

Lohakit Metal Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month and nine-month periods ended
31 December 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Lohakit Metal Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Lohakit Metal Public Company Limited and its subsidiaries (the Group) as at 31 December 2022, the related consolidated statements of income, 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 interim financial information of Lohakit Metal Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting.



Orawan Techawatanasirikul

Certified Public Accountant (Thailand) No. 4807

EY Office Limited

Bangkok: 13 February 2023

Lohakit Metal Public Company Limited and its subsidiaries

Statement of financial position

As at 31 December 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 December 2022	31 March 2022	31 December 2022	31 March 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		125,001	288,420	51,831	213,196
Trade and other receivables	3	559,049	661,512	217,847	254,963
Inventories	4	687,259	745,563	346,553	477,872
Other current financial assets		2,554	8,349	-	-
Other current assets		7,792	9,743	1,654	8,647
Total current assets		1,381,655	1,713,587	617,885	954,678
Non-current assets					
Restricted bank deposits	5	46,180	46,180	6,080	6,080
Other non-current financial assets		2,638	3,021	-	-
Investment in associate	6	16,414	14,799	4,900	4,900
Investments in subsidiaries	7	-	-	405,435	405,653
Property, plant and equipment	8	504,826	522,492	268,847	273,552
Intangible assets		2,789	2,888	1,591	1,552
Deferred tax assets	11	13,850	12,632	9,344	6,817
Other non-current assets		3,284	3,407	2,557	2,526
Total non-current assets		589,981	605,419	698,754	701,080
Total assets		1,971,636	2,319,006	1,316,639	1,655,758

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

Lohakit Metal Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 December 2022

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	31 December 2022	31 March 2022	31 December 2022	31 March 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from banks	9	106,785	57,014	5,711	6,854
Trade and other payables	10	318,594	523,854	96,118	305,283
Current portion of lease liabilities		3,080	1,390	3,080	1,390
Income tax payable		7,431	33,299	-	13,266
Other current liabilities		17,957	6,914	11,688	2,157
Total current liabilities		453,847	622,471	116,597	328,950
Non-current liabilities					
Lease liabilities, net of current portion		5,569	-	5,569	-
Provision for long-term employee benefits		28,065	35,400	14,651	14,304
Deferred tax liabilities	11	12	15	-	-
Other non-current liabilities		1	1	-	-
Total non-current liabilities		33,647	35,416	20,220	14,304
Total liabilities		487,494	657,887	136,817	343,254

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

Lohakit Metal Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 December 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 December 2022	31 March 2022	31 December 2022	31 March 2022
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
383,000,000 ordinary shares of Baht 1 each	383,000	383,000	383,000	383,000
Issued and fully paid-up				
383,000,000 ordinary shares of Baht 1 each	383,000	383,000	383,000	383,000
Share premium	519,673	519,673	519,673	519,673
Retained earnings				
Appropriated - statutory reserve	79,100	78,700	38,300	38,300
Unappropriated	354,732	521,851	238,849	371,531
Equity attributable to owners of the Company	1,336,505	1,503,224	1,179,822	1,312,504
Non-controlling interests of the subsidiary	147,637	157,895	-	-
Total shareholders' equity	1,484,142	1,661,119	1,179,822	1,312,504
Total liabilities and shareholders' equity	1,971,636	2,319,006	1,316,639	1,655,758

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

Directors

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of income

For the three-month period ended 31 December 2022

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2022	2021	2022	2021
Revenues					
Sales and service income		672,804	693,037	240,486	285,576
Dividend income	7.2	48	44	36,880	103,244
Other income		6,112	12,265	6,078	9,816
Total revenues		678,964	705,346	283,444	398,636
Expenses					
Cost of sales and services		594,776	570,294	230,331	229,978
Selling and distribution expenses		15,152	13,800	8,463	8,001
Administrative expenses		26,977	26,945	13,278	13,066
Total expenses		636,905	611,039	252,072	251,045
Operating profit		42,059	94,307	31,372	147,591
Share of profit from investment in associate	6.2	648	461	-	-
Finance cost		(1,572)	(657)	(542)	(107)
Profit before income tax expenses		41,135	94,111	30,830	147,484
Income tax income (expenses)	11	(8,309)	(18,389)	1,099	(8,688)
Profit for the period		32,826	75,722	31,929	138,796
Profit attributable to:					
Equity holders of the Company		18,910	64,735	31,929	138,796
Non-controlling interests of the subsidiary		13,916	10,987		
		<u>32,826</u>	<u>75,722</u>		
Earnings per share					
12					
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)		0.05	0.17	0.08	0.36
Weighted average number of ordinary shares (shares)		383,000,000	383,000,000	383,000,000	383,000,000

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 December 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit for the period	32,826	75,722	31,929	138,796
Other comprehensive income:				
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	32,826	75,722	31,929	138,796
Total comprehensive income attributable to:				
Equity holders of the Company	18,910	64,735	31,929	138,796
Non-controlling interests of the subsidiary	13,916	10,987		
Total comprehensive income for the period	32,826	75,722		

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of income

For the nine-month period ended 31 December 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Sales and service income		2,033,027	1,988,489	747,011	819,982
Dividend income	7.2	138	130	97,320	155,280
Other income		21,919	25,326	21,343	22,838
Total revenues		2,055,084	2,013,945	865,674	998,100
Expenses					
Cost of sales and services		1,786,169	1,655,666	683,731	677,178
Selling and distribution expenses		44,088	39,558	25,205	22,744
Administrative expenses		81,355	80,975	39,314	39,874
Total expenses		1,911,612	1,776,199	748,250	739,796
Operating profit		143,472	237,746	117,424	258,304
Share of profit from investment in associate	6.2	1,615	1,294	-	-
Finance cost		(3,978)	(1,704)	(1,047)	(519)
Profit before income tax expenses		141,109	237,336	116,377	257,785
Income tax expenses	11	(28,326)	(48,830)	(3,939)	(22,124)
Profit for the period		112,783	188,506	112,438	235,661
Profit attributable to:					
Equity holders of the Company		78,401	158,655	112,438	235,661
Non-controlling interests of the subsidiary		34,382	29,851		
		112,783	188,506		
Earnings per share	12				
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)		0.20	0.41	0.29	0.62
Weighted average number of ordinary shares (shares)		383,000,000	383,000,000	383,000,000	383,000,000

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of comprehensive income

For the nine-month period ended 31 December 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit for the period	112,783	188,506	112,438	235,661
Other comprehensive income:				
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	112,783	188,506	112,438	235,661
Total comprehensive income attributable to:				
Equity holders of the Company	78,401	158,655	112,438	235,661
Non-controlling interests of the subsidiary	34,382	29,851		
Total comprehensive income for the period	112,783	188,506		

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries
Statement of changes in shareholders' equity
For the nine-month period ended 31 December 2022

(Unit: Thousand Baht)

Consolidated financial statements									
Equity attributable to owners of the Company						Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiary		Total shareholders' equity
Note	Issued and paid-up share capital	Share premium	Retained earnings		Unappropriated				
			Appropriated - statutory reserve						
	383,000	519,673	76,400	455,347		1,434,420	197,669	1,632,089	
Profit for the period	-	-	-	158,655		158,655	29,851	188,506	
Other comprehensive income for the period	-	-	-	-	-	-	-	-	
Total comprehensive income for the period	-	-	-	158,655		158,655	29,851	188,506	
Dividends paid	-	-	-	(145,540)		(145,540)	-	(145,540)	
Transferred to appropriated retained earnings statutory reserve	-	-	1,000	(1,000)		-	-	-	
Dividends paid of subsidiary	-	-	-	-		-	(82,560)	(82,560)	
Balance as at 31 December 2021	383,000	519,673	77,400	467,462		1,447,535	144,960	1,592,495	
Balance as at 1 April 2022	383,000	519,673	78,700	521,851		1,503,224	157,895	1,661,119	
Profit for the period	-	-	-	78,401		78,401	34,382	112,783	
Other comprehensive income for the period	-	-	-	-		-	-	-	
Total comprehensive income for the period	-	-	-	78,401		78,401	34,382	112,783	
Dividends paid	-	-	-	(245,120)		(245,120)	-	(245,120)	
Transferred to appropriated retained earnings statutory reserve	-	-	400	(400)		-	-	-	
Dividends paid of subsidiary	-	-	-	-		-	(44,640)	(44,640)	
Balance as at 31 December 2022	383,000	519,673	79,100	354,732		1,336,505	147,637	1,484,142	

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 31 December 2022

(Unit: Thousand Baht)

	Note	Separate financial statements					Total shareholders' equity
		Issued and fully paid-up share capital	Share premium	Appropriated - statutory reserve	Unappropriated		
Balance as at 1 April 2021		383,000	519,673	38,300	258,343		1,199,316
Profit for the period		-	-	-	235,661		235,661
Other comprehensive income for the period		-	-	-	-		-
Total comprehensive income for the period		-	-	-	235,661		235,661
Dividend paid	15	-	-	-	(145,540)		(145,540)
Balance as at 31 December 2021		383,000	519,673	38,300	348,464		1,289,437
Balance as at 1 April 2022		383,000	519,673	38,300	371,531		1,312,504
Profit for the period		-	-	-	112,438		112,438
Other comprehensive income for the period		-	-	-	-		-
Total comprehensive income for the period		-	-	-	112,438		112,438
Dividend paid	15	-	-	-	(245,120)		(245,120)
Balance as at 31 December 2022		383,000	519,673	38,300	238,849		1,179,822

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Cash flows statement

For the nine-month period ended 31 December 2022

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit before tax	141,109	237,336	116,377	257,785
Adjustments to reconcile profit before tax to net cash provided by (used in) operating activities:				
Depreciation	36,062	35,611	20,890	20,200
Amortisation	254	295	116	151
Expected credit loss (reversal)	(365)	175	(17)	104
Reduction of inventories to net realisable value (reversal)	12,192	(4,580)	11,150	301
Allowance for impairment of investment in subsidiary	-	-	218	204
Gain on sales of investments	(51)	(275)	-	-
Unrealised loss from fair value measurement of the other current financial assets	11	141	-	-
Unrealised loss from fair value measurement of the other non-current financial assets	383	77	-	-
Unrealised loss on change fair value in forward contract	1,463	54	1,191	-
Gain on sale of fixed assets	(839)	(2,401)	(596)	(1,025)
Provision for long-term employee benefits	2,702	2,959	1,337	1,624
Unrealised gain on foreign exchange	(120)	(150)	(109)	(133)
Share of profit from investment in associate	(1,615)	(1,294)	-	-
Dividend income	(138)	(130)	(97,320)	(155,280)
Interest income	(124)	(125)	(24)	(13)
Interest expenses	3,164	900	653	106
Profit from operating activities before changes in operating assets and liabilities	194,088	268,593	53,866	124,024
Decrease (increase) in operating assets				
Trade and other receivables	102,838	(26,398)	37,133	(2,604)
Inventories	46,112	(176,567)	120,169	(116,987)
Other current assets	3,981	(1,485)	7,116	75
Other non-current assets	123	(24)	(31)	-
Increase (decrease) in operating liabilities				
Trade and other payables	(205,134)	73,887	(209,051)	60,676
Other current liabilities	9,579	6,066	8,340	3,518
Cash paid for long-term employee benefits	(10,037)	(2,565)	(990)	(2,565)
Cash flows from operating activities	141,550	141,507	16,552	66,137
Interest paid	(3,027)	(801)	(515)	(14)
Corporate income tax paid	(57,442)	(46,198)	(19,855)	(13,071)
Net cash flows from (used in) operating activities	81,081	94,508	(3,818)	53,052

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

Lohakit Metal Public Company Limited and its subsidiaries

Cash flows statement (continued)

For the nine-month period ended 31 December 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from investing activities				
Cash paid for acquisition of fixed assets	(8,758)	-	(6,545)	-
Cash paid for acquisition of intangible assets	(155)	(15,067)	(155)	(8,044)
Cash paid for acquisition of investment in open-end fund	(20,000)	(40,000)	-	-
Cash received from sales of investment in open-end fund	25,833	110,607	-	-
Cash received from dividends	138	130	97,320	155,280
Cash received from sales of fixed assets	841	5,898	596	3,449
Cash received from interest income	114	127	24	13
Net cash flows from (used in) investing activities	(1,987)	61,695	91,240	150,698
Cash flows from financing activities				
Increase (decrease) in short-term loans from banks	49,771	32,067	(1,143)	6,540
Cash paid for lease liabilities	(2,522)	(2,522)	(2,522)	(2,522)
Dividend paid	(289,760)	(228,100)	(245,120)	(145,540)
Net cash flows used in financing activities	(242,511)	(198,555)	(248,785)	(141,522)
Effect of exchange rate to cash and cash equivalents	(2)	98	(2)	98
Net increase (decrease) in cash and cash equivalents	(163,419)	(42,254)	(161,365)	62,326
Cash and cash equivalents at beginning of period	288,420	317,825	213,196	160,233
Cash and cash equivalents at end of period	125,001	275,571	51,831	222,559
Supplemental cash flows information:				
Non-cash item				
Increase in right-of-use assets from lease liabilities	9,640	-	9,640	-

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

Lohakit Metal Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and nine-month period ended 31 December 2022

1. General information

1.1 Basis for the preparation of interim financial information

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

The interim financial information is 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. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial statements of the Company. The interim financial information in English language has been translated from the Thai language interim financial information.

1.2 Basis of consolidation

The interim consolidated financial statements include the financial statements of Lohakit Metal Public Company Limited ("the Company") and its subsidiary companies ("the subsidiaries") (collectively as "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 March 2022, with no change in shareholding structure of subsidiaries during the current period.

1.3 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 March 2022.

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

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

Summaries significant business transactions with related parties as follows.

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
<u>Transactions with subsidiaries</u>				
(Eliminated from the consolidated financial statements)				
Sales of goods and service income	-	-	16,558	7,658
Purchases of goods	-	-	27	-
Rental income	-	-	510	600
Other service income	-	-	3,135	3,105
Dividend income	-	-	36,880	103,244
<u>Transactions with related companies</u>				
Commission fee	1,944	1,470	-	-

	(Unit: Thousand Baht)			
	For the nine-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
<u>Transactions with subsidiaries</u>				
(Eliminated from the consolidated financial statements)				
Sales of goods and service income	-	-	32,339	20,956
Purchases of goods	-	-	42,419	-
Rental income	-	-	1,530	1,800
Other service income	-	-	9,405	9,915
Dividend income	-	-	97,320	155,280
<u>Transactions with related companies</u>				
Commission fee	5,055	4,179	-	-

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

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31	31	31	31
	December	March	December	March
	2022	2022	2022	2022
	(Audited)		(Audited)	
<u>Trade receivable - related parties (Note 3)</u>				
Subsidiaries	-	-	17,192	6,280
<u>Trade receivable - related party (Note 10)</u>				
Subsidiaries	-	-	28	-
<u>Other payables - related party (Note 10)</u>				
Associated company	1,917	1,684	-	-

Directors and management's benefits

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Short-term employee benefits	11,033	9,727	4,660	4,086
Post-employment benefits	260	293	42	89
Total	11,293	10,020	4,702	4,175

	(Unit: Thousand Baht)			
	For the nine-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Short-term employee benefits	32,862	30,259	13,927	13,506
Post-employment benefits	780	881	124	267
Total	33,642	31,140	14,051	13,773

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31	31	31	31
	December	March	December	March
	2022	2022	2022	2022
	(Audited)		(Audited)	
<u>Trade receivables - related parties</u> (Note 2)				
Aged on the basis of due dates				
Not yet due	-	-	16,910	5,306
Past due				
Not over 3 months	-	-	282	974
Total trade receivables - related parties	-	-	17,192	6,280
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	416,158	532,137	149,567	201,044
Past due				
Not over 3 months	142,432	130,163	50,856	47,515
Over 3 months but less than 12 months	564	337	-	300
Over 12 months	6,022	5,722	3,712	3,412
Total	565,176	668,359	204,135	252,271
Less: Allowance for expected credit losses	(6,754)	(7,119)	(3,836)	(3,853)
Total trade receivables - unrelated parties - net	558,422	661,240	200,299	248,418
Total trade receivables - net	558,422	661,240	217,491	254,698
Other receivables	610	265	356	265
Interest receivables	17	7	-	-
Total other receivables	627	272	356	265
Total trade and other receivables - net	559,049	661,512	217,847	254,963

4. Inventories

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
			financial statements	
	31 December 2022	31 March 2022	31 December 2022	31 March 2022
		(Audited)		(Audited)
Inventories - cost	723,941	770,053	374,799	494,968
Less: Reduce cost to net realisable value	(36,682)	(24,490)	(28,246)	(17,096)
Inventories - net	687,259	745,563	346,553	477,872

During the current period, the Group record the reduction of cost of inventories by Baht 12 million (Separate financial statements: record the reduction of Baht 11 million), to reflect the net realisable value. This was presented as cost of sales.

5. Restricted bank deposits

As at 31 December 2022, the Group has deposits with banks of Baht 46 million (31 March 2022: Baht 46 million) which are pledged with the banks to secure credit facilities as described in Note 14.4 to the interim consolidated financial statements.

6. Investment in associated company

6.1 Details of associate

Company's name	Nature of business	Country of incorporation	Shareholding		Separate		(Unit: Thousand Baht)	
			percentage		financial statements		Consolidated	
							financial statements	
					Cost method		Carrying amount based on equity method	
			31 December 2022	31 March 2022	31 December 2022	31 March 2022	31 December 2022	31 March 2022
			(%)	(%)		(Audited)		(Audited)
Mory Lohakit (Thailand) Co., Ltd.	Agent	Thailand	49	49	4,900	4,900	16,414	14,799

6.2 Share of profit and dividend received

(Unit: Thousand Baht)				
For the three-month periods ended 31 December				
Company's name	Consolidated		Separate	
	financial statements		financial statements	
	Share of profit from		Dividend received	
	investment in associate			
	2022	2021	2022	2021
Mory Lohakit (Thailand) Co., Ltd.	648	461	-	-

(Unit: Thousand Baht)				
For the nine-month periods ended 31 December				
Company's name	Consolidated		Separate	
	financial statements		financial statements	
	Share of profit from		Dividend received	
	investment in associate			
	2022	2021	2022	2021
Mory Lohakit (Thailand) Co., Ltd.	1,615	1,294	-	-

7. Investments in subsidiaries

7.1 Details of subsidiaries

Details of investments in subsidiaries as presented in separate financial statements are as follows:

(Unit: Thousand Baht)										
Company's name	Paid-up capital		Shareholding		Cost method		Allowance for		Carrying amount	
			percentage				impairment		based on	
							of investment		cost method	
	31	31	31	31	31	31	31	31	31	31
	December	March	December	March	December	March	December	March	December	March
	2022	2022	2022	2022	2022	2022	2022	2022	2022	2022
	(Million Baht)	(Million Baht)	(%)	(%)		(Audited)		(Audited)		(Audited)
Auto Metal Company Limited	240	240	60	60	144,000	144,000	-	-	144,000	144,000
Alternative EnMat Company Limited	6	6	100	100	5,499	5,499	(2,302)	(2,084)	3,197	3,415
NSC Metal Company Limited	230	230	100	100	258,238	258,238	-	-	258,238	258,238
Total					407,737	407,737	(2,302)	(2,084)	405,435	405,653

7.2 Dividend income

(Unit: Thousand Baht)				
Company's name	For the three-month periods		For the nine-month periods	
	ended 31 December		ended 31 December	
	2022	2021	2022	2021
Auto Metal Company Limited	29,520	84,959	66,960	123,839
NSC Metal Company Limited	7,360	18,285	30,360	31,441
Total	36,880	103,244	97,320	155,280

Auto Metal Company Limited

On 17 June 2022, the Annual General Meeting of the shareholders of Auto Metal Company Limited passed a resolution to approve the payment of a dividend of Baht 85 per share from the operating profit for the year ended 31 March 2022, the subsidiary had paid out the interim dividend of Baht 59 per share. The remaining dividend was Baht 26 per share and was paid by Baht 62.4 million on 29 June 2022.

On 10 November 2022, a meeting of Board of Directors of Auto Metal Company Limited (a subsidiary) approved the payment of an interim dividend of Baht 20.50 per share to the subsidiary's ordinary shareholders for the subsidiary's operations from 1 April 2022 to 30 September 2022. The subsidiary already paid dividend by Baht 49.2 million on 30 November 2022.

NSC Metal Company Limited

On 17 June 2022, the Annual General Meeting of the shareholders of NSC Metal Company Limited passed a resolution to approve the payment of a dividend of Baht 17.95 per share from the operating profit for the year ended 31 March 2022, the subsidiary had paid out the interim dividend of Baht 7.95 per share. The remaining dividend was Baht 10 per share and was paid by Baht 23 million on 29 June 2022.

On 10 November 2022, a meeting of Board of Directors of NSC Metal Company Limited (a subsidiary) approved the payment of an interim dividend of Baht 3.20 per share to the subsidiary's ordinary shareholders for the subsidiary's operations from 1 April 2022 to 30 September 2022. The subsidiary already paid dividend by Baht 7.4 million on 29 November 2022.

8. Property, plant and equipment

Movements of property, plant and equipment for the nine-month period ended 31 December 2022 are summaries below:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 April 2022	522,492	273,552
Addition during the period - at cost	18,398	16,185
Disposal during the period - net book value	(2)	-
Depreciation for the period	(36,062)	(20,890)
Net book value as at 31 December 2022	504,826	268,847

The Company and a subsidiary have mortgaged a part of their land with structures thereon and pledged a part of machinery with banks, and another subsidiary has mortgaged unit of condominium with bank, to secure loans and other credit facilities granted to the Group by the banks as described in Note 14.4 to the interim consolidated financial statements.

9. Short-term loans from banks

	Interest rate		Consolidated		(Unit: Thousand Baht)	
	(percent per annum)		financial statements		Separate	
	31	31	31	31	31	31
	December	March	December	March	December	March
	2022	2022	2022	2022	2022	2022
				(Audited)		(Audited)
Bank overdrafts	1.3	-	12,621	-	-	-
Trust receipts	2.85 - 3.78	2.80 - 3.15	94,164	57,014	5,711	6,854
Total			106,785	57,014	5,711	6,854

Bank overdrafts, short-term loans and trust receipts facilities are secured by the Group's land with structures thereon, unit of condominium, machinery and fixed deposit accounts and guarantees provided by the Company as described in Note 14.4 to the interim consolidated financial statements.

10. Trade and other payables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	31	31	31	31
	December	March	December	March
	2022	2022	2022	2022
		(Audited)		(Audited)
Trade payable - unrelated parties	286,716	500,511	83,429	294,912
Trade payable - related party (Note 2)	-	-	28	-
Other payables - unrelated parties	15,890	19,827	6,111	9,159
Other payables - related party (Note 2)	1,917	1,684	-	-
Accrued commission expenses				
- unrelated parties	-	34	-	34
Accrued expenses	14,071	1,798	6,550	1,178
Total	318,594	523,854	96,118	305,283

11. 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 for the three-month and nine-month periods ended 31 December 2022 and 2021 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax charge	7,830	18,266	82	8,622
Deferred tax:				
Relating to origination and reversal of temporary differences	479	123	(1,181)	66
Income tax (income) expenses reported in profit and loss	<u>8,309</u>	<u>18,389</u>	<u>(1,099)</u>	<u>8,688</u>
	(Unit: Thousand Baht)			
	For the nine-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax charge	29,544	48,128	6,466	22,058
Deferred tax:				
Relating to origination and reversal of temporary differences	(1,218)	702	(2,527)	66
Income tax expenses reported in profit and loss	<u>28,326</u>	<u>48,830</u>	<u>3,939</u>	<u>22,124</u>

The components of deferred tax assets and deferred tax liabilities are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31	31	31	31
	December	March	December	March
	2022	2022	2022	2022
	(Audited)		(Audited)	
Deferred tax assets				
Allowance for impairment of investment in subsidiary	-	-	460	417
Allowance for expected credit losses	670	741	85	88
Allowance for diminution in value of inventories	7,337	4,898	5,650	3,419
Provision for long-term employee benefits	5,612	7,080	2,930	2,861
Lease liabilities	-	9	-	9
Unrealised loss from fair value measurement of forward contract	289	20	238	23
Total	13,908	12,748	9,363	6,817
Deferred tax liabilities				
Lease liabilities	(19)	-	(19)	-
Unrealised gain from fair value measurement of other current financial assets	(12)	(15)	-	-
Unrealised gain from fair value measurement of other non-current financial assets	(39)	(116)	-	-
Total	(70)	(131)	(19)	-
Deferred tax assets - net	13,850	12,632	9,344	6,817
Deferred tax liabilities	12	15	-	-

12. Earnings per share

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

13. Segment information

The Group is organised into business units based on their products and services. During the current period, the Group has not changed the organisation of their reportable segments from the last annual financial statements.

The following tables present revenue and profit information regarding the Group's operating segments for the three-month and nine-month periods ended 31 December 2022 and 2021.

(Unit: Million Baht)

	For the three-month period ended 31 December 2022				
	Production and distribution	Procurement and distribution	Total reportable segments	Eliminations	Consolidated
Revenue					
Revenue from external customers	484	189	673	-	673
Inter-segment revenue	16	1	17	(17)	-
Total revenues	<u>500</u>	<u>190</u>	<u>690</u>	<u>(17)</u>	<u>673</u>
Operating result					
Segment profit	65	13	78	-	78
Other income					6
Selling and distribution expenses					(15)
Administrative expenses					(27)
Share of profit from investment in associate					1
Finance cost					(2)
Income tax expenses					(8)
Profit for the period					<u>33</u>

(Unit: Million Baht)

	For the three-month period ended 31 December 2021				
	Production and distribution	Procurement and distribution	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue					
Revenue from external customers	474	219	693	-	693
Inter-segment revenue	8	-	8	(8)	-
Total revenues	<u>482</u>	<u>219</u>	<u>701</u>	<u>(8)</u>	<u>693</u>
Operating results					
Segment profit	99	24	123	-	123
Other income					13
Selling and distribution expenses					(14)
Administrative expenses					(27)
Share of profit from investment in associate					1
Finance cost					(1)
Income tax expenses					(19)
Profit for the period					<u>76</u>

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month period ended 31 December 2022					
	Production and distribution	Procurement and distribution	Total reportable segments	Eliminations	Consolidated
Revenue					
Revenue from external customers	1,389	644	2,033	-	2,033
Inter-segment revenue	32	43	75	(75)	-
Total revenues	1,421	687	2,108	(75)	2,033
Operating result					
Segment profit	204	43	247	-	247
Other income					22
Selling and distribution expenses					(44)
Administrative expenses					(82)
Share of profit from investment in associate					2
Finance cost					(4)
Income tax expenses					(28)
Profit for the period					113

(Unit: Million Baht)

For the nine-month period ended 31 December 2021					
	Production and distribution	Procurement and distribution	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue					
Revenue from external customers	1,356	632	1,988	-	1,988
Inter-segment revenue	21	-	21	(21)	-
Total revenues	1,377	632	2,009	(21)	1,988
Operating results					
Segment profit	266	67	333	-	333
Other income					26
Selling and distribution expenses					(39)
Administrative expenses					(81)
Share of profit from investment in associate					1
Finance cost					(2)
Income tax expenses					(49)
Profit for the period					189

14. Commitments and contingent liabilities

14.1 Other service commitment

As at 31 December 2022, a subsidiary has commitments of approximately Baht 1 million relating to a technical assistance service agreement and other agreements (31 March 2022: Baht 4 million).

14.2 Other commitments

As at 31 December 2022, the Company has outstanding commitments of Baht 4.5 million (31 March 2022: Baht 4.5 million) in respect of uncalled portion of investment in a subsidiary.

14.3 Guarantees

As at 31 December 2022, the Company has guaranteed bank credit facilities for a subsidiary amounting to Baht 350 million (31 March 2022: Baht 350 million).

14.4 Credit facilities

As at 31 December 2022, the Group has been granted credit facilities by various banks for which they have placed collaterals, as follows:

The Company

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 1,462 million, of which totaling Baht 22 million (31 March 2022: Baht 47 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machinery.
- Overdraft facilities of Baht 30 million, have not yet been utilised (31 March 2022: have not yet been utilised). These credit facilities are secured by the mortgage of the Company's land with structures thereon, machinery and the fixed deposits account.
- Forward foreign exchange contract facilities of Baht 1,000 million, of which totaling Baht 16 million (31 March 2022: Baht 26 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machinery.

A subsidiary

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 300 million, of which totaling Baht 9 million (31 March 2022: Baht 4 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machinery.

- Overdraft facilities of Baht 10 million, have not yet been utilised (31 March 2022: have not yet been utilised). These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon.
- Forward foreign exchange contract facilities of Baht 200 million, have not yet been utilised (31 March 2022: have not yet been utilised). These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machinery.

A subsidiary

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 406 million, of which Baht 101 million (31 March 2022: Baht 75 million) of the utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's unit of condominium which is the subsidiary's office, the subsidiary's fixed deposit accounts and a guarantee provided by the Company.
- Overdraft facilities of Baht 60 million, of which Baht 13 million (31 March 2022: have not been utilised) of the utilised amount are outstanding. These credit facilities are secured by the subsidiary's fixed deposit accounts and a guarantee provided by the Company.
- Forward foreign exchange contract facilities, comprising USD 11.7 million (equivalent to Baht 406 million) and Baht 115 million, or a total approximately Baht 521 million, of which USD 0.4 million (equivalent to Baht 13 million) (31 March 2022: of which USD 0.15 million of the utilised amount outstanding (equivalent to Baht 5 million)).

A subsidiary

- Letters of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 22 million, have not yet been utilised (31 March 2022: have not yet been utilised).
- Overdraft facilities of Baht 5 million have not yet been utilised (31 March 2022: have not yet been utilised).
- Forward foreign exchange contract facilities of Baht 30 million, have not yet been utilised (31 March 2022: have not yet been utilised).

Such credit facilities above totaling Baht 57 million, guaranteed by the Company of Baht 30 million.

15. Dividend

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Dividends for the year ended 31 March 2022 (net of interim dividend payment)	Annual General Meeting of the shareholders on 21 July 2022	172.35	0.45
Interim dividends for the year ending 31 March 2023	The Board of Directors Meeting on 11 November 2022	72.77	0.19
Total dividends paid during the period ended 31 December 2022		245.12	0.64
Dividends for the year ended 31 March 2021 (net of interim dividend payment)	Annual General Meeting of the shareholders on 22 July 2021	68.94	0.18
Interim dividends for the year ending 31 March 2022	The Board of Directors Meeting on 11 November 2021	76.60	0.20
Total dividends paid during the period ended 31 December 2021		145.54	0.38

16. Fair value hierarchy

The Group had the assets and liabilities that were measured at fair value or for which fair value was disclosed using different levels of inputs as follows:

(Unit: Million Baht)

Consolidated Financial Statements as at 31 December 2022				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets				
Investment units in open-end fund	-	3	-	3
Other non-current financial assets				
Investments in marketable units	3	-	-	3

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated Financial Statements as at
31 March 2022

	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets				
Investment units in open-end fund	-	8	-	8
Other non-current financial assets				
Investments in marketable units	3	-	-	3

During the current period, there were no transfers within the fair value hierarchy.

17. Financial instruments

17.1 Derivatives not designated as hedging instruments

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 December 2022	31 March 2022	31 December 2022	31 March 2022
Derivative Liabilities				
Derivative liabilities not designated as hedging instruments	1,561	98	1,303	112

The Group uses foreign exchange forward contracts to manage some of its transaction exposures. The contracts are entered into for periods consistent with foreign currency exposure of the underlying transactions, generally from 1 to 3 months.

The Group has outstanding balance of forward foreign exchange contracts which to reduce the exchange rate risk arising from their financial liabilities dominated in foreign currency with the mature within one year. The details are summarised below.

Foreign currency	Bought amount	Sold amount	Contractual exchange rate	
			Bought	Sold
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
<u>As at 31 December 2022</u>				
US Dollar	0.79	-	34.60 - 38.34	-
<u>As at 31 March 2022</u>				
US Dollar	0.86	-	32.06 - 33.75	-
SG Dollar	0.08	-	24.82	-

The balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Foreign currency	Financial assets as at		Financial liabilities as at		Average exchange rate as at	
	31	31	31	31	31	31
	December	March	December	March	December	March
	2022	2022	2022	2022	2022	2022
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	0.07	0.08	0.38	1.03	34.51	33.25
Japanese Yen	0.50	0.50	0.79	-	0.2604	0.2683
SG Dollar	-	-	-	0.08	-	24.90

17.2 Fair values of financial instruments

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

18. Approval of interim consolidated financial information

This interim consolidated financial information was authorised for issue by the Company's Board of Directors on 13 February 2023.