)</b>	<b>15,400</b>	<b>(355,876)</b>	<b>(156,348)</b>	<b>103,286</b>	<b>(53,062)</b>	<b>781,790</b>	<b>113,984</b>	<b>895,774</b>
<b>Balance as at 1 January 2022</b>	800,000	380,845	(5,517)	15,400	(420,496)	(156,958)	103,286	(53,672)	716,560	99,429	815,989
Profit for the period	-	-	-	-	1,062,253	-	-	-	1,062,253	158,763	1,221,016
Other comprehensive income for the period	-	-	-	-	3,062	(54,459)	-	(54,459)	(51,397)	(8,013)	(59,410)
Total comprehensive income for the period	-	-	-	-	1,065,315	(54,459)	-	(54,459)	1,010,856	150,750	1,161,606
Increase in non-controlling interests of subsidiaries from acquisition of subsidiary	-	-	-	-	-	-	-	-	-	4,000	4,000
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	28,764	-	(28,764)	(28,764)	-	-	-
<b>Balance as at 30 June 2022</b>	<b>800,000</b>	<b>380,845</b>	<b>(5,517)</b>	<b>15,400</b>	<b>673,583</b>	<b>(211,417)</b>	<b>74,522</b>	<b>(136,895)</b>	<b>1,727,416</b>	<b>254,179</b>	<b>1,981,595</b>

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 six-month period ended 30 June 2022**

(Unit: Thousand Baht)

	<b>Separate financial statements</b>						
					<u>Other components of shareholders' equity</u>		
					<u>Other comprehensive income</u>		<u>Total other components of shareholders' equity</u>
	<u>Issued and paid-up share capital</u>		<u>Retained earnings</u>		<u>Surplus on revaluation of assets</u>		
<u>Share capital</u>	<u>Share premium</u>	<u>Appropriated</u>	<u>Deficit</u>			<u>Total shareholders' equity</u>	
<b>Balance as at 1 January 2021</b>	800,000	380,845	15,400	(646,303)	65,292	65,292	615,234
Loss for the period	-	-	-	(83,368)	-	-	(83,368)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(83,368)	-	-	(83,368)
<b>Balance as at 30 June 2021</b>	<u>800,000</u>	<u>380,845</u>	<u>15,400</u>	<u>(729,671)</u>	<u>65,292</u>	<u>65,292</u>	<u>531,866</u>
<b>Balance as at 1 January 2022</b>	800,000	380,845	15,400	(702,006)	65,292	65,292	559,531
Loss for the period	-	-	-	(42,264)	-	-	(42,264)
Other comprehensive income for the period	-	-	-	3,986	-	-	3,986
Total comprehensive income for the period	-	-	-	(38,278)	-	-	(38,278)
<b>Balance as at 30 June 2022</b>	<u>800,000</u>	<u>380,845</u>	<u>15,400</u>	<u>(740,284)</u>	<u>65,292</u>	<u>65,292</u>	<u>521,253</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****Cash flow statement****For the six-month period ended 30 June 2022**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Cash flows from operating activities</b>				
Profit (loss) before tax from continued operation	1,293,336	(79,484)	(38,926)	(78,823)
Profit (loss) before tax from discontinued operation	<u>(79,567)</u>	<u>61,111</u>	<u>-</u>	<u>-</u>
Profit (loss) before tax	1,213,769	(18,373)	(38,926)	(78,823)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation	76,949	152,568	16,833	6,237
Amortisation	13,964	43,486	-	-
Reversal of expected credit loss on financial assets	(16,172)	-	(16,172)	-
Gain on sales of investments in subsidiaries and solar power plants	(1,425,282)	(67,550)	-	-
Loss (gain) on disposals of other fixed assets	2,857	(3,755)	(35)	-
Loss on impairment of assets held for sales	60,000	-	-	-
Share of loss from investments in joint ventures	251	91	-	-
Provision for long-term employee benefits	20	1,850	13	1,170
Unrealised loss (gain) on exchange	(19,801)	(1,413)	3,686	-
Gain on change in right-of-use assets	(39)	-	(48)	-
Reduction of digital asset to net realisable value	3,212	-	3,212	-
Interest income	(476)	(841)	(4,283)	(138)
Interest expenses	<u>101,232</u>	<u>186,108</u>	<u>48,585</u>	<u>49,762</u>
Profit (loss) from operating activities before changes in operating assets and liabilities	10,484	292,171	12,865	(21,792)
Operating assets decrease (increase)				
Trade and other receivables	(746,056)	(66,736)	80,001	(38,488)
Loan receivables - personal loans	286	-	-	-
Contract assets	(15,803)	(1,267)	-	-
Inventories	297	79	297	79
Digital asset	(9,132)	-	(9,132)	-
Account receivable - Revenue Department	(44,811)	31,239	(2,421)	157
Other current assets	21,801	(8,853)	(152)	1,147
Other non-current assets	(71,799)	624	(1)	2,658
Operating liabilities increase (decrease)				
Trade and other payables	369,094	38,672	20,252	59,908
Account payable - Revenue Department	(15,804)	(14,747)	-	-
Other current liabilities	32,313	16,152	(1,560)	-
Other non-current liabilities	<u>(89)</u>	<u>(5)</u>	<u>-</u>	<u>(434)</u>
Cash flows from (used in) operating activities	(469,219)	287,329	100,149	3,235
Cash received from interest income	405	833	2,457	1,301
Cash paid for interest expenses	(111,078)	(162,248)	(50,615)	(41,906)
Cash received from corporate income tax	-	4,694	-	-
Cash paid for corporate income tax	(50,233)	(7,015)	(3,042)	(103)
Cash paid for long-term employee benefits	<u>-</u>	<u>(714)</u>	<u>-</u>	<u>-</u>
<b>Net cash flows from (used in) operating activities</b>	<u>(630,125)</u>	<u>122,879</u>	<u>48,949</u>	<u>(37,473)</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****Cash flow statement (continued)**

For the six-month period ended 30 June 2022

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Cash flows from investing activities</b>				
Cash paid for investments in subsidiaries	-	-	-	(42,000)
Cash received from sale of investment in subsidiary which did not lost control over subsidiary	-	-	4,000	-
Cash paid for investments in joint ventures	(9,498)	(875)	-	-
Increase in short-term loans to related parties	-	-	(184,330)	-
Decrease (increase) in restricted bank deposits	(12,141)	35,852	-	-
Increase in bank deposits pledged as collateral	(658,834)	(117,583)	-	(104)
Acquisition of property, plant and equipment	(533,958)	(6,859)	(85,137)	(2,248)
Acquisition of intangible assets	-	(840)	-	-
Net proceeds from sale of investments in subsidiaries and solar power plants	3,300,809	80,494	-	-
Proceeds from sales of motor vehicles	1,285	13,390	1,285	-
<b>Net cash flows from (used in) investing activities</b>	<u>2,087,663</u>	<u>3,579</u>	<u>(264,182)</u>	<u>(44,352)</u>
<b>Cash flows from financing activities</b>				
Increase in bank overdrafts and short-term loans from financial institutions	1,028,070	87,025	1,050,600	60,000
Increase (decrease) in short-term loans from a related party	9,500	-	(123,207)	75,513
Decrease in short-term loans from unrelated parties	(126,940)	(28,516)	(5,334)	(54,479)
Cash received from long-term loans	171,750	-	-	-
Payments of front-end and extension of the maturity period fees	(20,393)	(4,441)	-	(4,441)
Repayment of long-term loans	(2,531,281)	(166,528)	(706,800)	-
Payment of principal portion of lease liabilities	(5,883)	(13,786)	(1,801)	(1,005)
Cash received from sale and issuance shares from non-controlling interest of a subsidiaries	4,000	8,100	-	-
<b>Net cash flows from (used in) financing activities</b>	<u>(1,471,177)</u>	<u>(118,146)</u>	<u>213,458</u>	<u>75,588</u>
<b>Decrease in translation adjustments</b>	<u>(68,393)</u>	<u>(319)</u>	<u>-</u>	<u>-</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	<u>(82,032)</u>	<u>7,993</u>	<u>(1,775)</u>	<u>(6,237)</u>
Cash and cash equivalents at beginning of period from continued operation	107,044	80,949	4,235	18,850
Cash and cash equivalents at beginning of period from discontinued operation	6,229	13,769	-	-
Cash and cash equivalents at the end of period from discontinued operation	-	(7,755)	-	-
<b>Cash and cash equivalents at the end of period from continued operation</b>	<u>31,241</u>	<u>94,956</u>	<u>2,460</u>	<u>12,613</u>
	-	-	-	-
<b>Supplemental cash flows information</b>				
Non-cash transactions:				
Other payables for purchases of assets	136,777	143,776	69,874	66,188
Increase in right-of-use assets due to entering into lease agreements	8,890	-	5,129	-
Decrease in right-of-use assets from agreement cancellation	2,091	-	1,047	-

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**  
**Notes to the interim consolidated financial statements**  
**For the three-month and six-month periods ended 30 June 2022**

**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 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 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 subsidiary companies (the "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 2021 except for the sales of investments in subsidiaries and solar power plants as described in Note 6 to the interim consolidated financial statements.

**1.3 Cryptocurrency mining business**

On 13 May 2022, the Board of Directors' meeting passed a resolution approving an investment by the Company for a total of not more than Baht 150 million in the cryptocurrency mining business through the acquisition of cryptocurrency mining equipment together with electrical systems and other related systems. The Company adopted accounting policies relating to digital asset as described in Note 1.4 to the interim consolidated financial statements.

#### **1.4 Significant 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 2021 except for the following accounting policies relating to digital asset which were incurred during the current period.

##### **Revenue from cryptocurrency mining**

The Company obtains revenue from cryptocurrency mining through the provision of services related to verification and validation of blockchain transactions as a participant with mining pools. Revenue from cryptocurrency mining is recognised when the Company has already provided services and received cryptocurrency coins from mining pools, at the fair value of the cryptocurrency on the date of receipt, measured at the closing prices quoted on [www.coinmarketcap.com](http://www.coinmarketcap.com), a central source for cryptocurrency prices (categorised as Level 2 of the fair value hierarchy).

##### **Digital asset**

There are no directly applicable financial reporting standards for digital assets. Therefore, the Company considers that cryptocurrency are assets obtained for purposes of selling and income-generating opportunities from price change. In this regard, the Company has adopted TAS 2, Inventory, and classified them as current assets.

The Company initially recognises cryptocurrency at cost (weighted average method), based on the closing prices of the cryptocurrency on the date of receipt and measures the value of the cryptocurrency at the lower of cost and net realisable value.

##### **New financial reporting standards**

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group's financial statements.



## 2. Related party transactions

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

Summaries of significant business transactions with related parties are as follows.

(Unit: Million Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Interest income	-	-	3	-
Interest expenses	-	-	1	1
Management income	-	-	2	-
Service income	-	-	4	-

(Unit: Million Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Interest income	-	-	4	-
Interest expenses	-	-	1	2
Rental expenses	-	-	1	1
Management income	-	-	2	-
Service income	-	-	4	-
<u>Transactions with a related company</u>				
Consulting expenses	-	1	-	-

(Unaudited but reviewed)

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 June 2022	31 December 2021	30 June 2022	31 December 2021
	(Audited)		(Audited)	
<b><u>Trade and other receivables - related parties (Note 3)</u></b>				
Subsidiaries	-	-	7,417	96
Joint venture	212	-	-	-
Related individuals (shareholders and director of the Group)	4,001	4,000	4,000	4,000
<b>Total other receivables - related parties</b>	<b>4,213</b>	<b>4,000</b>	<b>11,417</b>	<b>4,096</b>
<b><u>Prepaid expenses - related parties</u></b>				
Subsidiaries	-	-	163	163
<b><u>Trade and other payables - related parties (Note 11)</u></b>				
Subsidiaries	-	-	558	580
Related company (related by common directors)	7,587	7,535	-	-
<b>Total trade and other payables - related parties</b>	<b>7,587</b>	<b>7,535</b>	<b>558</b>	<b>580</b>
<b><u>Lease liabilities - related party</u></b>				
Subsidiary	-	-	4,585	1,452

**Short-term loans to related parties**

	(Unit: Thousand Baht)			
	Separate financial statements			
	Balance as at 31 December 2021	Increase during the period	Decrease during the period	Balance as at 30 June 2022
	(Audited)			
<b>Short-term loans to</b>				
Chow Energy Public Company Limited	-	426,700	(242,370)	184,330
Premier Solution Company Limited	-	66,500	(66,500)	-
<b>Total</b>	<b>-</b>	<b>493,200</b>	<b>(308,870)</b>	<b>184,330</b>

(Unaudited but reviewed)

Short-term loans from related parties

(Unit: Thousand Baht)

Short-term loans from	Consolidated financial statements			
	Balance as at 31 December 2021 (Audited)	Increase during the period	Decrease during the period	Balance as at 30 June 2022
Chow and CKE Renewable Company Limited	-	9,500	-	9,500
Total	-	9,500	-	9,500

  

Short-term loans from	Separate financial statements			
	Balance as at 31 December 2021 (Audited)	Increase during the period	Decrease during the period	Balance as at 30 June 2022
Chow Energy Public Company Limited	123,207	-	(123,207)	-
Captain Cash Holding Company Limited	48,778	-	-	48,778
Total	171,985	-	(123,207)	48,778

Directors and management's remuneration

(Unit: Million Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	8	8	3	2
Total	8	8	3	2

(Unit: Million Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	15	17	5	4
Post-employment benefits	1	1	-	-
Total	16	18	5	4

**3. Trade and other receivables**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	(Audited)		(Audited)	
<b>Trade receivables - related party</b>				
Aged on the basis of due dates				
Past due				
Up to 3 months	212	-	-	-
Total trade receivables - related party	212	-	-	-
<b>Trade receivables - unrelated parties</b>				
Aged on the basis of due dates				
Not yet due	384,152	201,035	141,785	136,410
Past due				
Up to 3 months	89,816	73,404	85,954	67,323
3 - 6 months	52	152	-	-
6 - 12 months	67,456	32,291	67,323	32,258
Over 12 months	3,728	153,853	2,337	152,462
Total	545,204	460,735	297,399	388,453
Less: Allowance for expected credit losses	(9,013)	(25,184)	(7,720)	(23,891)
Total trade receivables - unrelated parties - net	536,191	435,551	289,679	364,562
Total trade receivables - net	536,403	435,551	289,679	364,562
<b>Other receivables</b>				
Other receivables - related parties	4,000	4,000	9,590	4,096
Receivables from the sale of investments in subsidiaries and solar power plants (Note 6.1)				
	191,898	12,207	-	-
Other receivables - unrelated parties	47,797	36,295	10,098	4,539
Interest receivable - financial institutions	15	9	-	-
Interest receivable - related parties	-	-	1,827	-
Advances - related parties	1	-	-	-
Advances - unrelated parties	729	11	-	-
Total	244,440	52,522	21,515	8,635
Less: Allowance for expected credit losses	(9,984)	(11,217)	-	-
Total other receivables - net	234,456	41,305	21,515	8,635
Classified as assets held for sales	-	(51,908)	-	-
Total trade and other receivables - net	770,859	424,948	311,194	373,197

(Unaudited but reviewed)

#### 4. Loan receivables - personal loans

4.1 As at 30 June 2022 and 31 December 2021, 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 - 3 years		Total	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Audited)	(Audited)		(Audited)	
Loan receivables - personal loans	355	545	143	242	498	787
Less: Deferred income	(63)	(110)	(20)	(41)	(83)	(151)
Total loan receivables - personal loans - after deferred income	292	435	123	201	415	636
Less: Allowance for expected credit losses	(3)	(4)	(1)	(2)	(4)	(6)
Total loan receivables - personal loans - net	289	431	122	199	411	630

4.2 As at 30 June 2022 and 31 December 2021, 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)

General approach	Consolidated financial statements			
	Loan receivables - personal loans - after deferred income		Allowance for expected credit losses	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Audited)		(Audited)
Stage 1	415	636	(4)	(6)
Total	415	636	(4)	(6)

**5. Digital asset**

(Unit: Thousand Baht)

	Consolidated / Separate financial statements	
	30 June 2022	31 December 2021
		(Audited)
Cryptocurrency - cost	9,132	-
Reduction of cost to net realisable value	(3,212)	-
Cryptocurrency - net	5,920	-

**6. Assets classified as held for sales****6.1 Asset group A and Asset group B**

Further to the meeting of the Board of Directors of the Company passed a resolution to approve that Premier Solution Japan Kabushiki Kaisha (“PSJP”) and RICI International Investment Pte Ltd (“RICI”), collectively referred to as “the group of subsidiaries”, enter into the transactions to dispose of Asset group A, consisting of 4 subsidiaries in Japan which owned 4 solar power plants and Asset group B, consisting of 2 subsidiaries in Japan which owned 5 solar power plants. The group of subsidiaries took actions as disclosed in Note 12.1 to the 2021 annual financial statements. In addition to that the group of subsidiaries had additional actions during the current period as detailed below.

Asset group A

On 9 March 2022, RICI transferred Tokumei Investor Position under the Tokumei Kumiai Agreement with respect to its investment in 4 solar power plants, and PSJP entered into the Unit Purchase Agreement to transfer its ownership of shares in 4 subsidiaries, which are the owners of the solar power plants, as well as the ownership of the land to the buyer. The group of subsidiaries met all terms and conditions stipulated in the agreements and transferred their interests in the Asset group A to the buyer. As a result, the Group lost control over these 4 subsidiaries.

(Unaudited but reviewed)

The transactions of disposal of assets and liabilities classified as held for sales of Asset group A are summarised as follows:

	(Unit: Thousand Baht)
	Consolidated financial statements
Proceeds from sale of assets (JPY 12,626 million)	3,616,414
Less:	
Costs of net assets sold	(1,471,864)
Direct costs related to disposal	(609,521)
Other comprehensive income to be reclassified to profit or loss	(109,411)
Gain on sales of investments in subsidiaries and solar power plants on the delivery date	1,425,618

The costs of net assets sold of Asset group A are as follows:

	(Unit: Thousand Baht)
	Consolidated financial statements
	9 March 2022 (the delivery date)
<b>Assets</b>	
Cash and cash equivalents	34
Restricted bank deposits	287,956
Bank deposits pledged as collateral	257,251
Property, plant and equipment - assets related to the power plants (Note 9)	4,100,266
Intangible assets - rights in power purchase agreements (Note 10)	1,071,297
Other assets	692,402
<b>Total assets</b>	6,409,206
<b>Liabilities</b>	
Long-term loans (Note 12)	4,577,747
Other liabilities	359,595
<b>Total liabilities</b>	4,937,342
<b>Total costs of net assets</b>	1,471,864

The group of subsidiaries paid fees amounting to Baht 101 million to their financial advisor and included the amount in the caption of administrative expenses in the consolidated statements of comprehensive income for the six-month period ended 30 June 2022.

The group of subsidiaries has not received payment for the sales of Asset group A amounting to Baht 181 million (JPY 703 million). It therefore presents the amount under the caption of “Trade and other receivables” in the statement of financial position as at 30 June 2022 (Note 3).

#### Asset group B

During the year 2021, the group of subsidiaries completely transferred the ownership of ordinary shares of a subsidiary and 4 solar power plants. The group of subsidiaries has not received payment for the sales of Asset group B amounting to Baht 11 million. It also presents the amount under the caption of “Trade and other receivables” in the statement of financial position as at 30 June 2022 (Note 3).

For the remaining of Asset group B, on 16 May 2022, the group of subsidiaries entered into an agreement to sell the assets of Sun Partner Japan Godo Kaisha to an unrelated buyer in Japan amounting to JPY 880 million (approximately Baht 242 million). In the current period, the Group’s management reversed an allowance for impairment loss on the assets classified as held for sales of Baht 20 million (as at 30 June 2022 an allowance for impairment of assets amounted to Baht 60 million) in its accounts to reflect a recoverable amount and included the amount as part of profit (loss) after income tax from discontinued operations in the consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2022. In addition, in the current period, the group of subsidiaries received a deposit of JPY 20 million (approximately Baht 5 million) and presented the amount under the caption of “other current liabilities” in the statement of financial position as at 30 June 2022.

#### **Detail of assets classified as held for sales and discontinued operations**

	(Unit: Thousand Baht)
	<u>Consolidated financial statements</u>
	<u>As at 30 June 2022</u>
	<u>Asset group B</u>
<b><u>Statement of financial positions</u></b>	
<b>Assets</b>	
Property, plant and equipment (Note 9)	252,386
Intangible assets (Note 10)	10,779
Less: allowance for impairment of assets	(60,000)
<b>Assets classified as held for sales - net</b>	<b><u>203,165</u></b>



(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b><u>Statements of comprehensive income</u></b>				
<b>Revenues</b>				
Sales	-	245,728	98,120	409,811
Other income	-	4,597	151	5,833
<b>Total revenues</b>	-	<b>250,325</b>	<b>98,271</b>	<b>415,644</b>
<b>Expenses</b>				
Cost of sales	-	(120,421)	(83,072)	(244,858)
Administrative expenses	20,000	(1,049)	(59,072)	(3,359)
<b>Total expenses</b>	<b>20,000</b>	<b>(121,470)</b>	<b>(142,144)</b>	<b>(248,217)</b>
<b>Profit (loss) before finance cost and income tax</b>				
	20,000	128,855	(43,873)	167,427
Finance cost	-	(52,863)	(35,694)	(106,316)
<b>Profit (loss) before income tax</b>	<b>20,000</b>	<b>75,992</b>	<b>(79,567)</b>	<b>61,111</b>
Income tax	-	(2,567)	-	(5,198)
<b>Profit (loss) for the period from discontinued operation</b>	<b>20,000</b>	<b>73,425</b>	<b>(79,567)</b>	<b>55,913</b>
<b><u>Other comprehensive income</u></b>				
Exchange differences on translation of financial statement in foreign currencies	-	39,983	57,826	(1,026)
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>39,983</b>	<b>57,826</b>	<b>(1,026)</b>
<b>Earnings per share</b>				
Profit (loss) attributable to equity holders of the Company (Baht per share)	<u>0.03</u>	<u>0.08</u>	<u>(0.08)</u>	<u>0.06</u>

Cash flow information of the discontinued operation

(Unit: Thousand Baht)

	Consolidated financial statements	
	For the six-month periods	
	ended 30 June	
	<u>2022</u>	<u>2021</u>
Cash flows from operating activities	422,412	54,935
Cash flows from (used in) investing activities	(344,631)	119,753
Cash flows used in financing activities	(16,849)	(166,528)

**6.2 Sol Power Godo Kaisha and Sun Power Godo Kaisha**

Further to the meeting of the Board of Directors of the Company passed a resolution to approve that PSJP enter into an agreement to sell the assets of Sol Power Godo Kaisha (“SOL”) and Sun Power Godo Kaisha (“SPW”). The group of subsidiaries took the actions as disclosed in Note 12.2 to the 2021 annual financial statements. In addition to that the group of subsidiaries had additional actions during the current period as detailed below.

SOL’s assets

The group of subsidiaries received a deposit of JPY 40 million (approximately Baht 11 million) during 2021 and presented the amount under the caption of “other current liabilities” in the statement of financial position as at 31 December 2021. In the current period, the group of subsidiaries received the remaining payment of JPY 160 million (approximately Baht 45 million). On 15 February 2022, the group of subsidiaries met all terms and conditions stipulated in the agreements and transferred the ownership and its interest in SOL to the buyer. The Group lost control over the subsidiary.

(Unaudited but reviewed)

The transactions of disposal of assets classified as held for sales of SOL are summarised as follows:

	(Unit: Thousand Baht)
	Consolidated financial statements
Proceeds from sale of assets (JPY 200 million)	56,122
Less:	
Costs of net assets sold	(60,173)
Other comprehensive income to be reclassified to profit or loss	1,894
Loss on sales of investment in subsidiary and solar power plants under construction on the delivery date	(2,157)

The costs of net assets sold of SOL are as follows:

	(Unit: Thousand Baht)
	Consolidated financial statements
	15 February 2022 (the delivery date)
<b>Assets</b>	
Property, plant and equipment - assets related to solar power plants (Note 9)	46,859
Intangible assets - rights in power purchase agreements (Note 10)	18,877
Other assets	83,742
Less: allowance for impairment of assets	(15,434)
<b>Total assets</b>	134,044
<b>Liabilities</b>	
Other liabilities	73,871
<b>Total liabilities</b>	73,871
<b>Total costs of net assets</b>	60,173

SPW's assets

The group of subsidiaries received a deposit of JPY 20 million (approximately Baht 6 million) during 2021 and presented the amount under the caption of "other current liabilities" in the statement of financial position as at 31 December 2021. In the current period, the group of subsidiaries received the remaining payment of JPY 210 million (approximately Baht 58 million). On 28 April 2022, the group of subsidiaries met all terms and conditions stipulated in the agreements and transferred the ownership and its interest in SPW to the buyer. The Group lost control over the subsidiary.

The transactions of disposal of assets classified as held for sales of SPW are summarised as follows:

	(Unit: Thousand Baht)
	Consolidated
	<u>financial statements</u>
Proceeds from sale of assets (JPY 230 million)	64,401
Less:	
Costs of net assets sold	(63,103)
Other comprehensive income to be reclassified to profit or loss	523
Gain on sales of investment in subsidiary and solar power plant under construction on the delivery date	<u>1,821</u>

The costs of net assets sold of SPW are as follows:

	(Unit: Thousand Baht)
	Consolidated
	<u>financial statements</u>
	28 April 2022
	<u>(the delivery date)</u>
<b>Assets</b>	
Intangible assets - rights in power purchase agreements (Note 10)	58,816
Other assets	20,683
Less: allowance for impairment of assets	(4,211)
<b>Total assets</b>	<u>75,288</u>
<b>Liabilities</b>	
Other liabilities	12,185
<b>Total liabilities</b>	<u>12,185</u>
<b>Total costs of net assets</b>	<u>63,103</u>

The disposal of the group of subsidiaries' assets adheres to objective, policy and strategy for operating solar power plant business through subsidiaries. The Group has a plan to invest in solar power plant in domestic and other countries. Therefore, entering into the mentioned transactions is considered a strategic distribution of renewable power plants business as a normal business.

## **7. Investments in subsidiaries**

Movements of the investments in subsidiaries during the period are summarised below.

- a) On 17 February 2022, an extraordinary general meeting of the shareholders of Chow Shining Energy Company Limited ("CSN") passed a resolution to approve a Baht 199 million increase in its registered share capital (1.99 million ordinary shares of Baht 100 each). Chow Energy Public Company Limited, which is the Company's subsidiary and CSN's shareholder, already made payment for the new shares. The increase in share capital did not have any impact on the Group's interest in this subsidiary.
- b) On 7 March 2022, an extraordinary general meeting of the shareholders of S.R.G.A. Company Limited ("SRGA") passed a resolution to approve a Baht 10 million increase in its registered share capital (0.1 million ordinary shares of Baht 100 each). Chow Shining Energy Company Limited, which is the Company's subsidiary and SRGA's shareholder, already made payment for the new shares. The increase in share capital did not have any impact on the Group's interest in this subsidiary.
- c) The Company sold its ordinary shares in Captain Cash Holding Company Limited ("CCH") for the amount of Baht 4 million (0.4 million ordinary shares of Baht 10 each) to an unrelated person. As a result, the Company's interest decreased from 84 percent to 76 percent.

## **8. Investments in joint ventures**

Movements of the investments in joint ventures during the period are summarised below.

- a) On 11 February 2022, Chow Shining Energy Company Limited sold its 4,998 ordinary shares of Baht 100 each in Chow and Haco Solar Company Limited and 4,999 ordinary shares of Baht 100 each in Chow and CKE Renewable Company Limited, totaling approximately Baht 1 million, to Chow Energy Public Company Limited for the purpose of the investment restructuring of the Group. The transaction did not have any significant impact on the consolidated financial statements.

- b) On 7 March 2022, an extraordinary general meeting of the shareholders of Chow and CKE Renewable Company Limited (“Chow and CKE”) passed a resolution to approve a Baht 19 million increase in its registered share capital (0.19 million ordinary shares of Baht 100 each). Chow Energy Public Company Limited, which is the Company’s subsidiary and Chow and CKE’s joint venturer, already made payment based on its interest proportion, which was 50 percent, representing Baht 9.5 million. The increase in share capital did not have any impact on the Group’s interest in the joint venture.

## 9. Property, plant and equipment

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2022	1,937,543	1,162,473
Property, plant and equipment classified as assets		
held for sales - beginning of the period	4,216,824	-
Acquisitions during the period - at cost	523,272	85,137
Capitalised interest	7,141	-
Disposals/written-off during the period - net book value	(4,141)	(1,250)
Disposal of property, plant and equipment classified as held		
for sales (Note 6.1 and 6.2)	(4,147,125)	-
Depreciation for the period	(69,066)	(14,937)
Property, plant and equipment classified as assets		
held for sales - ending of the period (Note 6.1)	(252,386)	-
Translation adjustment	(81,662)	-
Net book value as at 30 June 2022	<u>2,130,400</u>	<u>1,231,423</u>
Net book value - pledged renewable energy generating		
systems and related equipment as collateral for credit		
facilities granted by financial institution (Note 12)		
as at 30 June 2022	<u>293,809</u>	<u>-</u>

(Unaudited but reviewed)

**10. Intangible assets**(Unit: Thousand Baht)  
Consolidated  
financial statements

Net book value as at 1 January 2022	19,425
Intangible assets classified as assets held for sales - beginning of the period	1,184,434
Disposals/written-off during the period - net book value	(2)
Amortisation for the period	(13,964)
Disposal of intangible assets classified as held for sales (Note 6.1 and 6.2)	(1,148,990)
Intangible assets classified as assets held for sales - ending of the period (Note 6.1)	(10,779)
Translation adjustment	(23,471)
Net book value as at 30 June 2022	<u>6,653</u>

**11. Trade and other payables**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Audited)		(Audited)
<b>Unrelated parties</b>				
Trade payables	222,285	9,373	474	146
Other payables for purchases of assets	136,777	143,776	69,874	66,188
Other payables involved in sales of investments in subsidiaries and solar power plants	41,304	24,371	-	-
Other payables	29,070	10,243	23,490	1,793
Accrued interest expenses to financial institutions	5,807	67,120	1,956	11,020
Accrued expenses	21,675	41,146	2,574	2,881
Advances	55,952	34,798	1,220	2,626
Total trade and other payables - unrelated parties	<u>512,870</u>	<u>330,827</u>	<u>99,588</u>	<u>84,654</u>
<b>Related parties</b>				
Other payables	90	45	161	200
Accrued interest expenses	7	-	37	380
Accrued expenses	7,490	7,490	-	-
Advances	-	-	360	-
Total trade and other payables - related parties	<u>7,587</u>	<u>7,535</u>	<u>558</u>	<u>580</u>
Classified as liabilities directly associated with assets classified as held for sales	-	(43,503)	-	-
Total trade and other payables	<u>520,457</u>	<u>294,859</u>	<u>100,146</u>	<u>85,234</u>

**12. Long-term loans**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Audited)	(Audited)	
Long-term loans from financial institutions	151,593	6,468,112	-	-
Debentures	432,514	1,136,163	432,514	1,136,163
Total	584,107	7,604,275	432,514	1,136,163
Classified as liabilities directly associated with assets classified as held for sales	-	(4,660,480)	-	-
Less: Current portion	(432,514)	(2,943,795)	(432,514)	(1,136,163)
Long-term loans - net of current portion	151,593	-	-	-

Movements in the long-term loan from financial institutions account during the period are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Balance as at 1 January 2022	1,807,632
Classified as liabilities directly associated with assets classified as held for sales - beginning of the period	4,660,480
Additional borrowings	171,750
Repayments	(1,824,481)
Payments of front-end fees	(20,393)
Amortisation of front-end fees	1,094
Disposal of liabilities classified as held for sales (Note 6.1)	(4,577,747)
Translation adjustment	(66,742)
Balance as at 30 June 2022	151,593

On 27 May 2022, a subsidiary entered into a long-term loan agreement with a local commercial bank for a credit facility of Baht 970 million. The loan carries interest at the rate specified in the agreement. The loan principal is to be repaid in 43 quarterly installments. The loan is secured by the renewable energy generating systems and related equipment, as discussed in Note 9 to the interim consolidated financial statements, including the rights in power purchase agreements, the provision of consent to the bank to control the bank account, corporate guarantee by the subsidiaries, inter-company loan being subordinated loan, and the pledge of subsidiaries' shares.



(Unaudited but reviewed)

Under the conditions of the loan agreement, the subsidiary agrees not to mortgage or otherwise encumber its assets with any other parties throughout the loan period, and the loan agreement contains several covenants which, among other things, require the subsidiaries to maintain their debt-to-equity ratio and debt service coverage ratio at the rate prescribed.

Movements in the debenture account during the period are summarised below.

	(Unit: Thousand Baht)
	Consolidated / Separate financial statements
Balance as at 1 January 2022	1,136,163
Repayments	(706,800)
Amortisation of debenture issuance and extension of the maturity period fees	<u>3,151</u>
Balance as at 30 June 2022	<u><u>432,514</u></u>

Under the provisions relating to the rights and obligations of the debenture issuer and holders, the Company is not to take any action affecting its ability to service its debt to the debenture holders, and the Company is required to comply with several covenants, such as to maintain a prescribed debt-to-equity ratio.

On 4 July 2022, the meeting of the Company's debenture holders passed a resolution to extend the maturity term of CHOW212A debentures in the amount of Baht 995.6 million and CHOW213A debentures in the amount of Baht 184.4 million for another 9 months by revising the maturity dates from 7 August 2022 to 7 May 2023 and 20 August 2022 to 20 May 2023 respectively, change the coupon rate from 7.25 percent to 7.75 percent, and amend the provisions relating to the terms and conditions of the debentures certificate and debentures names to align with such changes.

**13. 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 is made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Current income tax:</b>				
Interim corporate income tax	-	2,743	-	-
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	119	6,940	1,552	2,285
<b>Income tax expenses reported in profit or loss</b>	<u>119</u>	<u>9,683</u>	<u>1,552</u>	<u>2,285</u>

	(Unit: Thousand Baht)			
	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Current income tax:</b>				
Interim corporate income tax	-	5,548	-	-
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	(7,247)	9,415	3,338	4,545
<b>Income tax expenses reported in profit or loss</b>	<u>(7,247)</u>	<u>14,963</u>	<u>3,338</u>	<u>4,545</u>
<b>Income tax reported in other comprehensive income</b>	<u>(265)</u>	<u>-</u>	<u>-</u>	<u>-</u>

An overseas subsidiary is not liable for corporate income tax on capital gains from its sales of investments in subsidiaries and solar power plants as the capital gains are tax exempted.

#### 14. Segment information

The Group is organised into business units based on its products and services. During the current period, there are no change in the organisation of reportable segments from the 2021 annual financial statements.

The following tables present revenue and profit (loss) information regarding the Group's operating segments for the periods.

(Unit: Million Baht)

	For the three-month periods ended 30 June													
	Original Equipment Manufacturing (OEM) service segment		Trading of steel billets segment		Investment in renewable power plant segment		Consultancy on investments in renewable energy segment		Other segment		Adjustments and eliminations		Consolidated financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Sales and service income</b>														
Revenue from external customers	77	10	274	-	12	13	25	12	4	-	-	-	392	35
<b>Segment profit (loss)</b>	3	(3)	5	-	5	5	6	6	(2)	-			17	8
Gain on sales of investments in subsidiaries and solar power plants	-	-	-	-	2	68	-	-	-	-			2	68
Unallocated income and expenses													(23)	(117)
<b>Loss for the period from continued operation</b>													(4)	(41)
<b>Profit for the period from discontinued operation</b>													20	73
<b>Profit for the period</b>													16	32

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month periods ended 30 June

	Original Equipment Manufacturing (OEM) service segment		Trading of steel billets segment		Investment in renewable power plant segment		Consultancy on investments in renewable energy segment		Other segment		Adjustments and eliminations		Consolidated financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Sales and service income</b>														
Revenue from external customers	130	20	407	-	25	27	39	15	4	-	-	-	605	62
<b>Segment profit (loss)</b>	4	(5)	6	-	12	13	7	2	(2)	-			27	10
Gain on sales of investments in subsidiaries and solar power plants	-	-	-	-	1,425	68	-	-	-	-			1,425	68
Unallocated income and expenses													(151)	(167)
<b>Profit (loss) for the period from continued operation</b>													1,301	(89)
<b>Profit (loss) for the period from discontinued operation</b>													(80)	56
<b>Profit (loss) for the period</b>													1,221	(33)

Revenues from other segment are consisting of personal loan under supervision revenue and cryptocurrency mining revenue, which is operated in the current period.

## **15. Commitments and contingent liabilities**

### **15.1 Capital and long-term commitments**

- a) The Group had outstanding capital commitments relating to agreements for the installation a power generation system and for a purchase of power generation equipment amounting to Baht 23 million.
- b) As at 30 June 2022, the Group had outstanding payment commitment in respect of service agreements amounting to Baht 9 million.
- c) Under the conditions of the manufacturing management agreements, the Company is to pay a monthly management fee at a rate stipulated in the agreement, or a management fee of approximately US Dollar 800,000 and Baht 15,000 per annum.

### **15.2 Guarantees**

- a) As at 30 June 2022, there were outstanding bank guarantees of Baht 19 million and JPY 200 million issued by bank on behalf of subsidiaries to guarantee the performance obligations incurred in the ordinary course of business.
- b) As at 30 June 2022, a related company has guaranteed bank credit facilities and credit line for the Group amounting at least Baht 390 million.
- c) As at 30 June 2022, there were outstanding bank guarantees of Baht 31 million (the Company only: 30 million) issued by banks on behalf of the Group to guarantee electricity use and contractual performance, as required in the normal course of business. The bank guarantees are secured by the pledge of the Company's bank deposits.
- d) As at 30 June 2022, the Company had bank guarantees of Baht 25 million issued by banks on behalf of the Company to guarantee an application for a stay of VAT payment as discussed in Note 15.4 to the interim consolidated financial statements.

**15.3 Credit lines**

(Unit: Million)

Type of credit line	Consolidated financial statements			
	As at 30 June 2022			
	Total credit line	Credit line used	Remaining amount	Currency
Letter of guarantee	75	74	1	Baht
Letter of guarantee	200	200	-	Yen
Standby letter of credit	8,455	4,811	3,644	Yen
Overdraft	3	3	-	Baht
Overdraft	3,000	-	3,000	Yen
Promissory note	1,750	1,215	535	Baht
Long-term loan	970	172	798	Baht
Trust receipt	350	347	3	Baht

The above credit lines are credit facilities from financial institutions guaranteed by certain deposits and some assets of the Group and related parties.

**15.4 Tax assessment**

In the year 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.

**16. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's Board of Directors on 15 August 2022.