



AUDITOR'S REPORT

To the Shareholders and the Board of Directors of Eureka Design Public Company Limited

Opinion

I have audited the accompanying consolidated and separate financial statements of Eureka Design Public Company Limited and its subsidiary companies ("The Group") and also Eureka Design Public Company Limited only ("The Company"), respectively, which comprise the consolidated and separate statements of financial positions as at December 31, 2024, and the related consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated and separate financial statements, including material accounting policies information.

In my opinion, the consolidated and separate financial statements referred to above present fairly, in all material respects, the consolidated and separate financial position of Eureka Design Public Company Limited and its subsidiary companies and also Eureka Design Public Company Limited only, respectively, as at December 31, 2024, and of their consolidated and separate financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Profession (Code of Ethics for Professional Accountants) that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

B.

1. Revenue recognition

Revenue from contracts with customer are the Group's significant accounts because the amounts of revenue recorded would directly affect the Group's profit or loss. There are therefore risks with respect to the amount and timing of revenue recognition. For this reason, I have paid particular attention to the Group's revenue recognition in order to ensure that the revenues from contracts are recorded correctly and in accordance with the relevant financial reporting standards accounting policies and detail of revenues are disclosed in the notes to the financial statements No. 5.15 and 30, respectively.

How my audit addressed the key audit matter

I have examined the Group's revenue recognition by assessing and testing the Group's internal controls with respect to revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls. On a sampling basis, I also examined supporting documents for revenue transactions occurring during the year and in the periods immediately before and after the year, performed analytical on revenues by comparison with historical data to identify possible irregularities in revenue from contracts transactions throughout the period, particularly for accounting entries made through journal vouchers and evaluating the adequacy of the financial statements' disclosures in accordance with Thai Financial Reporting Standards.

2. Goodwill

I have focused my audit on the consideration of the impairment of goodwill, as discussed in notes to financial statements No. 13, because the assessment of impairment of goodwill is a significant accounting estimate requiring management to exercise a high degree of judgement in identifying the cash generating units, estimating the cash inflows that are expected to be generated from that group of assets in the future, and setting an appropriate discount rate and long-term growth rate. There are thus risks with respect to the amount of goodwill. I therefore gave significant attention to the amount of goodwill of the Group.

How my audit addressed the key audit matter

I have assessed the determination of cash-generating units and the financial models selected by the Group's management by understanding the management's evaluation process to determine whether it aligns with the nature of the assets' benefits. Additionally, I have tested key assumptions used in estimating the expected future cash flows from assets prepared by the Group's management by comparing these assumptions with internal and external sources of the Group. I also compared past cash flow projections with actual performance to assess management's judgment in estimating future expected cash flows. Furthermore, I reviewed the discount rate selected by the Group's management by analyzing the company's weighted average cost of capital and tested the calculation of the recoverable amount of these assets based on the financial model.

B

Other information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report of the Group, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

B.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also :-

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

B.

- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is

SAM NAK-NGAN A.M.C. Co., Ltd.



(Mr. Burin Prasongsamrit)

Certified Public Accountant Registration No. 12879

Bangkok

February 26, 2025

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2024

(Unit : Baht)

| | Notes | Consolidated financial statements | | Separate financial statements | |
|---|------------|-----------------------------------|-----------------------------|-------------------------------|-----------------------------|
| | | 2024 | 2023 | 2024 | 2023 |
| | | | (Restated/ Reclassified) | | (Restated/ Reclassified) |
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | 7 | 40,648,478 | 46,601,254 | 1,145,651 | 1,386,267 |
| Trade and other current receivables | 6.1 and 8 | 86,351,817 | 118,694,341 | 46,757,826 | 28,579,319 |
| Current contractual assets | 9 | - | - | - | - |
| Short-term loans to related parties | 6.1 | - | - | 335,613,970 | 416,265,970 |
| Short-term loans to other party | 10 | - | - | - | - |
| Inventories | 11 | 17,909,808 | 4,983,063 | - | - |
| Revenue Department receivable | | 43,500,875 | 37,072,832 | 10,445,124 | 9,920,971 |
| Current tax assets | | 1,014,373 | 1,343,741 | 90,821 | 29,672 |
| Total current assets | | 189,425,351 | 208,695,231 | 394,053,392 | 456,182,199 |
| Non-current assets | | | | | |
| Other non-current financial assets | 12 | 628,264 | 809,836 | 628,264 | 809,836 |
| Investments in subsidiaries | 13 | - | - | 826,819,900 | 706,819,900 |
| Investment property | 14 | 32,569,097 | 34,879,874 | 32,569,097 | 34,879,874 |
| Non-operating assets | 15 | 3,958,513 | 4,894,957 | 3,958,513 | 4,894,957 |
| Property, plant and equipment | 16 | 1,342,162,316 | 1,211,411,763 | 191,999,046 | 190,373,733 |
| Right of use assets | 6.1 and 17 | 9,181,140 | 11,758,890 | 1,428,561 | 1,962,717 |
| Other intangible assets other than goodwill | 18 | 49,492 | 139,691 | 47,694 | 136,594 |
| Goodwill | 13 | 271,597,312 | 271,597,312 | - | - |
| Deferred tax assets | 19 | 2,897,930 | 3,792,068 | - | - |
| Previous tax assets | | 3,465,707 | 3,435,134 | 2,381,745 | 2,352,074 |
| Other non-current assets | | 13,143,257 | 13,113,567 | 9,217,271 | 9,216,071 |
| Total non-current assets | | 1,679,653,028 | 1,555,833,092 | 1,069,050,091 | 951,445,756 |
| Total assets | | 1,869,078,379 | 1,764,528,323 | 1,463,103,483 | 1,407,627,955 |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2024

(Unit : Baht)

| | Notes | Consolidated financial statements | | Separate financial statements | |
|--|------------|-----------------------------------|-----------------------------|-------------------------------|-----------------------------|
| | | 2024 | 2023 | 2024 | 2023 |
| | | | (Restated/ Reclassified) | | (Restated/ Reclassified) |
| Liabilities and shareholders' equity | | | | | |
| Current liabilities | | | | | |
| Bank overdrafts and short-term loans from financial institutions | 20 | 101,652,617 | 57,375,047 | 64,975,586 | 57,375,047 |
| Trade and other current payables | 21 | 33,247,726 | 36,827,991 | 18,586,396 | 23,544,538 |
| Short-term loans from related person | 6.1 | 32,632,000 | 2,600,000 | 9,932,000 | - |
| Current portion of long-term liabilities | | | | | |
| Long-term loans from financial institutions | 22 | 30,669,289 | 29,519,494 | 1,997,699 | 4,094,085 |
| Lease liabilities | 6.1 and 23 | 2,548,886 | 2,397,859 | 592,852 | 569,154 |
| Total current liabilities | | 200,750,518 | 128,720,391 | 96,084,533 | 85,582,824 |
| Non-current liabilities | | | | | |
| Long-term loans from financial institutions | 22 | 158,011,506 | 188,631,335 | - | 1,997,766 |
| Lease liabilities | 6.1 and 23 | 6,417,891 | 8,917,022 | 911,031 | 1,454,128 |
| Deferred tax liabilities | 19 | 1,974,818 | 1,893,380 | 1,974,818 | 1,893,380 |
| Non-current provisions for employee benefits | 24 | 1,522,113 | 988,285 | 559,624 | 348,287 |
| Other non-current liabilities | | 1,002,830 | 1,002,830 | 330,000 | 330,000 |
| Total non-current liabilities | | 168,929,158 | 201,432,852 | 3,775,473 | 6,023,561 |
| Total liabilities | | 369,679,676 | 330,153,243 | 99,860,006 | 91,606,385 |
| Shareholders' equity | | | | | |
| Share capital | 25 | | | | |
| Authorized share capital | | | | | |
| 2,137,786,087 ordinary shares @ Baht 0.25 | | - | 534,446,522 | - | 534,446,522 |
| 1,906,105,007 ordinary shares @ Baht 0.25 | | 476,526,252 | - | 476,526,252 | - |
| Issued and paid-up share capital | | | | | |
| 1,818,856,954 ordinary shares @ Baht 0.25 | | 454,714,238 | 454,714,238 | 454,714,238 | 454,714,238 |
| Premiums on ordinary shares | | 903,758,850 | 903,758,850 | 903,758,850 | 903,758,850 |
| Legal reserve | 26 | 4,660,000 | 4,660,000 | 4,660,000 | 4,660,000 |
| Retained earnings (deficit) | 26 | 136,135,268 | 72,403,688 | (3,036,944) | (49,110,909) |
| Other components of shareholders' equity | | 1,250,397 | 102,455 | 3,147,333 | 1,999,391 |
| Total shareholders' equity of company | | 1,500,518,753 | 1,435,639,231 | 1,363,243,477 | 1,316,021,570 |
| Non-controlling interests | | (1,120,050) | (1,264,151) | - | - |
| Total shareholders' equity | | 1,499,398,703 | 1,434,375,080 | 1,363,243,477 | 1,316,021,570 |
| Total liabilities and shareholder's equity | | 1,869,078,379 | 1,764,528,323 | 1,463,103,483 | 1,407,627,955 |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2024

(Unit : Baht)

| | Notes | Consolidated financial statements | | Separate financial statements | |
|---|------------|-----------------------------------|---------------|-------------------------------|---------------|
| | | 2024 | 2023 | 2024 | 2023 |
| | | (Restated) | | (Restated) | |
| Revenue from sale | | 268,288,297 | 318,076,485 | 6,012,193 | - |
| Cost of sales | | (156,482,618) | (181,440,681) | (5,956,598) | - |
| Gross profit | | 111,805,679 | 136,635,804 | 55,595 | - |
| Dividend income from subsidiary | 6.2 and 13 | - | - | 51,674,921 | 54,469,916 |
| Other income | | 6,262,262 | 5,358,203 | 23,919,452 | 24,161,336 |
| Selling and distribution expenses | | (1,418,855) | (3,224,455) | - | - |
| Administrative expenses | | (31,758,402) | (40,971,831) | (24,902,641) | (28,168,686) |
| Increase in expected credit loss | | - | (17,691,254) | - | (20,789,403) |
| Loss from impairment on investments in subsidiary | | - | - | - | (2,750,000) |
| Profit from operating activities | | 84,890,684 | 80,106,467 | 50,747,327 | 26,923,163 |
| Finance costs | | (20,578,413) | (22,416,485) | (4,878,909) | (6,608,863) |
| Profit before income tax | | 64,312,271 | 57,689,982 | 45,868,418 | 20,314,300 |
| Income tax revenues (expenses) | 28.1 | (688,590) | (976,541) | 205,547 | (249,524) |
| Profit for the year | | 63,623,681 | 56,713,441 | 46,073,965 | 20,064,776 |
| Other comprehensive income | | | | | |
| Item that be classified into profit or loss in the future | | | | | |
| Reversal capital surplus from revaluation of land | | 1,434,927 | (5,808,755) | 1,434,927 | (5,808,755) |
| Income tax relevance with other comprehensive income | 28.2 | (286,985) | 1,161,751 | (286,985) | 1,161,751 |
| Item that will not be reclassified to profit or loss | | | | | |
| Actuarial gain arising from defined benefit plan | 24 | - | 3,806,032 | - | 3,394,709 |
| Other comprehensive income for the year-net of tax | | 1,147,942 | (840,972) | 1,147,942 | (1,252,295) |
| Total comprehensive income for the year | | 64,771,623 | 55,872,469 | 47,221,907 | 18,812,481 |
| Profit (loss) attributable to: | | | | | |
| Shareholders of the Company | | 63,731,580 | 60,060,999 | 46,073,965 | 20,064,776 |
| Non-controlling interests | | (107,899) | (3,347,558) | - | - |
| Profit for the year | | 63,623,681 | 56,713,441 | 46,073,965 | 20,064,776 |
| Total comprehensive income attributable to: | | | | | |
| Shareholders of the Company | | 64,879,522 | 59,210,269 | 47,221,907 | 20,064,776 |
| Non-controlling interests | | (107,899) | (3,337,800) | - | - |
| Total comprehensive income for the year | | 64,771,623 | 55,872,469 | 47,221,907 | 18,812,481 |
| Basic earnings per share (Unit : Baht) | 29 | 0.035 | 0.033 | 0.025 | 0.011 |
| Weighted average of ordinary shares (Unit : Thousand share) | 29 | 1,818,856,954 | 1,805,703,954 | 1,818,856,954 | 1,805,703,954 |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2024

Consolidated financial statements

(Unit : Baht)

| | Notes | Other components of equity | | | | | | | | | | |
|---|-------|--|--------------------------------|------------------|----------------------|--|-------------------------|---|--|--|------------------------------|-----------------|
| | | Issued and paid-up share capital | Premiums on ordinary shares | Legal reserve | Retained earnings | Differences | | Change in | | Total equity | | |
| | | | | | | arising from common control transactions | Revaluation of asset | ownership interests in subsidiary | Total other components of equity | attributable to owners of the parent | Non-controlling interests | Total equity |
| | | | | | | | | | | | | |
| Balance as at January 1, 2023 | | 441,384,701 | 866,904,178 | 4,660,000 | 8,546,415 | (1,387,210) | 6,646,395 | (509,366) | 4,749,819 | 1,326,245,113 | 2,083,389 | 1,328,328,502 |
| Increase ordinary shares | 26 | 13,329,537 | 36,854,672 | - | - | - | - | - | - | 50,184,209 | - | 50,184,209 |
| Change in ownership interests in subsidiary | | - | - | - | - | - | - | (360) | (360) | (360) | (9,740) | (10,100) |
| Profit (loss) for the year | | - | - | - | 60,060,999 | - | - | - | - | 60,060,999 | (3,347,558) | 56,713,441 |
| Other comprehensive income for the year | | - | - | - | 3,796,274 | - | - | - | - | 3,796,274 | 9,758 | 3,806,032 |
| Total comprehensive income for the year | | - | - | - | 63,857,273 | - | - | - | - | 63,857,273 | (3,337,800) | 60,519,473 |
| Balance as at December 31, 2023 (previously reported) | | 454,714,238 | 903,758,850 | 4,660,000 | 72,403,688 | (1,387,210) | 6,646,395 | (509,726) | 4,749,459 | 1,440,286,235 | (1,264,151) | 1,439,022,084 |
| The affect of correction of errors | 3 | - | - | - | - | - | (4,647,004) | - | (4,647,004) | (4,647,004) | - | (4,647,004) |
| Balance as at January 1, 2024 (restated) | | 454,714,238 | 903,758,850 | 4,660,000 | 72,403,688 | (1,387,210) | 1,999,391 | (509,726) | 102,455 | 1,435,639,231 | (1,264,151) | 1,434,375,080 |
| Change in ownership interests in subsidiary | | - | - | - | - | - | - | - | - | - | 252,000 | 252,000 |
| Profit (loss) for the year | | - | - | - | 63,731,580 | - | - | - | - | 63,731,580 | (107,899) | 63,623,681 |
| Other comprehensive income for the year | | - | - | - | - | - | 1,147,942 | - | 1,147,942 | 1,147,942 | - | 1,147,942 |
| Total comprehensive income for the year | | - | - | - | 63,731,580 | - | 1,147,942 | - | 1,147,942 | 64,879,522 | (107,899) | 64,771,623 |
| Balance as at December 31, 2024 | | 454,714,238 | 903,758,850 | 4,660,000 | 136,135,268 | (1,387,210) | 3,147,333 | (509,726) | 1,250,397 | 1,500,518,753 | (1,120,050) | 1,499,398,703 |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2024

Separate financial statements

(Unit : Baht)

| | Notes | Other components of equity | | | | | | Total equity |
|---|-------|--|--------------------------------|------------------|-----------------------------------|-------------------------|--|---------------|
| | | Issued and paid-up share capital | Premiums on ordinary shares | Legal reserve | Retained earnings (Deficit) | Revaluation of asset | Total other components of equity | |
| Balance as at January 1, 2023 | | 441,384,701 | 866,904,178 | 4,660,000 | (72,570,394) | 6,646,395 | 6,646,395 | 1,247,024,880 |
| Increase ordinary shares | 26 | 13,329,537 | 36,854,672 | - | - | - | - | 50,184,209 |
| Profit for the year | | - | - | - | 20,064,776 | - | - | 20,064,776 |
| Other comprehensive income for the year | | - | - | - | 3,394,709 | - | - | 3,394,709 |
| Total comprehensive income for the year | | - | - | - | 23,459,485 | - | - | 23,459,485 |
| Balance as at December 31, 2023 (previously reported) | | 454,714,238 | 903,758,850 | 4,660,000 | (49,110,909) | 6,646,395 | 6,646,395 | 1,320,668,574 |
| The affect of correction of errors | 3 | - | - | - | - | (4,647,004) | (4,647,004) | (4,647,004) |
| Balance as at January 1, 2024 (restated) | | 454,714,238 | 903,758,850 | 4,660,000 | (49,110,909) | 1,999,391 | 1,999,391 | 1,316,021,570 |
| Profit for the year | | - | - | - | 46,073,965 | - | - | 46,073,965 |
| Other comprehensive income for the year | | - | - | - | - | 1,147,942 | 1,147,942 | 1,147,942 |
| Total comprehensive income for the year | | - | - | - | 46,073,965 | 1,147,942 | 1,147,942 | 47,221,907 |
| Balance as at December 31, 2024 | | 454,714,238 | 903,758,850 | 4,660,000 | (3,036,944) | 3,147,333 | 3,147,333 | 1,363,243,477 |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2024

(Unit : Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|--------------|-------------------------------|--------------|
| | 2024 | 2023 | 2024 | 2023 |
| Cash flow from operating activities | | | | |
| Profit for the year | 63,623,681 | 56,713,441 | 46,073,965 | 20,064,776 |
| Adjustments to reconcile profit (loss) for the year for cash received (paid) from operations | | | | |
| Depreciation of investment property | 2,310,777 | 297,552 | 2,310,777 | 297,552 |
| Depreciation of non-operating assets | 936,444 | 3,069,456 | 936,444 | 3,069,456 |
| Depreciation of property, plant and equipment | 16,483,568 | 14,939,043 | 2,953,089 | 2,905,824 |
| Depreciation of right of use assets | 2,577,750 | 1,555,953 | 534,156 | 534,157 |
| Transfer of property, plant and equipment to expenses | 1,360 | - | - | - |
| Amortization of intangible assets | 90,199 | 142,895 | 88,900 | 141,595 |
| Allowance for expected credit loss-trade and other current receivables (reversal) | (135,962) | 2,854,906 | (135,962) | 4,653,055 |
| Allowance for expected credit loss-short-term loans to related party | - | - | - | 1,300,000 |
| Allowance for expected credit loss-short-term loans to other party | - | 14,836,348 | - | 14,836,348 |
| Unrealized loss on exchange rate | 1,118,804 | 3,406,282 | - | - |
| (Gain) loss from adjusting of fair value of non-marketable equity securities | 181,572 | (529,836) | 181,572 | (529,836) |
| Impairment loss on investment in subsidiary | - | - | - | 2,750,000 |
| Gain from disposed/written-off assets of non-operating asset | - | (11,459) | - | (11,459) |
| Gain from disposed/written-off assets of property, plant and equipment | - | (38,983) | - | - |
| Gain from receive transfer investments in subsidiaries of non-controlling interest | - | (10,100) | - | (10,100) |
| Employee benefits expenses | 533,828 | 497,587 | 211,337 | 224,104 |
| Dividend income from subsidiary | - | - | (51,674,921) | (54,469,916) |
| Interest income | (107,843) | (981,827) | (18,199,102) | (20,128,180) |
| Interest expenses | 19,929,457 | 19,550,748 | 4,801,248 | 4,016,756 |
| Interest expenses of lease liabilities | 648,956 | 373,956 | 77,661 | 100,326 |
| Direct expenses in issuing convertible debentures | - | 2,491,781 | - | 2,491,781 |
| Income tax (revenues) expenses | 688,590 | 976,541 | (205,547) | 249,524 |
| Profit (loss) from operation before changes in operating assets and liabilities | 108,881,181 | 120,134,284 | (12,046,383) | (17,514,237) |
| Change in operating assets and liabilities | | | | |
| Trade and other current receivables | 31,359,682 | (64,109,514) | 151,297 | (1,229,508) |
| Inventories | (12,926,745) | 222,740 | - | - |
| Revenue Department receivables | (6,428,043) | (9,039,182) | (524,153) | (4,379,178) |
| Other non-current assets | (29,690) | (3,970,506) | (1,200) | (1,126,542) |
| Trade and other current payables | (7,289,916) | (53,757,276) | (6,700,153) | (71,874,764) |
| Other non-current liabilities | - | (421,231) | - | (421,230) |
| Cash received (paid) from operation | 113,566,469 | (10,940,685) | (19,120,592) | (96,545,459) |
| Cash received (paid) for income tax | 298,795 | (1,477,779) | (90,820) | (29,672) |
| Net cash received from (used in) operating activities | 113,865,264 | (12,418,464) | (19,211,412) | (96,575,131) |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2024

(Unit : Baht)

| | Consolidated financial statements | | Separate financial statements | |
|---|-----------------------------------|--------------|-------------------------------|--------------|
| | 2024 | 2023 | 2024 | 2023 |
| Cash flow from investing activities | | | | |
| Increase from other non-current financial assets | - | 775,853 | - | 775,853 |
| Cash paid for short-term loans to related parties | - | - | (38,800,000) | (20,000,000) |
| Cash received from short-term loans to related party | - | - | 119,452,000 | 1,800,000 |
| Cash paid for investment in subsidiary | - | - | (120,000,000) | - |
| Cash received from dividend income from subsidiary | - | - | 51,674,921 | 54,469,916 |
| Cash received from disposed of non-operating assets | - | 18,200 | - | 18,200 |
| Cash received from disposed of property, plant and equipment | - | 950,000 | - | - |
| Cash paid for purchase of property, plant and equipment | (142,621,822) | (53,298,876) | (1,779,384) | (36,277,437) |
| Cash received from interest income | 107,843 | 222,807 | 5,260 | 26,437 |
| Net cash received from (used in) investing activities | (142,513,979) | (51,332,016) | 10,552,797 | 812,969 |
| Cash flow from financing activities | | | | |
| Increase in bank overdraft and short-term loans from financial institutions | 44,277,570 | 57,375,047 | 7,600,539 | 57,375,047 |
| Cash received from short-term loans from related person | 30,032,000 | 5,200,000 | 9,932,000 | - |
| Cash paid for short-term loans from related person | - | (2,600,000) | - | - |
| Cash paid for long-term loans from financial institutions | (29,470,034) | (32,943,794) | (4,094,152) | (3,841,298) |
| Cash paid for liabilities under lease agreement | (2,997,060) | (1,747,305) | (597,060) | (547,305) |
| Cash received from convertible bonds | - | 30,000,000 | - | 30,000,000 |
| Cash paid for issuing convertible bonds expenses | - | (1,500,000) | - | (1,500,000) |
| Cash received from exercise warrants | - | 184,209 | - | 184,209 |
| Cash received from investment in subsidiary of non-controlling interest | 252,000 | - | - | - |
| Cash paid for interest expenses | (19,398,537) | (19,550,748) | (4,423,328) | (2,512,943) |
| Net cash received from in financing activities | 22,695,939 | 34,417,409 | 8,417,999 | 79,157,710 |
| Cash and cash equivalent items decrease-net | (5,952,776) | (29,333,071) | (240,616) | (16,604,452) |
| Cash and cash equivalent items at the beginning of the year | 46,601,254 | 75,934,325 | 1,386,267 | 17990719 |
| Cash and cash equivalent items at the end of the year | 40,648,478 | 46,601,254 | 1,145,651 | 1,386,267 |
| Additional disclosure : | | | | |
| Items not affecting cash flow are as follows :- | | | | |
| - Purchases of property, plant and equipment which had not yet been paid | 3,178,731 | 12,570,477 | 1,364,091 | 11,181,915 |
| - Transfer of non-operating assets to property, plant and equipment | - | 133,343 | - | 133,343 |
| - Transfer of non-operating assets to investment property | - | 11,201,254 | - | 11,201,254 |
| - Transfer of property, plant and equipment to investment property | - | 29,784,927 | - | 29,784,927 |
| - Acquisition of rights of assets under lease agreements | - | 10,217,969 | - | - |
| - Transfer of non-current assets to Right of use assets | - | 600,000 | - | - |
| - Exercise of convertible bonds to ordinary shares | - | 50,000,000 | - | 50,000,000 |

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES COMPANIES**NOTES TO FINANCIAL STATEMENTS****FOR THE YEARS ENDED DECEMBER 31, 2024**

1. General information

Eureka Design Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 19 Moo 11, Tambon Ladsawai, Amphoe Lamlukka, Pathumthani. And the Company was listed on the Stock Exchange of Thailand in February 2013.

The principal activities of the Company and subsidiaries (collectively called the “the Group”) engaged in the distributor electronic component and Closed-circuit television (CCTV), Manufacture and sell tap water, Manufacture energy and manufacture and sell plastic.

2. Basis of financial statements preparation

2.1 The financial statements are issued for reporting purposes to be used in Thailand are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

2.2 The consolidated and the separate financial statements were prepared in accordance with the generally accepted accounting principles under the Accounting Act B.E. 2543, which include the already announced accounting standards, financial reporting standards and their interpretation including accounting guidance issued by the Federation of Accounting Professionals (“TFAC”) established under the Accounting Professions Act B.E. 2547 and regulations in accordance with the determination of the Office of the Securities and Exchange Commission on the subject of preparation and presentation of the financial reports.

The presentation of financial statements is in accordance with the determination stated in the Notification of the Department of Business Development dated October 27, 2023, regarding the prescribed condensed items required in the financial statements B.E. 2543

These financial statements were prepared by using historical cost basis except those disclosed otherwise in the accounting policies.

2.3 Preparation of the financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and underlying assumptions are resulted from experience and other factors that the management has reasonably assurance under such circumstance. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised and in any future periods affected the significant estimates and assumptions are as follows:-

Right-of-use assets and lease liabilities

In estimating the right-of-use assets and lease liabilities, the management needs to make judgement and estimated of the purchase option or renewal option exercised including review estimate useful lives and residual values of underlying asset if any change occurs.

In addition, the management is required to review right-of-use assets for impairment on a periodical basis and record impairment losses in period when it is determined that their recoverable amount is lower then the carrying amount. This requires judgments regarding forecast of future revenues and expanses relating to the assets subject to the review.

Lease

Lease-where the Group is the lessor, in determining whether a lease is to be classified as an operating lease or finance lease, the management is required to use judgement regarding significant risk and rewards of ownership of the leased assets have been transferred, taking into consideration terms and conditions of the arrangements.

Expected credit loss

In determining the expected credit loss, the management needs to use judgment in estimating the expected loss and forecasts for the future about economic factors affecting credit risk of financial assets.

Allowance for decline in value of inventories

In determining an allowance for decline in value of inventories, the management uses the discretion in estimating the net realizable value of inventories. The sum of money expected to receive from inventories is considered from the change in sale price or cost directly related to the events occurring after of report period.

Allowances for decline in value of dilapidated inventories and non-movement inventories

Allowances for decline in value of dilapidated inventories and non-movement inventories are estimated from inventories which are subject to dilapidation and non-movement.

Investment property, property, plant and equipment and depreciation

In determining depreciation of investment property, property, plant and equipment, the management is required to make estimates of the useful lives and residual values of the investment property, property, plant and equipment and to review estimate useful lives and residual values if any change occurs.

In addition, the management is required to review investment property, property, plant and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying amount. This requires judgments regarding forecast of future revenues and expenses relating to the assets subject to the review.

Deferred tax assets

Deferred tax assets are recognized for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of estimate future taxable profits.

Provisions for employee benefit

The obligation under the post-employment benefit is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate and staff turnover rate.

Estimating costs of rectification in the period of guarantee work

Management applies judgement in estimating the costs of rectification in the period of guarantee work which they expect to be realised on each construction project, based on estimates of anticipated costs, with reference to past experience.

Goodwill

The initial recognition and measurement of goodwill and subsequent impairment testing, require management to make estimates of cash flows to be generated by the asset or the cash generating units and choose a suitable discount rate in order to calculate the present value of those cash flows.

Litigation

The Group has contingent liabilities as a result of the litigation. The management has used judgment to assess of the results of the litigation and estimated contingent damage.

Other estimates are disclosed under related caption in these notes to financial statements.

3. Correction of errors and reclassified

The Group had to restate the consolidated and separate financial statements by adjusted the item of investment property that has revaluation of land and adjusted deferred tax liabilities from revaluation of land and consolidated statements of comprehensive income. Since the Group has reclassified land under the property, plant and equipment recognized using the revaluation method as investment property, which is recognized using the cost method. Moreover, some items in the consolidated and separate statements of financial positions as at December 31, 2023, have been reclassified in line with the presentation of the consolidated which can be summarise as following :

(Unit : Thousand Baht)

| | Consolidated financial statements | | | |
|--|-----------------------------------|--------------------------|-------------------------------------|-----------------------|
| | Before reclassified | Effects from restated | Reclassified increase (decrease) | After reclassified |
| Statements of financial position as at December 31, 2023 | | | | |
| Trade and other current receivables | 114,816 | - | 3,878 | 118,694 |
| Other current assets | 6,275 | - | (6,275) | - |
| Current tax assets | - | - | 1,344 | 1,344 |
| Investment property | 40,689 | (5,809) | - | 34,880 |
| Withholding tax | 2,382 | - | (2,382) | - |
| Deferred tax asset | 10,021 | - | (6,229) | 3,792 |
| Previous tax assets | - | - | 3,435 | 3,435 |
| Trade and other current payables | 35,821 | - | 1,007 | 36,828 |
| Other current liabilities | 1,007 | - | (1,007) | - |
| Deferred tax liabilities | 9,284 | (1,162) | (6,229) | 1,893 |
| Other components of equity | 4,749 | (4,647) | - | 102 |
| Statements of comprehensive income for the year ended December 31, 2023 | | | | |
| Other comprehensive income | | | | |
| Reversal capital surplus from revaluation of land | - | (5,809) | - | (5,809) |
| Income tax relevance with other comprehensive income | - | 1,162 | - | 1,162 |

(Unit : Thousand Baht)

| | Separate financial statements | | | |
|--|-------------------------------|--------------------------|-------------------------------------|-----------------------|
| | Before reclassified | Effects from restated | Reclassified increase (decrease) | After reclassified |
| Statements of financial position as at December 31, 2023 | | | | |
| Trade and other current receivables | 25,210 | - | 3,369 | 28,579 |
| Other current assets | 3,369 | - | (3,369) | - |
| Current tax assets | - | - | 30 | 30 |
| Investment property | 40,689 | (5,809) | - | 34,880 |
| Withholding tax | 2,382 | - | (2,382) | - |
| Previous tax assets | - | - | 2,352 | 2,352 |
| Trade and other current payables | 22,871 | - | 674 | 23,545 |
| Other current liabilities | 674 | - | (674) | - |
| Deferred tax liabilities | 3,055 | (1,162) | - | 1,893 |
| Other components of equity | 6,646 | (4,647) | - | 1,999 |
| Statements of comprehensive income for the year ended December 31, 2023 | | | | |
| Other comprehensive income | | | | |
| Reversal capital surplus from revaluation of land | - | (5,809) | - | (5,809) |
| Income tax relevance with other comprehensive income | - | 1,162 | - | 1,162 |

4. Basis of the consolidated financial statements preparation

4.1 The consolidated financial statements have been prepared by consolidating the financial statements of the Company and of three subsidiary companies (“the Group”) The detail of structure and shareholding ratio of the Group is as follows:-

| <u>Company's name</u> | <u>Percentage of shareholding</u> | | <u>Incorporation</u> | <u>Type of business</u> |
|-------------------------------|-----------------------------------|-------------|----------------------|--------------------------------|
| | <u>2024</u> | <u>2023</u> | | |
| Modern Synergy Co.,Ltd. | 99.79 | 99.79 | Thailand | Manufacture and sell tap water |
| Eureka Energy Co.,Ltd. | 55.00 | 55.00 | Thailand | Manufacture energy |
| A.P.W. International Co.,Ltd. | 100.00 | 100.00 | Thailand | Manufacture and sell plastic |

4.2 Subsidiaries are entities controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

4.3 The consolidated financial statements have been prepared using the same accounting policy for the same accounting items and other events in the similar situation.

4.4 The accounting periods of subsidiary companies ended the same date as that of EUREKA DESIGN PUBLIC COMPANY LIMITED.

4.5 The consolidated financial statements combine the accounts of the Company and subsidiary companies after eliminating inter-company transaction items. The balances between the Company and subsidiary companies, significant intra-group transactions, investments in subsidiary companies and share capital of subsidiary companies have already been eliminated from the consolidated financial statements.

5. Material accounting policies information

5.1 Cash and cash equivalent

Cash and cash equivalent items includes cash, savings account deposits, current account deposits and not exceeding three months fixed deposits and all highly liquid investments with an original maturity of three months or less from the date of acquisition and not subject to withdrawal restrictions.

5.2 Trade and other current receivables

Trade and other current receivables are stated at the net realisable value and recognized initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at its present value of the consideration. However, the consideration of the impairment of trade and other current receivables has shown in Note 5.3.

5.3 Financial instruments

Classification and measurement of financial assets

The Group initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit loss, transaction costs.

Financial assets - debt securities are classified, at initial recognition, as to be subsequently measured at amortised cost, fair value through other comprehensive income (FOVCI) or fair value through profit loss (FVTPL). The classification of financial assets at initial recognition is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets - equity investments, , the Group has an irrevocable election at the time of initial recognition to account for the equity investment at fair value through profit loss (FVTPL) or at fair value through other comprehensive income (FVOCI) except those that are held for trading, they are measured at FVTPL.

Financial assets at amortised cost

Financial assets at amortised cost are subsequently measured at amortised cost using the effective interest rate ("EIR") method and are subject to impairment. Gains and losses are recognised in profit loss when the asset is derecognised, modified or impaired

Financial assets designated at FVOCI

Debt investments measured at FVOCI are subsequently measured at fair value. Interest income, calculated using the effective interest method and expected credit loss are recognised in profit or loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit loss.

Equity investments measured at FVOCI are subsequently measured at fair value. Dividend income is recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit loss.

Financial assets at FVTPL

Financial assets measured at FVTPL are subsequently measured at fair value with net changes in fair value recognised in profit or loss.

Dividends on investments are recognised as other income in profit loss.

Classification and measurement of financial liabilities

Except for derivative liabilities, at initial recognition the Group's financial liabilities are recognised at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. In determining amortised cost, the Group takes into account any fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in profit loss.

Derecognition of financial instruments

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or have been transferred and either the Group has transferred substantially all the risks and rewards of the asset, or the Group has transferred control of the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in profit or loss.

Impairment of financial assets

The Group recognises an allowance for expected credit losses ("ECLs") for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate.

For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure (a lifetime ECL).

For trade and other receivables, the Group applies a simplified approach in calculating an allowance for expected credit losses ("ECLs"). Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

5.4 Inventories

Inventory are stated at cost or net realizable value, whichever is the lower. Cost is determined by the first-in, first-out method.

Cost comprises of all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

5.5 Investments

Investments in subsidiaries

According to the separate financial statements, investments in subsidiaries are recorded at cost method deducted by allowance for impairment loss.

Investments in associates

According to the separate financial statements, investments in associates are recorded at cost method deducted by allowance for impairment loss and according to the consolidated financial statements are recorded at equity method.

5.6 Investment property

Investment properties is defined as land or a building or part of a building, or both, held to earn rental or for capital appreciation or both, rather than for use in the production or supply of goods and services, for administrative purposes, or for making sales in the ordinary course of business.

Investment properties of the Group are measured initially at cost. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and allowance for loss on impairment (if any).

The depreciation of the investment property is calculated by reference to their costs on the straight-line basis over the estimated useful life as follows: -

| | |
|--------------------------|--------------|
| Building and improvement | 5 - 20 years |
|--------------------------|--------------|

The depreciation of the investment property is included in the calculation for the operating result. No depreciation is calculated for investment property in case of land and construction in progress.

The Group recognizes the difference between the assets' net realizable value and book value in the profit or loss for the period the investment property are derecognized from the account.

Transfers investment property to property and plant is stated at carrying amount of the investment property transferred at the date of the change in use and measured in accordance with accounting policy of property and plant.

5.7 Property, plant and equipment

Land is stated at the revalued amount less allowance for impairment of asset (if any). The revalued amount is the fair value determined on the basis of the market price at the date of revaluation. Plant and equipment are stated at cost less accumulated depreciation and the allowance for impairment of asset (if any).

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labor, any other costs directly attributable to bring the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalized borrowing costs.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Revaluation is performed by independent professional appraisers, which the Group has the policy that the independent professional appraisers will be requested to perform the appraisal for the said assets at sufficient regularity to ensure that the book value of these assets does not differ materially from their fair values at the statement of financial position date. Any increase in value net of deferred tax liability is recognized in other comprehensive income and presented in “Surplus from Land Revaluation” in other components of equity unless it offsets a previous decrease in value recognized in profit or loss in respect of the same asset. Any value is being subsequently increased will credit to other comprehensive income only for the amount higher than the previously decreased in value. A decrease in value is recognized in profit or loss to the extent it exceeds an decrease previously recognized in other comprehensive income in respect of the same asset.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows :-

| | |
|---------------------------|---------------|
| Building and improvements | 10 - 20 years |
| Machinery and equipment | 5 - 10 years |
| Office equipment | 3 - 10 years |
| Vehicles | 5 years |

No depreciation is provided on land and assets under installation and construction in progress.

Gains or losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income or other expense in profit or loss.

Transferred from owner-occupied property to investment property is stated at carrying amount of the property transferred at the date of the change in use.

5.8 Other intangible assets other than goodwill

Other intangible assets other than goodwill are shown at cost less by accumulated amortized expense and allowance for impairment (if any) of that asset. Amortization is calculated over the cost of the asset less its residual value. Amortization is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives are as follows: -

| | |
|----------|-------------|
| Software | 2 - 5 years |
|----------|-------------|

5.9 Leases

At inception of a contract, the Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group is the lessee

The Group applies a single accounting method for the recognition and measurement of all lease contracts. Except for short-term leases and leases where the underlying asset is of low value at the commencement date of the lease. Right-of-use assets representing the right to use the underlying asset and lease liabilities are recorded as lease payments.

Right-of-use assets

Right-of-use assets are measured at cost less accumulated depreciation. Accumulated impairment loss and adjusted with a new measurement of the lease liability. The cost of a right-of-use asset comprises the amount of the lease liability on initial recognition. Initial direct costs incurred The amount paid under the lease agreement on or before the effective date of the lease and deducted by the lease incentive received.

Depreciation of right-of-use assets are calculated by reference to their costs on a straight-line basis over the lease period, as follows:-

| | |
|----------|---------|
| Building | 5 years |
| Vehicles | 5 years |

If ownership of an underlying asset is transferred to the Group at the end of the lease term or its cost includes the exercise of a purchase option. Depreciation is calculated based on the estimated useful life of the asset.

Lease liabilities

Lease liabilities are measured at the present value of the lease payments made over the lease term. The lease payments consist of fixed rent less lease incentives, variable rent based on index or rate, the amount expected to be paid under the residual value guarantee including the exercise price of the option, which is reasonably certain that the Group will exercise the option and payment of fines for the termination of the lease if the terms of a lease demonstrate that the Group exercises its right to terminate the lease. The Group recognizes variable rents that are not independent of an index or rate as an expense in the period in which the event or condition relating to the payment occurs.

The Group discounts the present value of the lease payments at the interest rate implied by the lease or the Group's incremental borrowing rate. After the effective date of the lease agreement, the book value of the lease liabilities will increase from the interest on the lease liabilities and decrease from the payment of the lease liabilities. In addition, the carrying amount of the lease liabilities is remeasured whenever there is a change in the lease term, changes in lease payments, or changes in the assessment of options to purchase the underlying assets.

Short-term leases and leases of low-value assets

Leases with a lease term of 12 months or less from the effective date of the lease or leases on which the underlying asset is low value, it will be recorded as expenses on a straight-line basis over the lease term.

The Group is the lessor

Operating lease

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases. The Group recognizes the amount received under operating leases as income in profit or loss on a straight-line basis over the lease term. Initial direct costs incurred on an acquisition of an operating lease are included in the carrying amount of the underlying asset and recognized as an expense over the lease term on a basis consistent with the lease income.

Finance lease

Leases that transfer to the lessee all or most of the risks and rewards of ownership of an underlying asset are finance leases. The Group recognizes finance lease receivables by the net investment amount of the lease. It comprises the present value of the lease and its unguaranteed residual value, discounted at the interest rate implied by the lease. Interest income on finance leases is allocated each accounting period to reflect the Group's fixed periodic rate of return on the remaining net investment in the lease.

5.10 Cost of borrowing

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

5.11 Goodwill and business combination

The Group uses the acquisition method to account for business combinations. The Group (the acquirer) measures the acquisition cost as the sum of the consideration transferred, which is measured at its fair value at the acquisition date.

The Group accounted acquisition-related costs as expenses in the period in which the costs are incurred and when the services are received.

Goodwill is initially recorded at cost, which equals to the excess of cost of business combination over the fair value of the net assets acquired. If the fair value of the net assets acquired exceeds the cost of business combination, the excess is immediately recognised as gain in income statement.

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of cash-generating units (or group of cash-generating units) that are expected to benefit from the synergies of the combination. The Group estimates the recoverable amount of each cash-generating unit (or group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in income statement. Impairment losses relating to goodwill cannot be reversed in future periods.

5.12 Impairment - non financial assets

The carrying amounts of assets are assessed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated of asset or its cash-generating unit to which the asset is included in. An impairment loss is recognized when the recoverable amount less than the carrying amount of the asset or its cash generating unit.

Other intangible assets with indefinite useful lives, and intangible assets not yet available for use, are tested for impairment annually, even though there is no indicator of impairment are identified.

The recoverable amount is the asset's fair value less costs to sell and its value in use in assessing the value in use of assets. The Group estimates the future cash flows expected to be generated by the asset and is discounted to their present value using a before tax discount rate that reflects current market assessments of the time value of cash and cash flows. The risks that are characteristic of the asset under consideration to determine fair value less costs to sell. The Group uses the best valuation model that is appropriate for the assets. It reflects the amount that the entity can obtain from the disposal of the asset less the cost of disposal by selling, buyers and sellers are knowledgeable and willing to exchange and can freely negotiate prices as those who are not related to each other.

The Group recognizes impairment losses in profit or loss.

In the assessment of asset impairment (except for goodwill), if there is any indication that previously recognized impairment losses may no longer exist or may have decreased, the Group estimates the assets recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the assets recoverable amount since the last impairment loss was recognized. The increased carrying amount of the asset attributable to a reversal of an impairment loss shall not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in profit or loss.

5.13 Employee benefits

Short-term employee benefits

The Group recognizes salary, wage, bonus, and social security fund as expenses on date when the transactions occur.

Post-employment benefits (Defined benefit plans)

The Group has obligations in respect of the severance payments then must make to employees upon retirement under labor law. The Group treats these severance payment obligations as a defined benefit plan.

The Group calculated its obligations from post employment benefits by using projected unit credit method. The independent expert has actuarially estimated such obligations, where the principle of such estimation requires various assumptions, including future salary increase rate, turnover rate, death rate, and inflation rate.

Actuarial gains or losses arising from post-employment benefits are recognized in other comprehensive income in the period in which they arise.

Past service costs are recognized in profit or loss on the earlier of the date of the plan amendment or curtailment.

5.14 Provision of liabilities

The Group recognizes when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made where the Group expects a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain.

5.15 Recognition of revenues

5.15.1 Revenue from sales are recognized at the point in time when control of the goods are transferred to the customer, generally on delivery of the goods. Revenue from sales are measured at the amount of consideration received or expect to be received for delivered goods after deduction of discounts, excluding value added tax.

5.15.2 Rental income recognized on a straight line basis over the term of the lease.

5.15.3 Interest is recognized on an accrual basis based on the effective interest rate.

5.15.4 Revenue from tax return is recorded to other income when tax return is received.

5.15.5 Dividend are recognized when the right to receive the dividends is established

5.15.6 Other income are recognized on an accrual basis.

5.16 Recognition of expenses

5.16.1 Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions and contingent consideration. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest method.

5.16.2 Other expenses are recognized on an accrual basis.

5.17 Income tax

Income tax comprises current tax and deferred tax. Income tax expense is recognized in profit or loss except to the extent that related to items recognized in other comprehensive income or recognized directly in equity which will recognize in other comprehensive income or recognized directly in equity as same as that items.

Current income tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred tax is provided on temporary differences between the tax bases on assets and liabilities and their carrying amounts at the end of each reporting period by using the tax rates enacted at the end of the reporting period.

The Group recognizes deferred tax liabilities for all taxable temporary differences while they recognizes deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilized.

At each reporting date, the Group reviews and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

5.18 Basic earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing net profit (loss) (excluding other comprehensive income) with weighted average number of issued and paid-up shares during the year.

Diluted earnings per share are calculated by net income for the years attributable to ordinary shareholders of the Company, by the weighted average number of ordinary shares outstanding during the years after adjusting for the effects of all dilutive potential ordinary shares.

5.19 Foreign currencies

Foreign currency transactions are translated into Baht at the rates ruling on the occurrence dates. Assets and liabilities in foreign currency outstanding on the year-end date are translated into Baht at the rates ruling on that date. Exchange gains or losses are included as incomes or expenses in profit or loss.

5.20 The related persons or related companies

The related persons or related companies with the Group meant individuals or enterprises which have the controlling power over the Group or are controlled by the Group either directly or indirectly, or under the same control with the Group. Furthermore, the related persons or related companies also meant the associated companies and the persons whose holding the shares with voting rights, either directly or indirectly, and have significant influence to the Group, important management, directors or the employees of the Group who have the power to plan and control the operations of the Group including the family members close to the said persons which could persuade or power to persuade to act in compliance with the said persons and business that the said persons have control power or significant influence, either directly or indirectly.

5.21 Segment reporting

The sectoral business operation is disclosed under the separate business sectors of the Group by the business sector that source products or provide services which have different risks and return from the risks and return of the products or services provide by other business sectors.

5.22 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Group measure fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy into three levels based on categorize of input to be used in fair value measurement as follows: -

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities.

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly.

Level 3 - Use of unobservable inputs such as estimates of future cash flows.

At the end of each reporting period, the Company and its subsidiaries determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

6. Inter-transaction with related companies

The Company has business transactions with subsidiary and related entities, which have the same group of shareholders or mutual directors. Such transaction which have been concluded on commercial terms and based agreed up on between the company and related parties and are in ordinary course of business which can be summarized as follow: -

6.1 Inter-assets and liabilities

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Other receivables | | | | |
| Subsidiaries | - | - | 4,983 | 4,470 |
| <u>Less</u> Allowance for expected credit loss | - | - | (3,313) | (3,313) |
| Total other receivable-net | - | - | 1,670 | 1,157 |
| Accrued interest | | | | |
| Subsidiaries | - | - | 41,833 | 23,639 |
| <u>Less</u> Allowance for expected credit loss | - | - | (54) | (54) |
| Total accrued interest-net | - | - | 41,779 | 23,585 |
| Prepaid expenses | | | | |
| Related party | - | 2,990 | - | - |

The movement of allowance for expected credit losses-trade and other current receivable from subsidiaries and related party for the years ended December 31, 2024 and 2023, were as follows: -

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Beginning balance | - | (460) | (3,367) | (460) |
| Increase during the year | - | - | - | (3,367) |
| Collect during the year | - | 460 | - | 460 |
| Ending balance | - | - | (3,367) | (3,367) |

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Short-term loans to related parties | | | | |
| Subsidiaries | | | | |
| Beginning balance | - | - | 417,566 | 399,366 |
| Increase during the year | - | - | 38,800 | 20,000 |
| Decrease during the year | - | - | (119,452) | (1,800) |
| Ending balance | - | - | 336,914 | 417,566 |
| <u>Less</u> Allowance for expected credit loss | - | - | (1,300) | (1,300) |
| Net | - | - | 335,614 | 416,266 |

As at December 31, 2024 and 2023, the short-term loans to related parties is in form of promissory notes with maturity within 4-6 months and 1-12 months respectively, interest rates at 4.77%-5.89% per annum for the both years.

The movement of allowance for expected credit losses-short-term loans to related party for the years ended December 31, 2024 and 2023, were as follows: -

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Beginning balance | - | - | (1,300) | - |
| Increase during the year | - | - | - | (1,300) |
| Ending balance | - | - | (1,300) | (1,300) |

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Right-of-use asset | | | | |
| Related party | 7,752 | 9,796 | - | - |
| Other payables | | | | |
| Subsidiaries | - | - | 4,923 | 4,923 |
| Interest payable | | | | |
| Related person | 178 | 5 | 65 | - |
| Short-term loans from related person | | | | |
| Related person | | | | |
| Beginning balance | 2,600 | - | - | - |
| Increase during the year | 30,032 | 5,200 | 9,932 | - |
| Decrease during the year | - | (2,600) | - | - |
| Ending balance | 32,632 | 2,600 | 9,932 | - |

As at December 31, 2024 and 2023, the consolidated financial statements, short-term loans from related person for the whole amount are loans from the Company's directors in form of promissory notes with maturity within 2-6 months and 6 months respectively, interest rates at 1.00% and 5.89% per annum respectively.

As at December 31, 2024, the separate financial statements, short-term loans from related person for the whole amount are loans from the Company's directors in form of promissory notes with maturity within 3 -6 months, interest rates at 1.00%.

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Lease liability | | | | |
| Related party | 7,463 | 9,292 | - | - |
| <u>Less</u> Current portion of lease liability | (1,956) | (1,829) | - | - |
| Net | 5,507 | 7,463 | - | - |

6.2 Inter-revenues and expenses

(Unit : Thousand Baht)

| | | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|--|--|-------------|--------------------------------------|-------------|
| | | <u>For the year ended December 31,</u> | | | |
| | <u>Pricing policy</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Inter-transaction with subsidiaries | | | | | |
| (Eliminated from consolidated financial statements) | | | | | |
| Sales of assets | Agreed upon agreements | - | - | - | 18 |
| Revenues from sale - tap water | Agreed upon agreements | - | - | 6,012 | - |
| Rental and service income | Contract price | - | - | 480 | 2,256 |
| Dividend income | According to the resolution of the Meeting | - | - | 51,675 | 54,470 |
| Interest income | Annual interest rate at 4.77%-5.89% | - | - | 18,194 | 19,343 |
| Inter-transaction with related persons and parties | | | | | |
| Purchase of goods | Agreed upon agreements | 84,745 | 105,110 | - | - |
| Rental | Contract price | - | 1,200 | - | - |
| Depreciation of right-of-use asset | Contract price | 2,044 | 1,022 | - | - |
| Interest expenses | Annual interest rate at 1.00% | 172 | 7 | 65 | - |
| (2023 : rates at 5.89%-6.84% per annum) | | | | | |
| Interest expenses from lease liability | Annual interest rate at 6.75% | 571 | 274 | - | - |

6.3 Directors and management's benefits

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--------------------------|--|-------------|--------------------------------------|-------------|
| | <u>For the year ended December 31,</u> | | | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Short-term benefits | 6,056 | 7,280 | 4,847 | 5,048 |
| Post-employment benefits | 132 | 117 | 101 | 59 |
| Total | 6,188 | 7,397 | 4,948 | 5,107 |

Director and Management benefit expenses represent the benefits paid to the Company's management and directors such as salaries, related benefit and directors' remuneration including the benefit paid by other means. The Company's management are the persons who are defined under the Securities and Exchange Act.

6.4 Relationship of related companies

| <u>Company's name</u> | <u>Relationship</u> |
|-------------------------------|---|
| Modern Synergy Co.,Ltd. | Subsidiary company by shareholding and common management |
| Eureka Energy Co.,Ltd. | Subsidiary company by shareholding and common management |
| A.P.W. International Co.,Ltd. | Subsidiary company by shareholding and common management |
| Absolute power world Co.,Ltd. | Related party by person who related with the Company's major shareholders |
| Related person | The Company's director and shareholder |

7. Cash and cash equivalent items

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Cash | 21 | 48 | 20 | 26 |
| Bank deposit | 40,627 | 46,553 | 1,126 | 1,360 |
| Total | 40,648 | 46,601 | 1,146 | 1,386 |

8. Trade and other current receivables

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Trade receivables-other parties | 88,846 | 115,607 | 6,566 | 6,702 |
| <u>Less</u> Allowance for expected credit loss | (6,566) | (6,702) | (6,566) | (6,702) |
| Total trade receivables | 82,280 | 108,905 | - | - |
| Other receivables-related parties | - | - | 4,983 | 4,470 |
| Other receivables-other parties | 796 | 89 | 605 | 18 |
| Accrued interest-related parties | - | - | 41,833 | 23,639 |
| Accrued interest-other party | 1,780 | 1,780 | 1,780 | 1,780 |
| Prepaid expenses-related party | - | 2,990 | - | - |
| Prepaid expenses | 197 | 254 | 131 | 201 |
| Deposit | 1,939 | 2,649 | 1,939 | 248 |
| Others | 2,779 | 5,446 | 633 | 3,369 |
| Total other receivables | 7,491 | 13,208 | 51,904 | 33,725 |
| <u>Less</u> Allowance for expected credit loss | (3,419) | (3,419) | (5,146) | (5,146) |
| Total other receivables - net | 4,072 | 9,789 | 46,758 | 28,579 |
| Total trade and other current receivables | 86,352 | 118,694 | 46,758 | 28,579 |

Aging analyses for trade receivables were as follows :-

8.1 Trade receivable-other parties

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Trade receivables | | | | |
| Within credit term | 57,195 | 67,745 | - | - |
| Over due | | | | |
| - Not over 3 months | 25,085 | 41,160 | - | - |
| - 3 months but not over 6 months | - | - | - | - |
| - 6 months but not over 12 months | - | - | - | - |
| - 12 months | 6,566 | 6,702 | 6,566 | 6,702 |
| Total | 88,846 | 115,607 | 6,566 | 6,702 |
| <u>Less</u> Allowance for expected credit loss | (6,566) | (6,702) | (6,566) | (6,702) |
| Net | 82,280 | 108,905 | - | - |

The normal credit term granted by the Group ranges from 30 days to 120 days.

The movement of allowance for expected credit losses-trade and other current receivable for the years ended December 31, 2024 and 2023, were as follows: -

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Beginning balance | (10,121) | (7,266) | (11,848) | (7,195) |
| Increase during the year | - | (3,858) | - | (5,656) |
| Collect during the year | 136 | 1,003 | 136 | 1,003 |
| Ending balance | (9,985) | (10,121) | (11,712) | (11,848) |

9. Current contractual assets

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Contractual assets | | | | |
| Trade receivables unbilled | 4,482 | 4,482 | 4,482 | 4,482 |
| <u>Less</u> Allowance for expected credit loss | (4,482) | (4,482) | (4,482) | (4,482) |
| Net | - | - | - | - |

10. Short-term loans to other party

| | | (Unit : Thousand Baht) | |
|--|--|---|-------------|
| | | <u>Consolidated/Separate financial statements</u> | |
| | | <u>2024</u> | <u>2023</u> |
| Short-term loans to other party | | 14,836 | 14,836 |
| <u>Less</u> Allowance for expected credit loss | | (14,836) | (14,836) |
| Ending balance | | - | - |

As at December 31, 2024 and 2023, the whole amount of short-term loans to other party which is combined all promissory notes, including liabilities obligations with a former subsidiary and issued the new promissory notes bearing with interest rate based on the average interest rate of prior promissory notes. The borrower shall pay the interest by monthly. This promissory note has matured within 1 year ended December 29, 2022. Subsequently, the Company has not receive payment in 2023, then the Company has an allowance for expected credit loss in whole amount of short-term loans to other party.

Movements of allowance for expected credit loss short-term loans from other party for the year ended December 31, 2024 and 2023, are as follow

| | | (Unit : Thousand Baht) | |
|--------------------------|--|---|-------------|
| | | <u>Consolidated/Separate financial statements</u> | |
| | | <u>2024</u> | <u>2023</u> |
| Beginning balance | | (14,836) | - |
| Reversal during the year | | - | (14,836) |
| Ending balance | | (14,836) | (14,836) |

11. Inventories

| | | (Unit : Thousand Baht) | | | |
|----------------|--|--|-------------|--------------------------------------|-------------|
| | | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
| | | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Finished goods | | 17,631 | 4,723 | - | - |
| Raw materials | | 279 | 260 | - | - |
| Total | | 17,910 | 4,983 | - | - |

| | (Unit : Thousand Baht) | | | |
|--|-------------------------------|-------------|---------------------------|-------------|
| | <u>Consolidated financial</u> | | <u>Separate financial</u> | |
| | <u>statements</u> | | <u>statements</u> | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Cost of inventories recognized as an expense and is included | 156,483 | 181,441 | - | - |

12. Other non-current financial assets

| | (Unit : Thousand Baht) | |
|---|---|-------------|
| | <u>Consolidated/Separate financial statements</u> | |
| | <u>2024</u> | <u>2023</u> |
| Financial asset measured at fair value through profit loss | | |
| Investments in Bekutoru (Thailand) Co., Ltd. | 280 | 280 |
| Profit from change of fair value | 348 | 530 |
| Total | 628 | 810 |

Movements of Financial asset measured at fair value through profit loss are as follow :-

| | (Unit : Thousand Baht) | |
|--|---|-------------|
| | <u>Consolidated/Separate financial statements</u> | |
| | <u>2024</u> | <u>2023</u> |
| Beginning balance | 810 | 280 |
| The change of fair value during the year | (182) | 530 |
| Ending balance | 628 | 810 |

Investment in Bekutoru (Thailand) Co., Ltd. is investment in non-marketable equity security. The Company was determined fair value using net asset value of the financial statement which audited by that company's Certified Public Accountant. Therefore, the fair value using unobservable information and classified as level 3 in fair value hierarchy. As of December 31, 2024 and 2023, the Company assessed the fair value using financial statements data as of May 31, 2024 and 2023 respectively.

13. Investments in subsidiary companies

As at December 31, 2024 and 2023, the Company had investments in subsidiaries were as follows :-

| <u>Name of company</u> | <u>Paid-up share capital</u> | | <u>Percentage of</u> | | <u>Separate financial statements</u> | | | |
|---|-------------------------------|-------------|----------------------|-------------|--------------------------------------|-------------|-----------------|-------------|
| | <u>(Unit : Thousand Baht)</u> | | <u>investments</u> | | <u>Cost method</u> | | <u>Dividend</u> | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Modern Synergy Co.,Ltd. | 445,252 | 325,000 | 99.79 | 99.79 | 444,320 | 324,320 | - | - |
| Eureka Energy Co.,Ltd. | 5,000 | 5,000 | 55.00 | 55.00 | 2,750 | 2,750 | - | - |
| A.P.W. International Co.,Ltd. | 130,000 | 130,000 | 100.00 | 100.00 | 382,500 | 382,500 | 51,675 | 54,470 |
| Total | | | | | 829,570 | 709,570 | 51,675 | 54,470 |
| <u>Less</u> Allowance for impairment loss | | | | | (2,750) | (2,750) | | |
| Net | | | | | 826,820 | 706,820 | | |

The movement of investments in a subsidiary company for the year ended December 31, 2024 and 2023 was as follows: -

| | <u>(Unit : Thousand Baht)</u> | |
|--------------------------------------|-------------------------------------|-------------|
| | <u>Separate financial statement</u> | |
| | <u>2024</u> | <u>2023</u> |
| Beginning balance | 709,570 | 709,560 |
| Invested in Modern Synergy Co., Ltd. | 120,000 | 10 |
| Ending balance | 829,570 | 709,570 |

Increased of investments

According to the resolution of Board of Directors Meeting No. 1/2024 of Eureka Design Public Co.,Ltd held on February 28, 2024, Approval of the financial restructuring of the subsidiary with the objective of restructuring the financial structure to provide working capital for subsidiary in the form of investment in water supply business operations. By changing the loan between Eureka Design Public Co.,Ltd and subsidiary to be in the form of investment, this will result in lower financial costs in the form of interest. The subsidiary will gradually use the additional capital received from Eureka Design Public Co.,Ltd to repay short-term loans, there is an implementation period within 6 months starting from March 1, 2024 to approximately August 31, 2024, and extend the period for another 6 months from September 1, 2024 to February 28, 2025, the credit limit does not exceed of Baht 500.00 million. However, the Company has investment in subsidiary amount of Baht 120.00 million by issuing new ordinary shares 1,200,000 at the par value of Baht 100.00 per shares. The Company has paid-up in subsidiary's capital on May 8-20, 2024, and the amendment of the subsidiary's Memorandum of Association to be consistent with the increased of the subsidiary's registered capital.

The movement of allowance for impairment loss on investment in subsidiary for the year ended December 31, 2024 and 2023, was as follows: -

(Unit : Thousand Baht)

| | <u>Separate financial statements</u> | |
|--------------------------|--------------------------------------|----------------|
| | <u>2024</u> | <u>2023</u> |
| Beginning balance | (2,750) | - |
| Increase during the year | - | (2,750) |
| Ending balance | <u>(2,750)</u> | <u>(2,750)</u> |

Subsidiary with material non-controlling interests

(Unit : Thousand Baht)

| <u>Name</u> | <u>Proportion of ownership</u> <u>interests held by the</u> <u>non-controlling interests</u> <u>as at December 31,</u> | | <u>Total comprehensive</u> <u>income allocated to</u> <u>non-controlling interests</u> <u>for the year ended December 31,</u> | | <u>Accumulated</u> <u>non-controlling interests</u> <u>as at December 31,</u> | |
|------------------------|---|-------------|--|-------------|---|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| | | | | | | |
| Eureka Energy Co.,Ltd. | 45.00% | 45.00% | (70) | (3,278) | (1,933) | (1,863) |

Summarized financial information for Eureka Energy Co.,Ltd. before eliminations is as follow: -

(Unit : Thousand Baht)

| | <u>2024</u> | <u>2023</u> |
|---------------------------|----------------|----------------|
| Current assets | 245 | 249 |
| Non-current assets | 1,010 | 1,009 |
| Total assets | <u>1,255</u> | <u>1,258</u> |
| Current liabilities | (4,877) | (4,725) |
| Non-current liabilities | (673) | (673) |
| Total liabilities | <u>(5,550)</u> | <u>(5,398)</u> |
| Net assets | <u>(4,295)</u> | <u>(4,140)</u> |
| Non-controlling interests | <u>(1,933)</u> | <u>(1,863)</u> |

(Unit : Thousand Baht)

| <u>For the year ended December 31,</u> | | |
|---|-------------|-------------|
| | <u>2024</u> | <u>2023</u> |
| Revenues | - | 57 |
| Loss for the year attributable to the Company's shareholders | (85) | (4,018) |
| Loss for the year attributable to non-controlling interests | (70) | (3,288) |
| Loss for the year | (155) | (7,306) |
| Other comprehensive income for the year | - | - |
| Total comprehensive income attributable to the Company's shareholders | (85) | (4,028) |
| Total comprehensive income attributable to non-controlling interests | (70) | (3,278) |
| Total comprehensive income for the year | (155) | (7,306) |

(Unit : Thousand Baht)

| <u>For the year ended December 31,</u> | | |
|---|-------------|-------------|
| | <u>2024</u> | <u>2023</u> |
| Net cash used in operating activities | (3) | (1,083) |
| Net cash received from investing activities | - | - |
| Net cash received from financing activities | - | 1,000 |
| Cash and cash equivalent items decrease-net | (3) | (83) |

Goodwill

Goodwill amount of Baht 271.58 million, arising from the acquisition of investment in A.P.W.International Co.,Ltd. The Group has reviewed for impairment of goodwill annually.

The Group has determined recoverable amounts of its cash generating units (CGUs) based on value in use calculation using cash flow projections from financial budgets approved by the management which considered the growth rate from policy, business plan, expected overall market growth rate, and discount rate which are the rates before income tax which relate to the specific risk in that operating segment.

The management has considered and believed that no impairment was required for goodwill.

14. Investment property

(Unit : Thousand Baht)

| | <u>Consolidated/Separate financial statements</u> | | | | |
|--|---|---------------------------|-----------------------|------------------|----------|
| | Land | Building and improvements | Machine and equipment | Office equipment | Total |
| Cost:- | | | | | |
| As at January 1, 2023 | - | - | - | - | - |
| Transfer in from non-operating asset | - | 42,301 | 1,244 | 3,282 | 46,827 |
| Transfer in from property, plant and equipment | 23,976 | - | - | - | 23,976 |
| As at December 31, 2023 | 23,976 | 42,301 | 1,244 | 3,282 | 70,803 |
| As at December 31, 2024 | 23,976 | 42,301 | 1,244 | 3,282 | 70,803 |
| Accumulated depreciation:- | | | | | |
| As at January 1, 2023 | - | - | - | - | - |
| Depreciation for the year | - | (293) | (5) | - | (298) |
| Transfer in from property, plant and equipment | - | (31,277) | (1,066) | (3,282) | (35,625) |
| As at December 31, 2023 | - | (31,570) | (1,071) | (3,282) | (35,923) |
| Depreciation for the year | - | (2,275) | (36) | - | (2,311) |
| As at December 31, 2024 | - | (33,845) | (1,107) | (3,282) | (38,234) |
| Book value:- | | | | | |
| As at December 31, 2023 | 23,976 | 10,731 | 173 | - | 34,880 |
| As at December 31, 2024 | 23,976 | 8,456 | 137 | - | 32,569 |

Depreciation was shown in profit loss

| | |
|--------------------------------------|-------|
| For the year ended December 31, 2023 | 298 |
| For the year ended December 31, 2024 | 2,311 |

As at December 31, 2024 and 2023, the fair value of investment property is in accordance to the valuation report amount of Baht 60.73 million. The fair value of investment property is determined by an independent appraiser who has been approved by the Officer of the Securities and Exchange Commission (Thailand), by using Market Approach and Cost Approach for land and buildings valuation, according to the appraisal report on March 2024. The fair value of investment property is hierarchical level 3.

For the years ended December 31, 2024, and 2023 investment properties caused rental income recognized in profit or loss being shown as in the Consolidated and Separate financial statements of Baht 1.89 million and Baht 0.25 million respectively.

As at December 31, 2024 and 2023, the consolidated and separate financial statements, the Group had the assets which had not the depreciation but they still used. The cost price was Baht 9.51 million, the book value was Baht 311.00 for both years.

As at December 31, 2024 and 2023, the consolidated and separate financial statements, the Group had land and building in the book value amount of Baht 32.43 million and the book value amount of Baht 34.71 million respectively, and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the note to financial statements No.22 and 34.1.

15. Non-operating asset

(Unit : Thousand Baht)

| | <u>Consolidated/Separate financial statements</u> | | | |
|---|---|--------------------------|------------------|----------|
| | Building and improvement | Machine and equipment | Office equipment | Total |
| Cost :- | | | | |
| As at January 1, 2023 | 47,256 | 35,404 | 8,843 | 91,503 |
| Transfer out to investment property | (42,301) | (1,244) | (3,282) | (46,827) |
| Transfer out to property, plant and equipment | (235) | - | - | (235) |
| Disposal/write off | - | (266) | - | (266) |
| As at December 31, 2023 | 4,720 | 33,894 | 5,561 | 44,175 |
| As at December 31, 2024 | 4,720 | 33,894 | 5,561 | 44,175 |
| Accumulated depreciation :- | | | | |
| As at January 1, 2023 | (31,397) | (31,339) | (8,819) | (71,555) |
| Depreciation for the year | (2,203) | (848) | (18) | (3,069) |
| Transfer out to investment property | 31,277 | 1,066 | 3,282 | 35,625 |
| Transfer out to property, plant and equipment | 102 | - | - | 102 |
| Disposal/write off | - | 259 | - | 259 |
| As at December 31, 2023 | (2,221) | (30,862) | (5,555) | (38,638) |
| Depreciation for the year | (216) | (715) | (5) | (936) |
| As at December 31, 2024 | (2,437) | (31,577) | (5,560) | (39,574) |
| Allowance for impairment of assets:- | | | | |
| As at December 31, 2023 | - | (642) | - | (642) |
| As at December 31, 2024 | - | (642) | - | (642) |
| Book value:- | | | | |
| As at December 31, 2023 | 2,499 | 2,390 | 6 | 4,895 |
| As at December 31, 2024 | 2,283 | 1,675 | 1 | 3,959 |
| Depreciation was shown in profit loss | | | | |
| For the year ended December 31, 2023 | | | | 3,069 |
| For the year ended December 31, 2024 | | | | 936 |

As of December 31, 2024 and 2023, There were no movement of allowance for non-operating asset.

As of December 31, 2024 and 2023, the consolidated and separate financial statements, the Group had the assets which had not the depreciation but they still used. The cost price was Baht 29.86 million, the book value was Baht 1,162.00 and the cost price was Baht 27.82 million, the book value was Baht 1,124.00 respectively.

As at December 31, 2024 and 2023, the consolidated and separate financial statements, the Group had land and building in the book value amount of Baht 2.28 million and the book value amount of Baht 2.50 million respectively, and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the note to financial statements No.22 and 34.1.

16. Property, plant and equipment

(Unit : Thousand Baht)

| | Consolidated financial statements | | | | | | Total |
|--|-----------------------------------|--------------------------|-----------------------|------------------|----------|--------------------------|-----------|
| | Land and land improvement | Building and improvement | Machine and equipment | Office equipment | Vehicles | Construction in progress | |
| Cost:- | | | | | | | |
| As at January 1, 2023 | 806,529 | 105,691 | 188,095 | 7,374 | 13,554 | 175,116 | 1,296,359 |
| Purchase | - | - | 1,031 | 129 | - | 64,709 | 65,869 |
| Transfer in from non-operating asset | - | 235 | - | - | - | - | 235 |
| Transfer in | - | 4,324 | 55,521 | - | - | - | 59,845 |
| Transfer out to investment property | (29,785) | - | - | - | - | - | (29,785) |
| Transfer out | - | - | - | - | - | (59,845) | (59,845) |
| Disposal/write off | - | - | (14,416) | - | - | - | (14,416) |
| As at December 31, 2023 | 776,744 | 110,250 | 230,231 | 7,503 | 13,554 | 179,980 | 1,318,262 |
| Purchase | 97,529 | 30 | 569 | - | - | 47,673 | 145,801 |
| Increase from revaluation of land | 1,435 | - | - | - | - | - | 1,435 |
| Transfer in | - | - | 488 | - | - | 72 | 560 |
| Transfer out | - | - | - | - | - | (561) | (561) |
| As at December 31, 2024 | 875,708 | 110,280 | 231,288 | 7,503 | 13,554 | 227,164 | 1,465,497 |
| Accumulated depreciation:- | | | | | | | |
| As at January 1, 2023 | - | (56,938) | (33,886) | (6,478) | (8,013) | - | (105,315) |
| Depreciation for the year | - | (4,186) | (9,863) | (354) | (536) | - | (14,939) |
| Transfer in from non-operating asset | - | (102) | - | - | - | - | (102) |
| Disposal/write off | - | - | 13,506 | - | - | - | 13,506 |
| As at December 31, 2023 | - | (61,226) | (30,243) | (6,832) | (8,549) | - | (106,850) |
| Depreciation for the year | - | (4,303) | (11,255) | (281) | (645) | - | (16,484) |
| As at December 31, 2024 | - | (65,529) | (41,498) | (7,113) | (9,194) | - | (123,334) |
| Book value:- | | | | | | | |
| As at December 31, 2023 | 776,744 | 49,024 | 199,988 | 671 | 5,005 | 179,980 | 1,211,412 |
| As at December 31, 2024 | 875,708 | 44,751 | 189,790 | 390 | 4,360 | 227,164 | 1,342,163 |
| Depreciation was shown in profit loss | | | | | | | |
| For the year ended December 31, 2023 | | | | | | | 14,939 |
| For the year ended December 31, 2024 | | | | | | | 16,484 |

(Unit : Thousand Baht)

| | <u>Separate financial statements</u> | | | | | | |
|--|--------------------------------------|-----------------------------|--------------------------|------------------|----------|-----------------------------|----------|
| | Land and land improvement | Building and improvement | Machine and equipment | Office equipment | Vehicles | Construction in progress | Total |
| Cost:- | | | | | | | |
| As at January 1, 2023 | 42,600 | 42,030 | 64 | 6,921 | 12,054 | 100,844 | 204,513 |
| Purchase | - | - | 380 | 129 | - | 46,951 | 47,460 |
| Transfer in from non-operating asset | - | 235 | - | - | - | - | 235 |
| Transfer out to investment property | (29,785) | - | - | - | - | - | (29,785) |
| As at December 31, 2023 | 12,815 | 42,265 | 444 | 7,050 | 12,054 | 147,795 | 222,423 |
| Purchase | - | - | - | - | - | 3,143 | 3,143 |
| Increase from revaluation of land | 1,435 | - | - | - | - | - | 1,435 |
| Transfer in | - | - | - | - | - | 72 | 72 |
| Transfer out | - | - | - | - | - | (72) | (72) |
| As at December 31, 2024 | 14,250 | 42,265 | 444 | 7,050 | 12,054 | 150,938 | 227,001 |
| Accumulated depreciation:- | | | | | | | |
| As at January 1, 2023 | - | (16,263) | (57) | (6,200) | (6,521) | - | (29,041) |
| Depreciation for the year | - | (2,017) | (76) | (286) | (527) | - | (2,906) |
| Transfer in from non-operating asset | - | (102) | - | - | - | - | (102) |
| As at December 31, 2023 | - | (18,382) | (133) | (6,486) | (7,048) | - | (32,049) |
| Depreciation for the year | - | (2,017) | (77) | (215) | (644) | - | (2,953) |
| As at December 31, 2024 | - | (20,399) | (210) | (6,701) | (7,692) | - | (35,002) |
| Book value:- | | | | | | | |
| As at December 31, 2023 | 12,815 | 23,883 | 311 | 564 | 5,006 | 147,795 | 190,374 |
| As at December 31, 2024 | 14,250 | 21,866 | 234 | 349 | 4,362 | 150,938 | 191,999 |
| Depreciation was shown in profit loss | | | | | | | |
| For the year ended December 31, 2023 | | | | | | | 2,906 |
| For the year ended December 31, 2024 | | | | | | | 2,953 |

As at December 31, 2024 and 2023, the consolidated financial statements, the Group had land, property, plant and machinery in the cost price was Baht 462.82 million and the cost price was Baht 468.55 million respectively and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the notes to financial statements No. 22 and 34.1.

As at December 31, 2024 and 2023, the separate financial statements, the Company had land, property and plant in the cost price amount of Baht 36.12 million, The cost price was Baht 36.70 million respectively and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the notes to financial statements No. 22 and 34.1.

As at December 31, 2024 and 2023, the consolidated financial statements, the Group had the assets which had not the depreciation but they still used. The cost price was Baht 24.60 million, the book value was Baht 357.00 and the cost price was Baht 16.04 million, the book value was Baht 314.00 respectively.

As at December 31, 2024 and 2023, the separate financial statements, the Company had the assets which had not the depreciation but they still used. The cost price was Baht 8.20 million, the book value was Baht 307.00 and the cost price was Baht 7.60 million, the book value was Baht 265.00 respectively.

According to the resolution of the Extraordinary General Meeting of Shareholders No. 2/2024 of A.P.W. International Co., Ltd. held on April 11, 2024, to proceed with the land acquisition. On April 26, 2024, the subsidiary entered into a land purchase agreement with a related party by a shareholder of the Company, with a contract amount of Baht 94.32 million. The subsidiary and the seller agreed to settle the deposit will be paid in three installments on April 26, 2024, on July 10, 2024 and on October 21, 2024, in amount of baht 80.00 million and paid the remaining balance on December 18, 2024 in amount of Baht 14.32 million, which has processing fee amount of Baht 3.00 million and transfer expenses amount of Baht 0.21 million, totaling amount of Baht 97.53 million. Therefore, the subsidiary has received a land in asset on December 19, 2024, (the appraised value of the land by an independent appraiser is Baht 94.32 million by Valuations for Public Purpose).

17. Right of use assets

| | (Unit : Thousand Baht) | | | |
|-----------------------------------|---|-------------|-------------------------------------|-------------|
| | <u>Consolidated financial statement</u> | | <u>Separate financial statement</u> | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Right-of-use assets-related party | 7,752 | 9,796 | - | - |
| Right-of-use assets-other party | 1,429 | 1,963 | 1,429 | 1,963 |
| Total | 9,181 | 11,759 | 1,429 | 1,963 |

For the year ended December 31, 2024 and 2023, the movement were as follows: -

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | |
|--|--|----------|---------|
| | Building | Vehicles | Total |
| Cost:- | | | |
| As at January 1, 2023 | - | 2,721 | 2,721 |
| Increased during the year | 10,818 | - | 10,818 |
| As at December 31, 2023 | 10,818 | 2,721 | 13,539 |
| As at December 31, 2024 | 10,818 | 2,721 | 13,539 |
| Accumulated depreciation :- | | | |
| As at January 1, 2023 | - | (224) | (224) |
| Depreciation for the year | (1,022) | (534) | (1,556) |
| As at December 31, 2023 | (1,022) | (758) | (1,780) |
| Depreciation for the year | (2,044) | (534) | (2,578) |
| As at December 31, 2024 | (3,066) | (1,292) | (4,358) |
| Book value:- | | | |
| As at December 31, 2023 | 9,796 | 1,963 | 11,759 |
| As at December 31, 2024 | 7,752 | 1,429 | 9,181 |
| Depreciation was shown in profit loss | | | |
| For the year ended December 31, 2023 | | | 1,556 |
| For the year ended December 31, 2024 | | | 2,578 |

(Unit : Thousand Baht)

Separate financial statementVehicles**Cost:-**

As at January 1, 2022

2,721

As at December 31, 2023

2,721

As at December 31, 2024

2,721

Accumulated depreciation :-

As at January 1, 2023

(224)

Depreciation for the year

(534)

As at December 31, 2023

(758)

Depreciation for the year

(534)

As at December 31, 2024

(1,292)

Book value:-

As at December 31, 2023

1,963

As at December 31, 2024

1,429

Depreciation was shown in profit loss

For the year ended December 31, 2023

534

For the year ended December 31, 2024

534

18. Other intangible assets other than goodwill

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | <u>Separate financial statement</u> |
|--|--|-------------------------------------|
| | Software | Software |
| Cost:- | | |
| As at January 1, 2023 | 15,274 | 15,226 |
| As at December 31, 2023 | 15,274 | 15,226 |
| As at December 31, 2024 | 15,274 | 15,226 |
| Accumulated amortization:- | | |
| As at January 1, 2023 | (14,991) | (14,948) |
| Amortization expenses | (143) | (142) |
| As at December 31, 2023 | (15,134) | (15,090) |
| Amortization expenses | (90) | (88) |
| As at December 31, 2024 | (15,224) | (15,178) |
| Book value:- | | |
| As at December 31, 2023 | 140 | 136 |
| As at December 31, 2024 | 50 | 48 |
| Depreciation was shown in profit loss | | |
| For the year ended December 31, 2023 | 143 | 142 |
| For the year ended December 31, 2024 | 90 | 88 |

19. Deferred tax assets (liabilities)

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Deferred tax assets | 2,898 | 3,792 | - | - |
| Deferred tax liabilities | (1,975) | (1,893) | (1,975) | (1,893) |
| Net | 923 | 1,899 | (1,975) | (1,893) |

Movements in deferred tax assets and liabilities for the year ended December 31, 2024 and 2023, were as follows :-

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | | | <u>Separate financial statements</u> | | | |
|---|--|---|--|----------------------|--------------------------------------|---|--|----------------------|
| | January 1, 2024 | (Charged)/ credited to profit loss (Note 28.1) | (Charged)/ credited to other comprehensive (Note 28.2) | December 31, 2024 | January 1, 2024 | (Charged)/ credited to profit loss (Note 28.1) | (Charged)/ credited to other comprehensive (Note 28.2) | December 31, 2024 |
| Deferred tax assets | | | | | | | | |
| Property, plant and equipment | 3,812 | (1,328) | - | 2,484 | - | - | - | - |
| Right-of-use assets | (1,959) | 409 | - | (1,550) | - | - | - | - |
| Lease liabilities | 1,858 | - | - | 1,858 | - | - | - | - |
| Non - current provisions for employee benefit | 81 | 25 | - | 106 | - | - | - | - |
| Total | 3,792 | (894) | - | 2,898 | - | - | - | - |
| Deferred tax liabilities | | | | | | | | |
| Property, plant and equipment | (1,896) | 203 | (287) | (1,980) | (1,896) | 203 | (287) | (1,980) |
| Right-of-use assets | (392) | 106 | - | (286) | (392) | 106 | - | (286) |
| Lease liabilities | 395 | (104) | - | 291 | 395 | (104) | - | 291 |
| Total | (1,893) | 205 | (287) | (1,975) | (1,893) | 205 | (287) | (1,975) |
| Net | 1,899 | (689) | (287) | 923 | (1,893) | 205 | (287) | (1,975) |

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | | | <u>Separate financial statements</u> | | | |
|---|--|---|--|----------------------|--------------------------------------|---|--|----------------------|
| | January 1, 2023 | (Charged)/ credited to profit loss (Note 28.1) | (Charged)/ credited to other comprehensive (Note 28.2) | December 31, 2023 | January 1, 2023 | (Charged)/ credited to profit loss (Note 28.1) | (Charged)/ credited to other comprehensive (Note 28.2) | December 31, 2023 |
| Deferred tax assets | | | | | | | | |
| Property, plant and equipment | 4,519 | (707) | - | 3,812 | - | - | - | - |
| Right-of-use assets | - | (1,959) | - | (1,959) | - | - | - | - |
| Lease liabilities | - | 1,858 | - | 1,858 | - | - | - | - |
| Non - current provisions for employee benefit | - | 81 | - | 81 | - | - | - | - |
| Total | 4,519 | (727) | - | 3,792 | - | - | - | - |
| Deferred tax liabilities | | | | | | | | |
| Property, plant and equipment | (2,791) | (267) | 1,162 | (1,896) | (2,791) | (267) | 1,162 | (1,896) |
| Right-of-use assets | (499) | 107 | - | (392) | (499) | 107 | - | (392) |
| Lease liabilities | 484 | (89) | - | 395 | 484 | (89) | - | 395 |
| Total | (2,806) | (249) | 1,162 | (1,893) | (2,806) | (249) | 1,162 | (1,893) |
| Net | 1,713 | (976) | 1,162 | 1,899 | (2,806) | (249) | 1,162 | (1,893) |

The Group and the Company had temporary difference mainly arising from the unutilized tax losses, as at December 31, 2024 and 2023, in amount of Baht 116.81 million and Baht 143.41 million and Baht 68.85 million and Baht 110.12 million respectively, which have not been recognized as deferred tax assets in the statements of financial position (because it is not probable that it will be able to utilize the tax benefit in the foreseeable future).

20. Bank overdraft and short-term loans from financial institutions

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Bank overdraft | 19,976 | 12,375 | 19,976 | 12,375 |
| Promissory note | 36,677 | - | - | - |
| Short-term loans from financial institutions | 45,000 | 45,000 | 45,000 | 45,000 |
| Total | 101,653 | 57,375 | 64,976 | 57,375 |

As at December 31, 2024 and 2023, in the consolidated, the Group held bank overdrafts and promissory note facilities from one financial institutions as mentioned to financial statements No. 34.1 which bearing the interest rates at 3.99%, MOR, MLR-1 per annum and MOR, MLR-1 per annum respectively.

As at December 31, 2024 and 2023, in the separate financial statement, the Company held bank overdrafts and promissory note facilities from one financial institutions as mentioned to financial statements No. 34.1 which bearing the interest rates at MOR, MLR-1 per annum for both years.

21. Trade and other current payables

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---------------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Trade payables-other parties | 10,283 | 12,676 | 6,302 | 6,302 |
| Other payables-related parties | - | - | 4,923 | 4,923 |
| Other payables-other parties | 14,830 | 15,984 | 2,560 | 7,319 |
| Accrued interest-related person | 178 | 5 | 65 | - |
| Accrued interest- other parties | 40 | - | - | - |
| Accrued expenses-other parties | 5,346 | 5,483 | 2,489 | 2,929 |
| Advance received | 436 | 386 | 163 | 111 |
| Other | 2,135 | 2,294 | 2,084 | 1,961 |
| Total | 33,248 | 36,828 | 18,586 | 23,545 |

22. Long-term loans from financial institutions

| | (Unit : Thousand Baht) | | | |
|--|-------------------------------|-------------|---------------------------|-------------|
| | <u>Consolidated financial</u> | | <u>Separate financial</u> | |
| | <u>statements</u> | | <u>statements</u> | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Long-term loans from financial institutions | | | | |
| (Credit line of Bath 12.00 million) | 1,974 | 6,023 | 1,974 | 6,023 |
| Long-term loans from financial institutions | | | | |
| (Credit line of Bath 0.21 million) | 24 | 69 | 24 | 69 |
| Long-term loans from financial institutions | | | | |
| (Credit line of Bath 250.00 million) | 186,683 | 212,059 | - | - |
| Total | 188,681 | 218,151 | 1,998 | 6,092 |
| <u>Less</u> Current portion of long-term loans | (30,669) | (29,520) | (1,998) | (4,094) |
| Net | 158,012 | 188,631 | - | 1,998 |

Movement in loans for the year ended December 31, 2024, are as follows :-

| | (Unit : Thousand Baht) | |
|------------------------|-------------------------------|---------------------------|
| | <u>Consolidated financial</u> | <u>Separate financial</u> |
| | <u>statements</u> | <u>statements</u> |
| Beginning balance | 218,151 | 6,092 |
| Repaid during the year | (29,470) | (4,094) |
| Ending balance | 188,681 | 1,998 |

Long-term loans of the Group are bearing the floating interest rate of MLR per annum. As at December 31, 2024 and 2023, the interest rates are 6.925%-7.150% per annum and 7.050%-7.270% per annum respectively. The interest is payable monthly after the first withdrawal date of the loan. The significant detail of long-term loans credit facilities are as follows: -

| <u>No.</u> | <u>Credit facility</u> | | <u>Period</u> | <u>Interest rate</u> | <u>Repayment of principal</u> |
|------------------------------|------------------------|-------------|-----------------------|----------------------|--|
| <u>(Unit : Million Baht)</u> | | | | | |
| | <u>2024</u> | <u>2023</u> | | | |
| 1. | 12.00 | 12.00 | June 2020 to May 2025 | MLR per annum | - Repayment of principal and interest, Baht 362,900.00 per installment, total of 60 installments, the first installment in June 2022 and payment of all rest for the 5 years period. Loans are guaranteed by SMEs. |
| 2. | 0.21 | 0.21 | June 2020 to May 2025 | MLR per annum | - Repayment of principal and interest, Baht 4,000.00 per installment, total of 60 installments, the first installment in June 2020 and payment of all rest for the 5 years period. Loans are guaranteed by SMEs. |
| 3. | 250.00 | 250.00 | July 2022 to May 2030 | MLR per annum | - Repayment of principal and interest, Baht 3,300,000.00 per installment, total of 96 installments, and payment of all rest for the 8 years period. Loans are guaranteed by the parent company and the land of a subsidiary. |

23. Lease liabilities

(Unit : Thousand Baht)

| | <u>Consolidated financial statement</u> | | <u>Separate financial statement</u> | |
|---------------------------------|---|-------------|-------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Lease liabilities-related party | 7,463 | 9,292 | - | - |
| Lease liabilities-other party | 1,504 | 2,023 | 1,504 | 2,023 |
| Total | 8,967 | 11,315 | 1,504 | 2,023 |

Movement in lease liabilities for the years ended December 31, 2024 and 2023 are as follows : -

(Unit : Thousand Baht)

| | <u>Consolidated financial statement</u> | | <u>Separate financial statement</u> | |
|-----------------------------|---|-------------|-------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Beginning lease liabilities | 11,315 | 2,470 | 2,023 | 2,470 |
| Increased during the year | - | 10,218 | - | - |
| Repaid during the year | (2,348) | (1,373) | (519) | (447) |
| Ending lease liabilities | 8,967 | 11,315 | 1,504 | 2,023 |

A maturity analysis of lease payment, are as follows :-

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | |
|----------------------------------|--|-----------------------------------|------------|
| | <u>2024</u> | | |
| | <u>Lease liabilities</u> | <u>Deferred interest expenses</u> | <u>Net</u> |
| With in 1 year | 3,047 | (498) | 2,549 |
| Over 1 year but not over 5 years | 6,945 | (527) | 6,418 |
| Total | 9,992 | (1,025) | 8,967 |

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | |
|----------------------------------|--|-----------------------------------|------------|
| | <u>2023</u> | | |
| | <u>Lease liabilities</u> | <u>Deferred interest expenses</u> | <u>Net</u> |
| With in 1 year | 3,047 | (649) | 2,398 |
| Over 1 year but not over 5 years | 9,942 | (1,025) | 8,917 |
| Total | 12,989 | (1,674) | 11,315 |

(Unit : Thousand Baht)

| | <u>Separate financial statements</u> | | |
|----------------------------------|--------------------------------------|-----------------------------------|------------|
| | <u>2024</u> | | |
| | <u>Lease liabilities</u> | <u>Deferred interest expenses</u> | <u>Net</u> |
| With in 1 year | 647 | (54) | 593 |
| Over 1 year but not over 5 years | 945 | (34) | 911 |
| Total | 1,592 | (88) | 1,504 |

(Unit : Thousand Baht)

| <u>Separate financial statements</u> | | | |
|--------------------------------------|--------------------------|-----------------------------------|------------|
| <u>2023</u> | | | |
| | <u>Lease liabilities</u> | <u>Deferred interest expenses</u> | <u>Net</u> |
| With in 1 year | 647 | (78) | 569 |
| Over 1 year but not over 5 years | 1,542 | (88) | 1,454 |
| Total | 2,189 | (166) | 2,023 |

For the year ended December 31, 2024 and 2023, transactions related to lease are as follows :-

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---------------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Finance cost relating to leases | 649 | 374 | 78 | 100 |
| Cash outflow for leases | 2,997 | 1,747 | 597 | 547 |

24. Non-current provisions for employee benefits

Changes in the present value of the provisions for employee benefit were as follows :-

(Unit : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Beginning present value of the obligation | 988 | 4,297 | 348 | 3,519 |
| Current service cost | 479 | 461 | 191 | 157 |
| Interest cost | 55 | 36 | 21 | 11 |
| Transfer out from disposed investments in subsidiary | - | - | - | 56 |
| Actuarial gain arising from defined benefit plan | - | (3,806) | - | (3,395) |
| Ending employee benefit obligations | 1,522 | 988 | 560 | 348 |

Expenses recognized in statements of comprehensive income are shown collectively for the years ended December 31, 2024 and 2023, were as follows :-

(Units : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|-------------------------------------|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Recognized in profit loss | | | | |
| Cost of sales | 235 | 220 | - | - |
| Selling and administrative expenses | 167 | 160 | 211 | 165 |
| Management benefit expenses | 132 | 117 | - | 59 |
| Total | 534 | 497 | 211 | 224 |

Recognized in other comprehensive income

Actuarial gain arising from defined benefit plan

The part that results from changes and improvements

| | | | | |
|-----------------|---|---------|---|---------|
| from experience | - | (3,806) | - | (3,395) |
|-----------------|---|---------|---|---------|

The principal assumption used for the purposes of the actuarial valuation as at December 31, 2024 and 2023, are as follows :-

| | <u>Consolidated/Separate financial statements</u> |
|------------------------------|---|
| Discount rate | 3.48%-3.97% |
| Average salary increase rate | 5.00% |
| Employee turnover rate | 5.00% |
| Retirement age | 60 years old |

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation defined as the amounts increased (decreased) as follows :-

(Units : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|--|-------------|--------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Discount increase rate 0.50% | (84) | (62) | (32) | (22) |
| Discount decrease rate : 0.50% | 93 | 69 | 36 | 25 |
| Future salary growth increase : 0.50% | 103 | 71 | 39 | 26 |
| Future salary growth decrease : 0.50% | (94) | (64) | (35) | (23) |
| Employee turnover increase rate : 0.50% | (107) | (73) | (39) | (26) |
| Employee turnover decrease rate : 0.50% | 119 | 81 | 44 | 29 |

25. Share capital

| <u>Consolidated/Separate financial statements</u> | | | | | |
|---|-----------|-------------------|-----------------|-------------------|-----------------|
| | Value | <u>2024</u> | | <u>2023</u> | |
| | per share | Number of shares | Value | Number of shares | Value |
| | (Baht) | (thousand shares) | (thousand Baht) | (thousand shares) | (thousand Baht) |
| Authorized share capital | | | | | |
| Beginning balance | 0.25 | 2,137,786 | 534,447 | 2,137,786 | 534,447 |
| <u>Less</u> Decrease capital during the year | 0.25 | (231,681) | (57,920) | - | - |
| Ending balance | | 1,906,105 | 476,527 | 2,137,786 | 534,447 |
| Issued and paid-up shares | | | | | |
| Beginning balance | 0.25 | 1,818,857 | 454,714 | 1,765,539 | 441,385 |
| <u>Add</u> Increase capital during the year | 0.25 | - | - | 53,318 | 13,329 |
| Ending balance | | 1,818,857 | 454,714 | 1,818,857 | 454,714 |
| Premium on shares | | | | | |
| Beginning balance | | 1,505,057 | 903,759 | 1,451,739 | 866,904 |
| <u>Add</u> Increase capital during the year | | - | - | 53,318 | 36,855 |
| Ending balance | | 1,505,057 | 903,759 | 1,505,057 | 903,759 |

During the year 2023, the convertible debentures exercise has convert into ordinary shares in amount of 53.13 million shares with a convertible share value of Baht 0.25, representing a total of Baht 13.28 million. The Company has already amended to register to the Department of Business Development on March and April 2023.

During the year 2023, the warrants has convert into ordinary shares on April amount of 150,000 shares at par value of Baht 0.25 per share, representing a total of Baht 37,500.00 and on June amount of 34,209 shares at par value of Baht 0.25 per share, representing a total of Baht 8,552.25. The Company has registered the capital increase with the Department of Business Development on July 3, 2023.

According to the minutes of Annual General Meeting of Shareholders in 2024, held on April 29, 2024 of the Company has resolved to approve decrease of the Company registered authorized share capital in amount of Baht 57.92 million from the existing registered capital in amount of Baht 534.45 million to the new registered capital in amount of Baht 476.53 million. However, the Company has registered the decrease of authorized share capital with the Ministry of Commerce on May 7, 2024.

Capital management

The primary objectives of the Group's capital management is to maintain their ability to continue as a going concern, to maintain an appropriate capital structure, and to maintain ratio of debt to equity to not exceeding the compliance with the loan agreements.

As at December 31, 2024 and 2023, in the consolidated financial statements, the debt to equity ratio is 0.25 : 1 and 0.23 : 1 respectively, and separate financial statements debt to equity ratio is 0.07 : 1 for both years.

26. Premium on ordinary shares and legal reserve

Premium on ordinary shares

Premium on ordinary shares is stated in accordance with Section 51 of the Public Limited Company Act B.E. 2535, in the event the Company offers the ordinary shares for sale at the price exceeding the registered share price, the Company shall appropriate this surplus as reserve (“Premium on ordinary shares”). This premium on ordinary shares cannot be paid out as dividend.

Legal reserve

Section 116 of the Public Limited Company Act B.E. 2535 requires that a company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward (if any), to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorized capital. The legal reserve is not available for dividend distribution.

27. Expenses by nature

(Units : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|--|--|-------------|--------------------------------------|-------------|
| | <u>For the year ended December 31,</u> | | | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Changes in inventories of finished goods | (12,908) | 215 | - | - |
| Raw materials and consumables used | 90,170 | 130,282 | - | - |
| Cost of purchasing tap water | 5,957 | - | 5,957 | - |
| Employee benefit expenses | 11,687 | 10,392 | 3,941 | 3,008 |
| Management benefit expenses | 6,056 | 7,280 | 4,847 | 5,048 |
| Non – current provisions for employee benefit expenses | 534 | 497 | 212 | 224 |
| Depreciation expenses | 22,309 | 19,862 | 6,734 | 6,807 |
| Amortization expenses | 90 | 143 | 88 | 142 |
| Financial advisor fee | - | 1,495 | - | 1,495 |
| Expected credit losses | - | 17,691 | - | 20,789 |
| Loss from impairment on investments in subsidiary | - | - | - | 2,750 |
| Finance costs | 20,578 | 22,416 | 4,879 | 6,609 |

28. Income tax (revenues) expenses28.1 Income tax is recognized in profit or loss

(Units : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|------------------------------------|--|-------------|--------------------------------------|-------------|
| | <u>For the year ended December 31,</u> | | | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Current income tax expenses | - | - | - | - |
| Deferred tax expenses (Note 19) | | | | |
| Movements in temporary differences | 689 | 976 | (205) | 249 |
| Income tax (revenues) expenses | 689 | 976 | (205) | 249 |

28.2 Income tax is recognized in other comprehensive income

(Units : Thousand Baht)

| | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|--|-------------|--------------------------------------|-------------|
| | <u>For the year ended December 31,</u> | | | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Income tax relevance with other comprehensive | | | | |
| income (Note 19) | 287 | (1,162) | 287 | (1,162) |

Reconciliation between income tax expenses and the results of accounting profit multiplied by the applicable tax rates for the years ended December 31, 2024 and 2023 as follows :-

(Units : Thousand Baht)

| | <u>Consolidated financial statements</u> | | | | <u>Separate financial statement</u> | |
|---|--|-------------|-------------|-------------|-------------------------------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Accounting profit (loss) before tax | 83,903 | (19,591) | 111,739 | (54,049) | 45,868 | 20,314 |
| Applicable tax rate | 0% | 20% | 0% | 20% | 20% | 20% |
| Accounting profit (loss) before tax multiplied by applicable tax rate | - | (3,918) | - | (10,810) | 9,174 | 4,063 |
| Tax effect of income and expenses that are not considered as income tax expenses as follows:- | | | | | | |
| Dividend granted income tax exemption | - | - | - | - | (10,335) | (10,894) |
| Non-deductible expenses | - | 418 | - | 6,975 | 377 | 5,634 |
| Loss carry forward | - | 4,308 | - | 7,296 | 652 | 1,434 |
| Others | - | 117 | - | (308) | 132 | (237) |
| Effect of elimination entry on the consolidated financial statements | - | (925) | - | (3,153) | - | - |
| Total | - | - | - | - | - | - |
| Movements in temporary differences | - | 689 | - | 976 | (205) | 249 |
| Income tax expenses (revenues) reported in income statement | - | 689 | - | 976 | (205) | 249 |

29. Basic profit (loss) per share

Basic profit (loss) per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the number of issued and paid-up ordinary shares during the period.

| | <u>Consolidated financial statements</u> | | <u>Separate financial statement</u> | |
|---|--|-------------|-------------------------------------|-------------|
| | For the year ended December 31, | | | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Profit for the year (Unit : Thousand Baht) | 63,732 | 60,061 | 46,074 | 20,065 |
| Weighted average number of common shares (Unit : Share) | 1,818,857 | 1,805,704 | 1,818,857 | 1,805,704 |
| Basic profit per share (Thousand Baht / Thousand Share) | 0.035 | 0.033 | 0.025 | 0.011 |

30. Segment information

The Group has presented and disclosed segment information into three segments, which represent the Group's key business units. These key business units produce different products and provide distinct services, and they are managed separately due to differences in technology and marketing strategies. The Group operates within a single geographic area, which is Thailand, as follows.

- Segment 1 Manufacture and sell tap water
- Segment 2 Production and distribution of plastic pellets
- Segment 3 Others

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Segment information about the Group's business is as follows:-

(Units : Thousand Baht)

| <u>Consolidated financial statements</u> | | | | | | | | |
|--|------------------|-------------|------------------|-------------|-------------|-------------|-------------|-------------|
| <u>For the year ended December 31,</u> | | | | | | | | |
| | Produce and sell | | Produce and sell | | Eliminate | | Total | |
| | tap water | | plastic pellets | | | | | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| Local revenues from sales | 98,303 | 82,479 | - | 1,346 | (6,012) | - | 92,291 | 83,825 |
| Export revenues from sales | - | - | 175,997 | 234,252 | - | - | 175,997 | 234,252 |
| Total | 98,303 | 82,479 | 175,997 | 235,598 | (6,012) | - | 268,288 | 318,077 |
| Cost of sales | (79,900) | (65,797) | (87,788) | (119,330) | 11,206 | 3,686 | (156,482) | (181,441) |
| Gross profit by segment | 18,403 | 16,682 | 88,209 | 116,268 | 5,194 | 3,686 | 111,806 | 136,636 |
| Other incomes | | | | | | | 6,262 | 5,358 |
| Non-allocation expenses | | | | | | | (33,177) | (61,888) |
| Profit from operating activities | | | | | | | 84,891 | 80,106 |
| Finance costs | | | | | | | (20,578) | (22,416) |
| Profit before income tax | | | | | | | 64,313 | 57,690 |
| Income tax expenses | | | | | | | (689) | (977) |
| Profit for the period | | | | | | | 63,624 | 56,713 |
| As at December 31, | | | | | | | | |
| Fixed assets of business sector | | | | | | | 1,342,162 | 1,211,412 |
| Other assets | | | | | | | 532,736 | 559,345 |
| Total assets | | | | | | | 1,874,898 | 1,770,757 |
| Revenue recognition | | | | | | | | |
| Point in time | 98,303 | 82,479 | 175,997 | 235,598 | (6,012) | - | 268,288 | 318,077 |
| Over time | - | - | - | - | - | - | - | - |
| Total Revenues | 98,303 | 82,479 | 175,997 | 235,598 | (6,012) | - | 268,288 | 318,077 |

For the year ended December 31, 2024 and 2023, the Group has on major customer whose sale amount higher than 10% of the revenues from 4 customers for both years. The amount of sales is amount of Baht 234.27 million and Baht 242.58 million respectively.

31. Financial instruments

Financial risk management objectives and policies

The Group's financial instruments principally comprise cash and cash equivalents, trade and other receivables, short-term loans, long-term loans, trade and other payables, other financial assets and liabilities. The Group's financial risks associated with these financial instruments and how the Company managed is described below.

31.1 Credit risk

The Group is exposed to credit risk primarily with respect to trade accounts receivable, loans, deposits with banks and other financial instruments. The maximum exposure to credit risk is limited to the carrying amounts as stated in the statement of financial position.

- Trade and other current receivables

The Group manages the risks by adopting appropriate credit control policies including credit limit approval, financial position analysis of customers or counterparties and collection management. Therefore, the Group does not expect any material financial losses from credit risk. The Group's does not anticipate any credit risk since it has a large and diverse customer base. However, the Group expect no risk of debt repayment from receivables from related companies due to the debtor has arrears in normal credit term, financial liquidity and ability to pay debts.

An impairment analysis is performed at each reporting date to measure expected credit losses for groups of receivables with similar credit risk characteristics, with the rate of provision for expected credit losses used in the calculation based on age of the outstanding receivables for each group. The calculation reflects the reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. Generally, trade and other current receivables are written-off in accordance with the Group's policy, when appropriate.

- Deposits and other financial instruments with financial institutions

The Group manages the credit risks regarding deposits and other financial instruments with financial institutions by controlling in place to create an acceptable balance between the cost of risks and the cost of risk management. The credit risk on deposits and financial instrument with financial institutions are limited because the counterparties are banks with high credit-ratings.

31.2 Foreign currency risk

The Group is exposed to foreign currency risk mainly in respect of purchase and sales of goods, which are denominated in foreign currencies. The Group will consider to enter into forward exchange contracts to manage the risk as appropriate.

As at December 31, 2024 and 2023, the balances of financial assets and liabilities denominated in foreign currencies are as follows :-

| <u>Consolidated financial statements</u> | | | | | | |
|--|-------------------------|-------------|------------------------------|-------------|----------------------------------|-------------|
| <u>Foreign currency</u> | <u>Financial assets</u> | | <u>Financial liabilities</u> | | <u>Average exchange rate</u> | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| | (Thousand) | (Thousand) | (Thousand) | (Thousand) | (Baht : 1 foreign currency unit) | |
| USD | 2,155 | 2,794 | - | - | 33.8296 | 34.0590 |
| EUR | 124 | 124 | - | - | 34.9961 | 37.5637 |
| CNY | 160 | 1,084 | - | - | 4.5996 | 4.7395 |
| VND | 10 | 10 | - | - | 0.0013 | 0.0014 |
| JPY | 1 | 1 | - | - | 0.2121 | 0.2388 |

| <u>Separate financial statement</u> | | | | | | |
|-------------------------------------|-------------------------|-------------|------------------------------|-------------|----------------------------------|-------------|
| <u>Foreign currency</u> | <u>Financial assets</u> | | <u>Financial liabilities</u> | | <u>Average exchange rate</u> | |
| | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> | <u>2024</u> | <u>2023</u> |
| | (Thousand) | (Thousand) | (Thousand) | (Thousand) | (Baht : 1 foreign currency unit) | |
| EUR | 124 | 124 | - | - | 34.9961 | 37.5637 |
| VND | 10 | 10 | - | - | 0.0013 | 0.0014 |
| JPY | 1 | 1 | - | - | 0.2121 | 0.2388 |

Analysis of the impact of changes in exchange rates

The following tables demonstrate the sensitivity of the Group's profit before tax to a reasonably possible change in USD, EUR and CNY exchange rates, with all other variables held constant. The impact on the Group's profit before tax is due to changes in the fair value of monetary assets and liabilities including derivatives contracts that do not qualify as hedge accounting as at December 31, 2024 and 2023 are as follow :-

| | | <u>2024</u> | |
|----------|-------------------|---|-------------------------------------|
| | | Effect on profit or loss before tax | |
| | | increase (decrease) | |
| Currency | Increase/Decrease | <u>Consolidated financial statement</u> | <u>Separate financial statement</u> |
| | (%) | (Thousand) | (Thousand) |
| USD | +4.00 | 3,155 | - |
| | -4.00 | (3,155) | - |
| EUR | +9.00 | 394 | 394 |
| | -9.00 | (394) | (394) |
| CNY | +7.00 | 49 | - |
| | -7.00 | (49) | - |

| | | <u>2023</u> | |
|----------|-------------------|---|-------------------------------------|
| | | Effect on profit or loss before tax | |
| | | increase (decrease) | |
| Currency | Increase/Decrease | <u>Consolidated financial statement</u> | <u>Separate financial statement</u> |
| | (%) | (Thousand Baht) | (Thousand Baht) |
| USD | +2.00 | 2,077 | - |
| | -2.00 | (2,077) | - |
| EUR | +1.00 | 7 | 7 |
| | -1.00 | (7) | (7) |
| CNY | +4.00 | 192 | - |
| | -4.00 | (192) | - |

31.3 Risk on interest rate

The Group's exposure to interest rate risk relates primarily to their cash at banks, short-term and long-term loans from financial institutions, short-term and long-term loans from related parties and lease liabilities. Most of the Group's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate. Risk on interest rate have low credit risk.

As at December 31, 2024 and 2023, the significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date (if this occurs before the maturity date) are as follow:-

(Unit : Thousand Baht)

| <u>Consolidated financial statement</u> | | | | | | | |
|---|---------------------|---------|-----------|----------|----------|---------|-------------|
| <u>2024</u> | | | | | | | |
| | Fixed interest rate | | | Floating | Non | Total | Effective |
| | Within | 1 to 5 | More than | interest | interest | | interest |
| | 1 year | years | 5 years | bearing | bearing | | rate |
| | (per annum) | | | | | | |
| <u>Financial assets</u> | | | | | | | |
| Cash and cash equivalent items | - | - | - | 39,804 | 844 | 40,648 | 0.40%-1.50% |
| Trade and other current receivable | - | - | - | - | 86,352 | 86,352 | - |
| Other non-current financial assets | - | - | - | - | 628 | 628 | - |
| | - | - | - | 39,804 | 87,824 | 127,628 | |
| <u>Financial liabilities</u> | | | | | | | |
| Bank overdraft and short-term loans from | | | | | | | |
| financial institutions | 45,000 | - | - | 56,653 | - | 101,653 | 3.99%-7.50% |
| Trade and other current payables | - | - | - | - | 33,248 | 33,248 | - |
| Short-term loans from related person | 32,632 | - | - | - | - | 32,632 | 1.00% |
| Long-term loans from financial institutions | 30,669 | 134,498 | 23,514 | - | - | 188,681 | 6.93%-7.15% |
| Lease liabilities | 2,549 | 6,418 | - | - | - | 8,967 | 4.47% |
| | 110,850 | 140,916 | 23,514 | 56,653 | 33,248 | 365,181 | |

(Unit : Thousand Baht)

| <u>Consolidated financial statement</u> | | | | | | | |
|---|----------------------------|---------|-----------|----------|----------|---------|-------------|
| <u>2023</u> | | | | | | | |
| | <u>Fixed interest rate</u> | | | Floating | Non | Total | Effective |
| | Within | 1 to 5 | More than | interest | interest | | interest |
| | 1 year | years | 5 years | bearing | bearing | | rate |
| | (per annum) | | | | | | |
| <u>Financial assets</u> | | | | | | | |
| Cash and cash equivalent items | - | - | - | 46,039 | 562 | 46,601 | 0.50%-0.60% |
| Trade and other current receivable | - | - | - | - | 118,694 | 118,694 | - |
| Other non-current financial assets | - | - | - | - | 810 | 810 | - |
| | - | - | - | 46,039 | 120,066 | 166,105 | |
| <u>Financial liabilities</u> | | | | | | | |
| Bank overdraft and short-term loans from | | | | | | | |
| financial institutions | 45,000 | - | - | 12,375 | - | 57,375 | 6.27%-7.59% |
| Trade and other current payables | - | - | - | - | 36,828 | 36,828 | - |
| Short-term loans from related person | 2,600 | - | - | - | - | 2,600 | 5.89% |
| Long-term loans from financial institutions | 29,520 | 123,805 | 64,826 | - | - | 218,151 | 7.05%-7.27% |
| Lease liabilities | 2,398 | 8,917 | - | - | - | 11,315 | 4.47%-6.75% |
| | 79,518 | 132,722 | 64,826 | 12,375 | 36,828 | 326,269 | |

(Unit : Thoundsand Baht)

Separate financial statement2024

| | Fixed interest rate | | | Floating | Non | Total | Effective |
|--|---------------------|--------|-----------|----------|----------|---------|-----------|
| | Within | 1 to 5 | More than | interest | interest | | interest |
| | 1 year | years | 5 years | bearing | bearing | | rate |
| | (per annum) | | | | | | |
| <u>Financial assets</u> | | | | | | | |
| Cash and cash equivalent items | - | - | - | 995 | 151 | 1,146 | 0.40% |
| Trade and other current receivable | - | - | - | - | 46,758 | 46,758 | - |
| Short-term loans to related parties | 335,614 | - | - | - | - | 335,614 | 4.77% |
| | 335,614 | - | - | 995 | 46,909 | 383,518 | |
| <u>Financial liabilities</u> | | | | | | | |
| Bank overdraft and short-term loans from | | | | | | | |
| financial institutions | 45,000 | - | - | 19,976 | - | 64,976 | 6.15% |
| Trade and other current payables | - | - | - | - | 18,586 | 18,586 | - |
| Short-term loans from related person | 9,932 | - | - | - | - | 9,932 | 1.00% |
| Long-term loans from financial insitutions | 1,998 | - | - | - | - | 1,998 | 7.15% |
| Lease liabilities | 593 | 911 | - | - | - | 1,504 | 4.47% |
| | 57,523 | 911 | - | 19,976 | 18,586 | 96,996 | |

(Unit : Thoundsand Baht)

Separate financial statement2023

| | Fixed interest rate | | | Floating | Non | Total | Effective |
|---|---------------------|--------|-----------|----------|----------|---------|-------------|
| | Within | 1 to 5 | More than | interest | interest | | interest |
| | 1 year | years | 5 years | bearing | bearing | | rate |
| | (per annum) | | | | | | |
| <u>Financial assets</u> | | | | | | | |
| Cash and cash equivalent items | - | - | - | 1,213 | 173 | 1,386 | 0.50% |
| Trade and other current receivable | - | - | - | - | 28,579 | 28,579 | - |
| Short-term loans to related parties | 416,266 | - | - | - | - | 416,266 | 4.77%-5.89% |
| Other non-current financial assets | - | - | - | - | 810 | 810 | - |
| | 416,266 | - | - | 1,213 | 29,562 | 447,041 | |
| <u>Financial liabilities</u> | | | | | | | |
| Bank overdraft and short-term loans from | | | | | | | |
| financial institutions | 45,000 | - | - | 12,375 | - | 57,375 | 6.27%-7.59% |
| Trade and other current receivable | - | - | - | - | 23,545 | 23,545 | - |
| Long-term loans from financial institutions | 4,094 | 1,998 | - | - | - | 6,092 | 7.27% |
| Lease liabilities | 569 | 1,454 | - | - | - | 2,023 | 4.47% |
| | 49,663 | 3,452 | - | 12,375 | 23,545 | 89,035 | |

Analysis of the impact of changes in interest rates

The Group has no significant impact on profit before tax due to changes in interest rates on contingent financial assets and liabilities.

31.4 Liquidity risk

The Group monitors the risk of a shortage of liquidity by assessing the concentration of risk with respect to refinancing its debt and concluded it to be low. The Group has access to a sufficient variety of sources of funding.

Details of summarises the maturity profile of the Group's financial liabilities as at December 31, 2024 and 2023 based on estimated contractual undiscounted cash flows are as follows:-

(Unit : Thoundsand Baht)

| <u>Consolidated financial statement</u> | | | | | |
|---|-----------|------------------|-----------|--------------|---------|
| <u>2024</u> | | | | | |
| | On demand | Less than 1 year | 1-5 years | Over 5 years | Total |
| Non-derivatives | | | | | |
| Bank overdraft and short-term loans from financial institutions | - | 101,653 | - | - | 101,653 |
| Trade and other current payables | - | 33,248 | - | - | 33,248 |
| Short-term loans from related person | - | 32,632 | - | - | 32,632 |
| Long-term loans from financial institutions | - | 30,669 | 134,498 | 23,514 | 188,681 |
| Lease liabilities | - | 2,549 | 6,418 | - | 8,967 |
| Total non-derivatives | - | 200,751 | 140,916 | 23,514 | 365,181 |

(Unit : Thoundsand Baht)

| <u>Consolidated financial statement</u> | | | | | |
|---|-----------|------------------|-----------|--------------|---------|
| <u>2023</u> | | | | | |
| | On demand | Less than 1 year | 1-5 years | Over 5 years | Total |
| Non-derivatives | | | | | |
| Bank overdraft and short-term loans from financial institutions | - | 57,375 | - | - | 57,375 |
| Trade and other current payables | - | 36,828 | - | - | 36,828 |
| Short-term loans from related person | - | 2,600 | - | - | 2,600 |
| Long-term loans from financial institutions | - | 29,520 | 123,805 | 64,826 | 218,151 |
| Lease liabilities | - | 2,398 | 8,917 | - | 11,315 |
| Total non-derivatives | - | 128,721 | 132,722 | 64,826 | 326,269 |

(Unit : Thousand Baht)

Separate financial statement

| | <u>2024</u> | | | | |
|---|-------------|------------------|-----------|--------------|--------|
| | On demand | Less than 1 year | 1-5 years | Over 5 years | Total |
| Non-derivatives | | | | | |
| Bank overdraft and short-term loans from financial institutions | - | 64,976 | - | - | 64,976 |
| Trade and other current payables | - | 18,586 | - | - | 18,586 |
| Short-term loans from related person | - | 9,932 | - | - | 9,932 |
| Long-term loans from financial institutions | - | 1,998 | - | - | 1,998 |
| Lease liabilities | - | 593 | 911 | - | 1,504 |
| Total non-derivatives | - | 96,085 | 911 | - | 96,996 |

(Unit : Thousand Baht)

Separate financial statement

| | <u>2023</u> | | | | |
|---|-------------|------------------|-----------|--------------|--------|
| | On demand | Less than 1 year | 1-5 years | Over 5 years | Total |
| Non-derivatives | | | | | |
| Bank overdraft and short-term loans from financial institutions | - | 57,375 | - | - | 57,375 |
| Trade and other current payables | - | 23,545 | - | - | 23,545 |
| Long-term loans from financial institutions | - | 4,094 | 1,998 | - | 6,092 |
| Lease liabilities | - | 569 | 1,454 | - | 2,023 |
| Total non-derivatives | - | 85,583 | 3,452 | - | 89,035 |

31.5 Fair values of financial instruments

Since the majority of the financial instruments of the Group are short-term in nature and loans carry interest at rates close to the market interest rate, their fair value is not expected to be materially different from the amounts presented in the statements of financial position.

However, the financial assets and financial liabilities not measured the fair value in the statement of financial position are as follows :-

(Unit : Thousand Baht)

Consolidated financial statement

| <u>Financial liabilities</u> | <u>2024</u> | | <u>Fair value hierarchy</u> |
|---|------------------------|-------------------|-----------------------------|
| | <u>Carrying amount</u> | <u>Fair value</u> | |
| Long-term loans from financial institutions | 188,681 | 184,883 | Level 2 |

(Unit : Thousand Baht)

Consolidated financial statement

| <u>Financial liabilities</u> | <u>2023</u> | | <u>Fair value hierarchy</u> |
|---|------------------------|-------------------|-----------------------------|
| | <u>Carrying amount</u> | <u>Fair value</u> | |
| Long-term loans from financial institutions | 218,151 | 215,661 | Level 2 |

(Unit : Thousand Baht)

| <u>Separate financial statement</u> | | | |
|---|------------------------|-------------------|-------------------|
| <u>Financial liabilities</u> | <u>2024</u> | | <u>Fair value</u> |
| | <u>Carrying amount</u> | <u>Fair value</u> | <u>hierarchy</u> |
| Long-term loans from financial institutions | 1,998 | 1,998 | Level 2 |

(Unit : Thousand Baht)

| <u>Separate financial statement</u> | | | |
|---|------------------------|-------------------|-------------------|
| <u>Financial liabilities</u> | <u>2023</u> | | <u>Fair value</u> |
| | <u>Carrying amount</u> | <u>Fair value</u> | <u>hierarchy</u> |
| Long-term loans from financial institutions | 6,092 | 6,092 | Level 2 |

32. Fair value measurement

As of December 31, 2024 and 2023, the Group had the assets which disclosed fair value using different levels of inputs as follows: -

(Unit : Million Baht)

| | <u>Consolidated/Separate financial statements</u> | | | | | | | |
|--|---|----------------|----------------|--------------|----------------|----------------|----------------|--------------|
| | <u>2024</u> | | | | <u>2023</u> | | | |
| | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u> | <u>Level 1</u> | <u>Level 2</u> | <u>Level 3</u> | <u>Total</u> |
| <u>Assets for which fair value are disclosed</u> | | | | | | | | |
| Other non-current financial assets (Note 12) | - | - | 0.63 | 0.63 | - | - | 0.81 | 0.81 |
| Investment properties (Note 14) | - | - | 60.73 | 60.73 | - | - | 60.73 | 60.73 |

33. Disclosure of material information about the contract**Water Purchase Agreement at Phan Thong Nong Kakha Distribution Water Station**

| Contract details | Phan Thong water distribution station | Nong Kakha distribution station |
|---|---|---|
| Contract number | Phor Gor Mor.9/2563 | Phor Gor Mor.8/2563 |
| Contract date | June 25, 2020 | June 25, 2020 |
| Counterparties | Provincial Waterworks Authority | |
| Contract period | The contract is effective for 10 years from the date of delivery of tap water according to the contract. by counting such days as the starting date or from the date that the delivery of tap water must be commenced as agreed upon by counting such days as the starting date or until the limit for purchasing tap water from the seller has been used up, whichever happens before. | |
| The limit for purchasing tap water | Baht 520.34 million | Baht 521.22 million |
| Minimum amount of water to deliver | 12,000 - 14,400 cubic meters/day but not more than 15,600 - 18,720 cubic meters/day | 14,400 - 16,800 cubic meters/day but not more than 18,720 - 21,840 cubic meters/day |
| Water delivery schedule | on the day following the expiration date of 90 days from the date of signing the purchase agreement onwards. | |
| Water delivery due date | September 24, 2030 | September 24, 2030 |
| Amount for purchasing tap water as at December 31, 2024 | Baht 122.08 million | Baht 135.75 million |
| The balance of limit for purchasing tap water | Baht 398.26 million | Baht 385.47 million |

34. Obligations and contingent liabilities

34.1 Obligation of credit lines from financial institutions:

| <u>Consolidated financial statements</u> | | | | | | | |
|---|------------------|-------------|----------|-----------|-------------|----------|-----------|
| | Currency | <u>2024</u> | | | <u>2023</u> | | |
| | (Unit : Million) | Total | Utilized | Available | Total | Utilized | Available |
| Letters of guarantee | Baht | 23.66 | 7.93 | 15.73 | 23.66 | 7.93 | 15.73 |
| Bank overdrafts | Baht | 20.00 | 19.98 | 0.02 | 20.00 | 12.38 | 7.62 |
| Short-term loans | Baht | 95.00 | 81.67 | 13.33 | 95.00 | 45.00 | 50.00 |
| Long-term loans from financial institutions | Baht | 262.21 | 262.21 | - | 262.21 | 262.21 | - |
| Forward foreign exchange contract | Baht | 0.84 | - | 0.84 | 0.84 | - | 0.84 |
| Fleet Card | Baht | 0.78 | 0.01 | 0.77 | 0.78 | 0.01 | 0.77 |
| Guaranteed limit | (1) Baht | 8.00 | 8.00 | - | 8.00 | 8.00 | - |

| | | <u>Separate financial statements</u> | | | | | |
|---|------------------|--------------------------------------|-----------------|------------------|--------------|-----------------|------------------|
| | | <u>Currency</u> | <u>2024</u> | | | <u>2023</u> | |
| | (Unit : Million) | <u>Total</u> | <u>Utilized</u> | <u>Available</u> | <u>Total</u> | <u>Utilized</u> | <u>Available</u> |
| Letters of guarantee | Baht | 15.00 | 2.07 | 12.93 | 15.00 | 2.07 | 12.93 |
| Bank overdrafts | Baht | 20.00 | 19.98 | 0.02 | 20.00 | 12.38 | 7.62 |
| Short-term loans | Baht | 45.00 | 45.00 | - | 45.00 | 45.00 | - |
| Long-term loans from financial institutions | Baht | 12.21 | 12.21 | - | 12.21 | 12.21 | - |
| Forward foreign exchange contract | Baht | 0.84 | - | 0.84 | 0.84 | - | 0.84 |
| Fleet Card | Baht | 0.78 | 0.01 | 0.77 | 0.78 | 0.01 | 0.77 |
| Guaranteed limit | (1) Baht | 8.00 | 8.00 | - | 8.00 | 8.00 | - |

The above credit facilities are guaranteed by the collaterals as mentioned in the note to financial statements No. 14, 15 and 16.

- (1) According to the consolidated financial statements and separate financial statements, the Company has guaranteed overdrafts and loans for a former related company in the amount of Baht 8.00 million for both periods as call “Guaranteed limit”. However, the Company was being sued as a guarantor for guaranteed limit as mentioned in the note to financial statements No.36.3

34.2 Obligation of convertible Debentures

| | | <u>Consolidated/Separate financial statements</u> | | | | | |
|-----------|------------------|---|--------------------------|------------------|--------------|--------------------------|------------------|
| | | <u>Currency</u> | <u>December 31, 2024</u> | | | <u>December 31, 2023</u> | |
| | (Unit : Million) | <u>Total</u> | <u>Utilized</u> | <u>Available</u> | <u>Total</u> | <u>Utilized</u> | <u>Available</u> |
| Tranche 1 | Baht | 300.00 | 300.00 | - | 300.00 | 300.00 | - |
| Tranche 2 | Baht | 300.00 | 210.00 | 90.00 | 300.00 | 210.00 | 90.00 |
| Tranche 3 | Baht | 400.00 | - | 400.00 | 400.00 | - | 400.00 |
| Total | | 1,000.00 | 510.00 | 490.00 | 1,000.00 | 510.00 | 490.00 |

For the year ended December 31, 2024 there were no movements of convertible debentures and convertible options.

On April 7, 2022, the General Shareholder’s Meeting in 2022 of the Company passed a resolution to approve on issuance which total offering amount of not exceeding Baht 1,000 million and offering of the convertible debentures on a private placement basis to Advance Opportunities Fund (“AO Fund”) and Advance Opportunities Fund I (“AO Fund I”), which is not related persons with the Company with terms and conditions below:

| | |
|--|---|
| Type of convertible debentures | -Senior Unsecured Convertible Debentures (“Convertible Debentures”) |
| Currency | -THB |
| Total principal amount | -Not exceeding Baht 1,000 million as it can be broken down to 3 Tranche as below; <ol style="list-style-type: none"> (1) Tranche 1 not exceeding Baht 300 million which is divided in to 20 sets and Baht 15 million per set. (2) Tranche 2 not exceeding Baht 300 million which is divided in to 20 sets and Baht 15 million per set. (3) Tranche 3 not exceeding Baht 400 million which is divided in to 20 sets and Baht 20 million per set. |
| Conditions for issuing convertible debentures | -The Company will gradually issue the convertible debentures following by Tranche according to the demand for spending money of the Company. The issuance of convertible debentures is subject to the completion of condition precedent which is approval of The Securities and Exchange Commission and other related regulator. However, the timeframe of the issuance of convertible debentures is within 3 year after shareholder’s meeting approved the issuance. In case the convertible debentures are not completely issued within 3 year, the Company may request approval from shareholder meeting to issue the remaining convertible debenture. |
| Interest rate | 0.50 percent per annum, interest payment on a 6 month basis (June and December). |
| Maturity period | 3 years after the issuance of each Tranche. |
| Principal repayment condition | Repay in lump sum after each due of specific Tranche according to the terms and conditions of each convertible debenture Tranche. Convertible debentures are valid for 3 years after the issuance of each Tranche. |
| The right to redeem the convertible debentures before due date | -The holders of the convertible debentures may or may not have the rights to redeem the convertible debentures before due date and/or the Company may or may not have the rights to redeem the convertible debentures before due date either. The redemption of the convertible debentures has to be in accordance with the terms and conditions of the convertible debentures to be issued each time by following the law, regulations or related announcements including requesting permission from any relevant government agency. |
| Conversion ratio | -Principle amount of the convertible debentures divided by the conversion price. |
| Conversion price | -Not lower than 90 percent of market price which does not in the case the price is lower than the offering price offered pursuant to the Notification No. Tor Chor. 72/2558 The market price shall be calculated based on the weighted average price of the Company’s shares trading on the Stock Exchange of Thailand. Not less than 7 consecutive business days but not more than 15 consecutive business days (Floating Conversion Price) However, if the conversion price calculated above is lower than the par value of the Company's shares. The company must issue additional compensation shares for the calculation of all shares issued at par value is based on the conversion price. |

| | |
|--|---|
| Conversion period | -The holder of each convertible debentures Tranche may exercise their rights of conversion of the convertible debentures every day after the issuance of convertible debentures until the close of business on the date falling 1 week prior to the maturity date of the Convertible Debentures. |
| Number of ordinary shares reserved for conversion | <p><u>-In the case of exercising the right to convert the whole amount of the warrants</u></p> <p>363,363,801 shares representing 18.18 percent of the total issued shares of the Company after registering the paid - up capital which are based on the assumption that the convertible debentures shall be entirely exercisedand fully exercise of warrant.</p> <p><u>-In the case of not exercising the right to convert the whole amount of the warrants</u></p> <p>363,363,801 shares representing 18.18 percent of the total issued shares of the Company after registering the paid-up capital which are based on the assumption that the convertible debentures shall be entirely exercisedand fully exercise of warrant.</p> <p><u>-Note</u></p> <p>The number of shares allocated to support the convertible bonds offered for sale at this time is 363,363,801 shares, and the number of shares allocated to support the warrants is 251,382,989 shares, sum of shares allocated to support the convertible bonds and warrants. totaling 614,746,790 shares, representing 44.43 percent of the total issued shares of the Company at present or prior registering the paid-up capital of the Company's paid-up capital which are based on the assumption that the convertible debentures shall be entirely exercisedand fully exercise of warrant.</p> |
| Secondary market for ordinary shares issued after conversion | -The Company shall arrange to list the ordinary shares issued after the conversion of the Convertible Debentures on the Stock Exchange of Thailand (SET) or other stock exchange where the shares of the Company is a listed security at that time. |
| Other Information | -The details stated above are a summary of the terms and conditions of the preliminary convertible debentures. This is subject to change, further details will be stated in the terms and conditions for the convertible bonds. |

Presentation and disclosure of Financial Instruments is determined at the date of initial recognised. The entity classifies financial instrument or components of financial instrument based on substance and definitions of financial liability and equity instrument.

Such convertible debentures have floating conversion price and the number of shares arising from the conversion depends on the future market price (Fixed - for - variable convertible debentures). Consequently, the convertible options are classified as a financial liability.

The convertible debentures are presented at amortised cost until the conversion or maturity of the debentures. The convertible options are presented at fair value through profit or loss until there is an exercise of conversion right to ordinary shares. Expenses for issuance debentures were deducted from convertible debentures and amortised over the life of the convertible debentures.

34.3 The Group entered remaining binding value as follows :-

(Unit : Thousand Baht)

| <u>Consolidated financial statement</u> | | | | | | | | |
|--|---------------|-----------|---------|-------|-------------|-----------|---------|-------|
| <u>Remaining binding contractual value</u> | | | | | | | | |
| | <u>2024</u> | | | | <u>2023</u> | | | |
| | Within 1 year | 2-5 years | 5 years | Total | Within 1 | 2-5 years | 5 years | Total |
| | | | onwards | | year | | onwards | |
| lease contracts - lessee | 1,980 | 1,730 | - | 3,710 | 1,980 | 3,710 | - | 5,690 |
| lease contracts - lessor | 1,200 | - | - | 1,200 | 3,600 | - | - | 3,600 |

(Unit : Thousand Baht)

| <u>Separate financial statement</u> | | | | | | | | |
|--|-------------|-----------|---------|-------|-------------|-------|---------|-------|
| <u>Remaining binding contractual value</u> | | | | | | | | |
| | <u>2024</u> | | | | <u>2023</u> | | | |
| | Within 1 | 2-5 years | 5 years | Total | Within 1 | 2-5 | 5 years | Total |
| | year | | onwards | | year | years | onwards | |
| lease contracts - lessee | 1,980 | 1,730 | - | 3,710 | 1,980 | 3,710 | - | 5,690 |

34.4 Letter of guaranteed

As at December 31, 2024 and 2023, the Group has commitments in respect of letters of guarantee issued by financial institutions as collateral for its performance in amount of Baht 7.27 million for both years, which guarantee the performance according to the contract with government agency Baht 5.20 million for both years.

As at December 31, 2024 and 2023, the Group has commitments in respect of letters of guarantee issued by financial institutions as collateral for electricity guarantee in amount of Baht 0.66 million for both years, which without collateral.

As at December 31, 2024, and 2023, the Company has commitment in respect of letters of guarantee issued by financial institutions as collateral for its performance in amount of Baht 2.07 million for both years. The credit line shared with a former subsidiary company, which without collateral.

35. Promotional privileges

The Group was granted investment promotional certificates. It obtained benefits and privileges under sections 25, 26, 28, 31 paragraph 1, 31 paragraph 2, 31 paragraph 3, 31 paragraph 4, 34, 36(1), 36(2) and 37 of the Investment Promotion Act B.E. 2520 from the Board of Investment. The privileges so granted the import tariff of machinery and it also granted included exemption of corporate income tax on net profits from investment of promotional activities not exceed 100 percent of total investment of the project excluded the value of land and working capital for 3-8 years commencing from the first day when the Group starts to earn income from the operation of promotional operation as follows :-

The subsidiary company

| <u>No.</u> | <u>Certificate No.</u> | <u>Date</u> | <u>Type of promotional activities</u> | <u>The first date</u> | <u>The expiry date</u> |
|------------|------------------------|-------------------|---------------------------------------|-----------------------|------------------------|
| 1. | 2536(5)/2554 | December 28, 2011 | Recycled plastic production | December 6, 2018 | December 5, 2026 |

For the year ended December 31, 2024 and 2023, the Group has details of the operating results of the promoted businesses and without promoted business in the financial statements was follows :-

(Unit : Thousand Baht)

Consolidated financial statement

December 31, 2024

| | <u>Activities with Investment</u> | <u>Activities without Investment</u> | |
|-----------------------------------|-----------------------------------|--------------------------------------|--------------|
| | <u>Promotional benefits</u> | <u>Promotional benefits</u> | <u>Total</u> |
| Revenue from sales | 175,997 | 92,291 | 268,288 |
| Cost of sales | (87,788) | (68,694) | (156,482) |
| Gross profit | 88,209 | 23,597 | 111,806 |
| Other income | 92 | 6,170 | 6,262 |
| Selling and distribution expenses | (1,289) | (130) | (1,419) |
| Administrative expenses | (2,312) | (29,446) | (31,758) |
| Profit from operating activities | 84,700 | 191 | 84,891 |
| Finance cost | (797) | (19,781) | (20,578) |
| Profit (loss) before income tax | 83,903 | (19,590) | 64,313 |
| Income tax expenses | - | (689) | (689) |
| Profit (loss) for the year | 83,903 | (20,279) | 63,624 |

(Unit : Thousand Baht)

Consolidated financial statementDecember 31, 2023

| | <u>Activities with Investment</u> | <u>Activities without Investment</u> | |
|---|-----------------------------------|--------------------------------------|--------------|
| | <u>Promotional benefits</u> | <u>Promotional benefits</u> | <u>Total</u> |
| Revenue from sales | 234,252 | 83,825 | 318,077 |
| Cost of sales | (118,128) | (63,313) | (181,441) |
| Gross profit | 116,124 | 20,512 | 136,636 |
| Other income | 1,253 | 4,105 | 5,358 |
| Selling and distribution expenses | (2,805) | (420) | (3,225) |
| Administrative expenses | (2,272) | (56,391) | (58,663) |
| Profit (loss) from operating activities | 112,300 | (32,194) | 80,106 |
| Finance cost | (561) | (21,855) | (22,416) |
| Profit (loss) before income tax | 111,739 | (54,049) | 57,690 |
| Income tax expenses | - | (977) | (977) |
| Profit (loss) for the year | 111,739 | (55,026) | 56,713 |

36. Litigation

36.1 In April 2023, the Company as plaintiff has ordered the civil case to Thanyaburi Provincial Court with a other company for suing for repayment from a breach of the property agreement cause the property has damaged, totally amount of Baht 15.04 million.

Subsequently, on October 31, 2023, the Court of First Instance ordered the defendant to pay the damages of Baht 0.07 million with the default interest rate at 5.00% per annum from the date of filing the lawsuit until the payment was completed. The Company appealed the Civil Court's judgment to the Court of Appeal. Subsequently, the Court of Appeal upheld the Civil court's decision. Currently, the Company is considering submitting a petition to appeal with the Supreme Court. However, the Company considers that filing an appeal with the Supreme Court entails high costs that are not justified by the associated expenses. Therefore, it has determined that it is preferable to discontinue the request for permission to file an appeal.

36.2 In February 2023, the Company was sued in a lawsuit regarding breach of hire of work agreement and demanded compensation totalling amount of Baht 6.30 million plus default interest amount of Baht 1.21 million with bearing interest rate at 7.50% per annum, totaling amount of Baht 7.51 million. Subsequently, the Court made an appointment for witness hearing from prosecution and defendant on August 10, 2023.

Subsequently, on October 31, 2023, the Court of First Instance ordered the Company to pay for breach of hire of work agreement and demanded compensation totalling amount of Baht 6.30 million plus default interest rate 7.51% per annum from July 25, 2020, to April 10, 2021 and the interest rate at 5.00% per annum from 11 April 2021 onwards until fully paid. The Company disagree with the judgment of the Civil Court. Currently, the Company is preparing to appeal to the Court of Appeal.

However, the Company has recognized provisions in the consolidated financial statements and separate financial statements amount of Baht 6.30 million and default interest amount of Baht 1.64 million .

36.3 In February 2023, the Company received a notice to repay debt from a financial institution as a guarantor. Which later, in August 2023, the Company was sued in a lawsuit regarding debt collateral as a guarantor for an overdraft contract with a credit limit of Baht 5.00 million and a contract guarantee amount of Baht 3.00 million (defendant no. 4) with a former relate company (defendant no. 1) to a financial institution. If the first defendant does not pay the debt to financial institution. The Company, as the guarantor (defendant no. 4), has burden of contingent liability instead amount of Baht 8.85 million plus default interest rate at 10.02% per annum of the principal amount of Baht 8.04 million, as the guarantor (defendant no. 4), from the date of filing the lawsuit until fully paid. However, the defendant no.1 has land with structure mortgaged with the Plaintiff, which serves as collateral on Loan defendant no.1, made on the date of overdraft contract and guarantee contract for the aforementioned loan.

Currently, the Company is in the process of submitting a statement of litigation. The management has used its discretion in evaluating the outcome of the lawsuit filed and believes that there will be no significant compensation, thus the provision of liabilities has not been recorded at the end of the reporting period.

36.4 In October 2024, the Company filed a civil lawsuit with the Thanyaburi Provincial Court against a former susidary company (defendant no. 1) and an unrelated person (defendant no. 2) to demanded compensation for breach of promissory note agreements due to non-payment of debt under the promissory note. The principal amount of Baht 14.84 million, with accrued interest at a rate of 6.84% per annum, totaling amount of Baht 2.82 million, bringing the total claim to Baht 17.66 million. The case is currently scheduled for a preliminary hearing and witness examination on March 11, 2025.

36.5 In July 2024, a subsidiary company was sued in a criminal case related to the payment of goods, with a claim amount of Baht 2.88 million, filed with the Phrakhanong Criminal Court down. The case is currently scheduled for a preliminary hearing and witness examination on May 20-21, 2025. The management has used its discretion in evaluating the outcome of the lawsuit filed and believes that there will be no significant compensation, thus the provision of liabilities has not been recorded at the end of the reporting period.

36.6 In June 2024, a subsidiary was sued in a civil case regarding a breach of payment contract by another company as the contractor (defendant no 2). The lawsuit alleges involvement in a breach of contract, with a claim amount of Baht 2.68 million, plus default interest of Baht 0.49 million with interest at a rate of 5% per annum, totaling principal and interest of Baht 3.17 million. Currently, the plaintiff and defendant are undergoing joint mediation proceedings in the Civil Court. The management has used its discretion in evaluating the outcome of the lawsuit filed and believes that there will be no significant compensation, thus the provision of liabilities has not been recorded at the end of the reporting period.

36.7 In February 2025, a subsidiary filed a civil lawsuit with the Thonburi Civil Court against a company to claim damages for substandard products, which resulted in the subsidiary being fined from Provincial Waterworks Authority amount of Baht 1.21 million. The lawsuit also seeks damages for the payment of outstanding debts related to the products, amounting of Baht 2.88 million, along with damages for reputational harm amounting of Baht 3.00 million, totaling a principal amount of Baht 7.09 million, with accrued interest at a rate of 5.00% per annum. The case is currently scheduled for a preliminary hearing and witness examination on April 28, 2025.

37. Events after the reporting period

According to the Board of Director's meeting No. 1/2025, held on February 26, 2025, has proposed a resolution to the minute of General Meeting of Shareholders are follow as :-

- Resolved to approve to decrease of the Company registered authorized share capital in amount of Baht 21.81 million from the existing registered capital in amount of Baht 476.52 million to the new registered capital in amount of Baht 454.71 million, with par value at 0.25 Baht per share, and amend the memorandum of association to be consistent with the reduction of the Company's registered capital.
- Resolved to approve to increase of the Company registered authorized share capital in amount of Baht 272.83 million from the existing registered capital in amount of Baht 454.71 million to the new registered capital in amount of Baht 727.54 million, by issuing additional common shares in the amount of 1,091.31 million shares, with par value at 0.25 Baht per share, and amend the memorandum of association to be consistent with the reduction of the Company's registered capital.
- Resolved to approve of the issuance of UREKA W-3 warrants in an amount not exceeding 545.66 million shares to be allocated to the Company's existing shareholders.
- Resolved to approve to the allocation of ordinary shares.

38. Approval of financial statements

These financial statements have been approved for issuance by the Eureka Design Public Company Limited and subsidiaries's board of directors on February 26, 2025.
