

HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

**REVIEW REPORT AND INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

INDEPENDENT AUDITOR’S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of
Harn Engineering Solutions Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Harn Engineering Solutions Public Company Limited and its subsidiaries as at March 31, 2021 and the related consolidated statement of comprehensive income, changes in shareholders’ equity and cash flows for the three-month period then ended and the condensed consolidated notes to financial statements and have reviewed the separate financial information of Harn Engineering Solutions Public Company Limited as well. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

SCOPE OF REVIEW

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

CONCLUSION

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”.

(Mr. Thanawut Piboonsawat)
Certified Public Accountant
Registration No. 6699

Dharmniti Auditing Company Limited
Bangkok, Thailand
May 14, 2021

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

		<u>ASSETS</u>			
		Baht			
		Consolidated financial statements		Separate financial statements	
		As at March	As at December	As at March	As at December
Note		31, 2021	31, 2020	31, 2021	31, 2020
CURRENT ASSETS					
	Cash and cash equivalents	335,838,540	306,074,340	330,314,790	299,318,282
	Trade and other current receivables	274,100,105	250,986,608	271,242,862	250,372,389
	Current contract assets	14,402,174	12,797,613	13,321,719	12,054,033
	Short-term loans to related subsidiary	-	-	-	5,973,480
	Inventories	277,759,327	257,851,968	273,138,341	254,155,366
	Other current financial assets	7,828,384	6,957,944	7,828,384	6,957,944
	Other current assets	329,186	399,582	231,177	342,083
	TOTAL CURRENT ASSETS	910,257,716	835,068,055	896,077,273	829,173,577
NON-CURRENT ASSETS					
	Investment in subsidiaries	-	-	2,357,444	2,357,444
	Trade and other non-current receivables	9,816,950	11,251,986	9,816,950	11,251,986
	Long-term loans to subsidiary	-	-	6,234,700	-
	Investment property	154,431,391	154,591,332	154,431,391	154,591,332
	Property, plant and equipment	129,350,337	129,528,171	129,237,666	129,411,048
	Right-of-use assets	102,196,112	104,968,304	102,196,112	104,968,304
	Goodwill	334,672,061	334,672,061	334,672,061	334,672,061
	Customer relationship	36,916,387	40,332,654	36,916,387	40,332,654
	Intangible assets	16,998,438	18,015,510	16,998,438	18,015,510
	Deferred tax assets	4,826,521	3,843,042	4,799,969	3,826,408
	Other non-current assets	28,142,769	25,186,460	28,064,769	25,186,460
	TOTAL NON-CURRENT ASSETS	817,350,966	822,389,520	823,368,443	824,613,207
	TOTAL ASSETS	1,727,608,682	1,657,457,575	1,719,445,716	1,653,786,784

Notes to the interim financial statements form an integral part of these interim financial statements

HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2021

LIABILITIES AND SHAREHOLDERS' EQUITY

		Baht				
		Consolidated financial statements		Separate financial statements		
		As at March	As at December	As at March	As at December	
Note		31, 2021	31, 2020	31, 2021	31, 2020	
CURRENT LIABILITIES						
	Trade and other current payables	15	209,990,693	167,659,996	204,176,156	164,045,038
	Current portion of lease liabilities	16	8,771,800	8,918,127	8,771,800	8,918,127
	Corporate income tax payable		16,670,340	11,101,390	16,670,340	11,096,112
	Other current provisions		2,054,135	1,750,320	2,054,135	1,750,320
	Other current liabilities		2,128,104	1,644,589	2,105,909	1,644,589
	TOTAL CURRENT LIABILITIES		239,615,072	191,074,422	233,778,340	187,454,186
NON-CURRENT LIABILITIES						
	Lease liabilities	4.4, 16	93,837,488	96,052,606	93,837,488	96,052,606
	Non-current provisions for employee benefit		27,788,110	27,765,012	27,662,418	27,684,826
	Other non-current liabilities		25,805,636	24,937,360	25,805,636	24,937,360
	TOTAL NON-CURRENT LIABILITIES		147,431,234	148,754,978	147,305,542	148,674,792
	TOTAL LIABILITIES		387,046,306	339,829,400	381,083,882	336,128,978

Notes to the interim financial statements form an integral part of these interim financial statements

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2021

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

		Baht			
		Consolidated financial statements		Separate financial statements	
		As at March	As at December	As at March	As at December
Note		31, 2021	31, 2020	31, 2021	31, 2020
SHAREHOLDERS' EQUITY					
Share capital					
Authorized share capital					
	584,500,000 ordinary shares of Baht 0.50 each	292,250,000	292,250,000	292,250,000	292,250,000
Issued and paid-up share capital					
	584,500,000 ordinary shares of Baht 0.50 each	292,250,000	292,250,000	292,250,000	292,250,000
	Share premium on ordinary shares	776,416,427	776,416,427	776,416,427	776,416,427
Retained earnings					
Appropriated					
	Legal reserve	29,225,000	29,225,000	29,225,000	29,225,000
	Unappropriated	242,666,963	219,584,380	242,827,851	219,766,379
	Other components of shareholders' equity	(520,907)	(453,897)	-	-
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF					
THE PARENT					
		1,340,037,483	1,317,021,910	1,340,719,278	1,317,657,806
	Non-controlling interest	524,893	606,265	-	-
TOTAL SHAREHOLDERS' EQUITY		1,340,562,376	1,317,628,175	1,340,719,278	1,317,657,806
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,727,608,682	1,657,457,575	1,721,803,160	1,653,786,784

Notes to the interim financial statements form an integral part of these interim financial statements

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Note	Baht			
		Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
Revenues					
Revenues from sales	4.5	233,626,851	275,525,078	230,740,560	273,815,827
Revenue from rendering of services		31,756,051	28,767,650	29,847,544	28,767,650
Other income	4.5	3,895,592	6,373,384	3,999,208	5,296,413
Total revenues		<u>269,278,494</u>	<u>310,666,112</u>	<u>264,587,312</u>	<u>307,879,890</u>
Expenses					
Cost of sales		153,281,902	178,848,582	150,676,904	177,770,587
Cost of rendering of services		27,134,741	25,522,103	25,861,980	25,522,103
Distribution cost		26,600,323	29,077,852	26,113,246	28,645,735
Administrative expenses	4.5	33,185,512	33,885,472	32,788,996	33,656,093
Total expenses		<u>240,202,478</u>	<u>267,334,009</u>	<u>235,441,126</u>	<u>265,594,518</u>
Profit from operating activities		29,076,016	43,332,103	29,146,186	42,285,372
Finance cost	4.5	440,255	27,721	440,255	27,721
Profit before income tax expenses		28,635,761	43,304,382	28,705,931	42,257,651
Income tax expenses		5,634,550	8,503,899	5,644,459	8,389,953
Profit for the period		<u>23,001,211</u>	<u>34,800,483</u>	<u>23,061,472</u>	<u>33,867,698</u>
Other comprehensive income					
Components of other comprehensive income that will be reclassified to profit or loss:					
Exchange differences on translating financial statement		(67,010)	(98,381)	-	-
		<u>(67,010)</u>	<u>(98,381)</u>	<u>-</u>	<u>-</u>
Other comprehensive income (expense) for the period, net of tax		(67,010)	(98,381)	-	-
Total comprehensive income for the period		<u>22,934,201</u>	<u>34,702,102</u>	<u>23,061,472</u>	<u>33,867,698</u>
Profit (loss) attributable to					
Owners of the parent		23,082,583	34,800,483	23,061,472	33,867,698
Non-controlling interest		(81,372)	-	-	-
		<u>23,001,211</u>	<u>34,800,483</u>	<u>23,061,472</u>	<u>33,867,698</u>
Total comprehensive income (expense) attributable to					
Owners of the parent		23,015,573	34,702,102	23,061,472	33,867,698
Non-controlling interest		(81,372)	-	-	-
		<u>22,934,201</u>	<u>34,702,102</u>	<u>23,061,472</u>	<u>33,867,698</u>
Basic earnings per share	18				
Profit attributable to owners of the parent		0.04	0.06	0.04	0.06
Weighted average number of ordinary shares (shares)		<u>584,500,000</u>	<u>584,500,000</u>	<u>584,500,000</u>	<u>584,500,000</u>

Notes to the interim financial statements form an integral part of these interim financial statements

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht								
	Consolidated financial statements								
	Equity attributable to owners of the parent					Total equity	Non-controlling	Total	
	Issued and	Premium on	Retained earnings		Other components	attributable to	interest	shareholders'	
	paid-up	ordinary shares	Appropriated	Unappropriated	of equity	owners		equity	
	share capital		legal reserve		Exchange differences	of the parent			
					on translating				
					financial				
					statements				
Note									
Beginning balance as at January 1, 2020	292,250,000	776,416,427	29,225,000	223,824,610	(53,664)	1,321,662,373	-	1,321,662,373	
Total comprehensive income for the period									
Profit for the period	-	-	-	34,800,483	-	34,800,483	-	34,800,483	
Other comprehensive income (expense)									
for the period	-	-	-	-	(98,381)	(98,381)	-	(98,381)	
Ending balance as at March 31, 2020	292,250,000	776,416,427	29,225,000	258,625,093	(152,045)	1,356,364,475	-	1,356,364,475	
Beginning balance as at January 1, 2021	292,250,000	776,416,427	29,225,000	219,584,380	(453,897)	1,317,021,910	606,265	1,317,628,175	
Total comprehensive income for the period									
Profit for the period	-	-	-	23,082,583	-	23,082,583	(81,372)	23,001,211	
Other comprehensive income (expense)									
for the period	-	-	-	-	(67,010)	(67,010)	-	(67,010)	
Ending balance as at March 31, 2021	292,250,000	776,416,427	29,225,000	242,666,963	(520,907)	1,340,037,483	524,893	1,340,562,376	

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

		Baht				
		Separate financial statements				
		Issued and	Premium on	Retained earnings		Total
		paid-up	ordinary shares	Appropriated	Unappropriated	shareholders'
Note	share capital			legal reserve		equity
	Beginning balance as at January 1, 2020	292,250,000	776,416,427	29,225,000	224,796,706	1,322,688,133
	Total comprehensive income for the period					
	Profit for the period	-	-	-	33,867,698	33,867,698
	Other comprehensive income for the period	-	-	-	-	-
	Ending balance as at March 31, 2020	<u>292,250,000</u>	<u>776,416,427</u>	<u>29,225,000</u>	<u>258,664,404</u>	<u>1,356,555,831</u>
	Beginning balance as at January 1, 2021	292,250,000	776,416,427	29,225,000	219,766,379	1,317,657,806
	Total comprehensive income for the period					
	Profit for the period	-	-	-	23,061,472	23,061,472
	Other comprehensive income for the period	-	-	-	-	-
	Ending balance as at March 31, 2021	<u>292,250,000</u>	<u>776,416,427</u>	<u>29,225,000</u>	<u>242,827,851</u>	<u>1,340,719,278</u>

Notes to the interim financial statements form an integral part of these interim financial statements

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Cash flows from operating activities				
Profit for the period	23,001,211	34,800,483	23,061,472	33,867,698
Adjustment to reconcile profit for the period to net cash provided by (used in) operating activities :				
Bad debt and expected credit losses (reversal)	167,576	47,377	165,055	41,091
Depreciation and amortization	6,765,899	4,418,545	6,759,481	4,415,906
Amortization of customer relationship	3,416,267	3,715,068	3,416,267	3,715,068
Loss on devaluation of inventories	336,078	1,000,856	336,078	1,000,856
(Gain) loss on disposals of equipment	22,949	36,683	22,949	36,683
Unrealized (gain) loss on exchange rate	(2,190,786)	(210,771)	(2,092,898)	(346,038)
Unrealized (gain) loss on revaluation of other current financial assets	(870,440)	1,752,498	(870,440)	1,752,498
Loss on impairment of equipments (reversal)	(50,654)	-	(50,654)	-
Interest income	(19,251)	(188,852)	(118,124)	(210,764)
Employee's benefit expenses	687,099	642,745	641,592	642,745
Finance cost	440,255	27,721	440,255	27,721
Income tax expense	5,634,550	8,503,899	5,644,459	8,389,953
Profit from operating before changes in operating assets and liabilities	37,340,753	54,546,252	37,355,492	53,333,417
(Increase) decrease in operating assets				
Trade and other current receivables	(21,842,164)	24,519,165	(19,870,139)	26,541,377
Current contract assets	(1,607,229)	(1,362,040)	(1,270,354)	(1,362,040)
Inventories	(21,177,708)	(7,594,700)	(20,253,324)	11,702,795
Other current assets	70,396	178,569	110,906	208,223
Other non-current assets	(2,956,309)	(874,794)	(2,878,309)	(874,794)

Notes to the interim financial statements form an integral part of these interim financial statements

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HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Increase (decrease) in operating liabilities				
Trade and other current payables	44,303,389	(9,777,228)	42,115,071	(21,061,850)
Other current provisions	303,815	185,518	303,815	185,518
Other current liabilities	483,515	331,668	461,320	331,668
Non-current provisions for employee benefit	(664,000)	-	(664,000)	-
Other non-current liabilities	868,276	(103,646)	868,276	(103,646)
Cash generated (paid) from operating	35,122,734	60,048,764	36,278,754	68,900,668
Income tax paid	(1,049,071)	(1,065,906)	(1,043,792)	(1,065,906)
Net cash provided by (used in) operating activities	34,073,663	58,982,858	35,234,962	67,834,762
Cash flows from investing activities				
Cash payments for short-term loans	-	-	-	(6,352,000)
Cash payments for purchases of equipment	(1,501,884)	(1,664,454)	(1,501,884)	(1,605,151)
Cash receipts from disposal of equipment	44,583	60,319	44,583	60,319
Cash payments for purchases of intangible assets	(373,500)	(17,436)	(373,500)	(17,436)
Interest received	-	2,382	394,047	2,382
Net cash provided by (used in) investing activities	(1,830,801)	(1,619,189)	(1,436,754)	(7,911,886)
Cash flows from financing activities				
Cash payments for lease liabilities	(2,801,700)	(256,230)	(2,801,700)	(256,230)
Net cash provided by (used in) financing activities	(2,801,700)	(256,230)	(2,801,700)	(256,230)

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Notes to the interim financial statements form an integral part of these interim financial statements

HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Net increase (decrease) in cash and cash equivalents	29,441,162	57,107,439	30,996,508	59,666,646
Cash and cash equivalents at beginning of period	306,074,340	127,099,721	299,318,282	120,123,681
Effect of translation adjustment on foreign currency financial statements	323,038	(22,609)	-	-
Cash and cash equivalents at end of period	335,838,540	184,184,551	330,314,790	179,790,327
Supplementaly disclosures of cash flows information :				
Non-Cash transaction				
Liabilities incurred from acquisition of equipment and intangible assets				
Liabilities incurred from acquisition of equipment and intangible assets - beginning of period				
	630,517	475,280	630,517	475,280
Inventories transferred to equipment	(934,270)	(1,420,267)	(934,270)	(1,420,267)
<u>Add</u> Purchases of equipment and intangible assets	2,983,494	2,756,179	2,983,494	2,696,876
<u>Less</u> Cash payments	(1,875,384)	(1,681,890)	(1,875,384)	(1,622,587)
Liabilities incurred from acquisition of fixed assets and intangible assets - ending of period	804,357	129,302	804,357	129,302

Notes to the interim financial statements form an integral part of these interim financial statements

HARN ENGINEERING SOLUTIONS PUBLIC COMPANY LIMITED AND ITS SURSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
MARCH 31, 2021

1. GENERAL INFORMATION

(a) Legal status and address of the company group

Company

The Company was registered to be a limited company with the Ministry of Commerce on May 9, 2001.

The Company has changed its status to be public company limited for trading their shares on the Stock Exchange of Thailand on May 22, 2014.

The address of its registered head office are as follows:

Locate at: 559 Soi Soonvijai 4, Rama 9 Road, Bangkapi, Huaykwang, Bangkok 10310, Thailand.

Subsidiaries

1) Harn Vietnam Company Limited is a company established in Vietnam on July 30, 2019.

The address of the subsidiary's head office is as follows:

5th floor, Vietcomreal Building, 68 Nguyen Hue, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

2) Aiyaraharn Company Limited is a company established in Thailand on July 8, 2020.

The address of the subsidiary's head office is as follows:

Locate at: 559 Soi Soonvijai 4, Rama 9 Road, Bangkapi, Huaykwang, Bangkok 10310, Thailand.

(b) Nature of the Company's operations

The principal business is involved in wholesaling, retailing, and repairing, renting, leasing, contracting and installation services of fire protection system and fire suppression agent, trading cold storage devices, trading, repairing and renting of printing equipment.

The subsidiary 1 operates the main business related to the selling of printing equipment and subsidiary 2 operates in providing Smart Building Business Solution.

2. BASIS FOR THE PREPARATION OF FINANCIAL STATEMENTS

2.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2020.

The interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the financial statements in Thai language version.

2.2 Basis for the preparation of consolidated financial statements

2.2.1 The consolidated financial statements have included the financial statements of Harn Engineering Solutions Public Company Limited and its subsidiaries as follows;

Company name	Type of business	Percentage of shareholding		Country of establishment
		% of share capital		
		As at March 31, 2021	As at December 31, 2020	
Direct shareholding				
Harn Vietnam Co., Ltd.	Printing equipment	100.00	100.00	Vietnam
Aiyaraharn Co., Ltd.	Building-IoT Solutions	65.00	65.00	Thailand

2.2.2 The Company is deemed to have control over an investee or subsidiary if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.

2.2.3 Subsidiary is fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

2.2.4 The financial statements of an overseas subsidiary is translated into Thai Baht at the closing exchange rate as to assets and liabilities, and at monthly average exchange rates as to revenues and expenses. The resultant differences have been shown under the caption of “Currency translation changes of the financial statements of foreign entity” in shareholders’ equity.

2.2.5 The consolidated financial statements are prepared by using uniform accounting policies. So that the transaction and the others event which are the same or the similar circumstances have been used the identical policies to record those transaction.

2.2.6 Material balances and transactions between the Company and its subsidiary companies have been eliminated from the consolidated financial statements.

2.3 Financial reporting standards that became effective in the current period

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the financial statements in the current period.

2.4 Financial reporting standards that will become effective in the future

The Federation of Accounting Professions has revised TFRS 16 lease agreements and published in the Government Gazette on January 27, 2021. There is added the requirements for the temporary exception arising from interest rate benchmark reform, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted.

The management of the Company and its subsidiaries are currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

3. SIGNIFICANT ACCOUNTING POLICIES

The Company and its subsidiaries prepared the interim financial statements with the same accounting policies used in the preparation of the annual financial statements for the year ended December 31, 2020.

4. RELATED PARTY TRANSACTIONS

The Company and its subsidiaries had transactions with related parties. These parties were related through common shareholders and/or directorships or close member of family. The significant transactions with related parties as included in the financial statements are determined at the prices in line occurring in the normal course of business based on the market price in general or the price as stipulated in the agreement if no market price exists.

4.1 Types of relationship of related parties were as follows:

Company/Person name	Country/ Nationality	Related	Relationship
Harn Vietnam Co., Ltd.	Vietnam	Subsidiary	Major shareholder
Aiyaraharn Co., Ltd.	Thailand	Subsidiary	Major shareholder
Harn Engineering Co., Ltd.	Thailand	Related company	Directorships and/or common shareholders
Phraboriban Co., Ltd.	Thailand	Related company	Directorships and/or common shareholders
Nutrix Plc.	Thailand	Related company	Directorships and/or common shareholders
Jannopsiri Co., Ltd.	Thailand	Related company	Directorships and/or common shareholders
Throughwave (Thailand) Co., Ltd.	Thailand	Related company	Close members of the director's family
Mr. Jain Charnnarong	Thai	Related person	Shareholder and close member of the director's family
Mrs. Sirima Iamsakulrat	Thai	Related person	Shareholder and close member of the director's family
Key management personnel	Thai	Related person	Authorized person and responsible in management

4.2 Bases of measurement for intercompany revenues and expenses

	Pricing Policy
Sale of goods	Market price
Purchase of goods	Market price
Purchase and sale of equipment and intangible asset	Contractually agreed prices
Other income	Contractually agreed prices
Rental and service expenses	Contractually agreed prices
Compensation to management	As approved by director and / or shareholder
Interest expenses	Market price

4.3 Significant agreements with related parties. The Company entered into office building rental agreement as follows:

	As at March 31, 2021		
	Lessor	Period	Rate per month (Baht)
Office rental agreement	Jannopsiri Co., Ltd.	9 year	857,220
	Phraboriban Co., Ltd.	3 year	64,080

4.4 Balances with the related parties as at March 31, 2021 and December 31, 2020 consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Trade and other current receivables				
Subsidiaries				
Harn Vietnam Co., Ltd.	-	-	19,985	295,908
Aiyaraharn Co., Ltd.	-	-	133,686	57,933
Related company				
Harn Engineering Co., Ltd.	1,795,799	1,845,458	1,795,799	1,845,458
Nutrix Plc.	-	15,716	-	15,716
Jannopsiri Co., Ltd.	15,173	118,342	15,173	118,342
	1,810,972	1,979,516	1,964,643	2,333,357

Loan to subsidiary

Movements of loans to subsidiary for the three-month period ended March 31, 2021 and for the year ended December 31, 2020 were as follows:

	Separate financial statements			
	For the three-month periods ended March 31, 2021		For the year ended December 31, 2020	
	USD	Baht	USD	Baht
Harn Vietnam Co., Ltd.				
Beginning balance	200,000	5,973,480	-	-
Addition	-	-	200,000	6,352,000
Deduction	-	-	-	-
Conversion of unrealized on exchange rate	-	261,220	-	(378,520)
Ending balance	<u>200,000</u>	<u>6,234,700</u>	<u>200,000</u>	<u>5,973,480</u>

As at March 12, 2020, the Company has loans to the subsidiary in to amount of USD 200,000. The interest rate has been charged at 6.15% per annum in the term of year. Later, on March 11, 2021, the company renewed the loan agreement to the subsidiary for another 5 years, the agreement expired on March 11, 2026 and charged the interest rate at 5.85% per annum.

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Lease liabilities				
Related company				
Phraboriban Co., Ltd.	1,848,171	2,013,542	1,848,171	2,013,542
Jansopsiri Co., Ltd.	<u>100,259,964</u>	<u>102,425,395</u>	<u>100,259,964</u>	<u>102,425,395</u>
	<u>102,108,135</u>	<u>104,438,937</u>	<u>102,108,135</u>	<u>104,438,937</u>

4.5 Transactions with related parties for the three-month periods ended March 31, 2021 and 2020 were summarized as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended March 31, 2021	For the three-month periods ended March 31, 2020	For the three-month periods ended March 31, 2021	For the three-month periods ended March 31, 2020
Sale of goods				
Subsidiary				
Harn Vietnam Co., Ltd.	-	-	-	197,188
Aiyaraharn Co., Ltd.	<u>-</u>	<u>-</u>	<u>74,940</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>74,940</u>	<u>197,188</u>

	Baht			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended		For the three-month periods ended	
	March 31,		March 31,	
	2021	2020	2021	2020
Related company				
Jannopsiri Co., Ltd.	14,180	-	14,180	-
Nutrix Plc.	6,000	22,032	6,000	22,032
	<u>20,180</u>	<u>22,032</u>	<u>20,180</u>	<u>22,032</u>
Other income				
Subsidiary				
Harn Vietnam Co., Ltd.	-	-	98,873	21,912
Aiyaraharn Co., Ltd.	-	-	153,000	-
	<u>-</u>	<u>-</u>	<u>251,873</u>	<u>21,912</u>
Office rental and service expenses				
Related company				
Harn Engineering Co., Ltd.	292,105	1,241,748	292,105	1,241,748
Related person				
Mr. Jain Charnnarong	-	159,300	-	159,300
	<u>292,105</u>	<u>1,401,048</u>	<u>292,105</u>	<u>1,401,048</u>
Interest expenses from lease liabilities				
Related company				
Phraboriban Co., Ltd.	26,869	27,721	26,869	27,721
Jannopsiri Co., Ltd.	406,229	-	406,229	-
	<u>433,098</u>	<u>27,721</u>	<u>433,098</u>	<u>27,721</u>
Directors remuneration				
Directors remuneration	872,500	925,000	872,500	925,000
Management benefit expenses				
Shot-term employee’s benefits	2,692,040	3,279,124	2,512,040	3,279,124
Post-employment benefits	78,945	74,340	78,545	74,340
	<u>3,643,485</u>	<u>4,278,464</u>	<u>3,463,085</u>	<u>4,278,464</u>

4.6 Guarantee

As at January 7, 2020, The Company has guaranteed the product cost to Harn Vietnam Co., Ltd. “subsidiary” in Vietnam under the product sale agreement in the full amount of GBP 472,586.

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5. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables were consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Trade receivable				
Trade receivables - related parties	15,173	-	15,173	-
Trade receivables - other companies	236,667,361	218,292,058	234,386,407	217,917,270
Total	236,682,534	218,292,058	234,401,580	217,917,270
<u>Less</u> Allowance for expected credit losses	<u>(11,662,633)</u>	<u>(11,455,792)</u>	<u>(11,657,843)</u>	<u>(11,454,371)</u>
Net	225,019,901	206,836,266	222,743,737	206,462,899
Other receivables				
Other receivables - subsidiaries	-	-	153,671	-
Other receivables - related parties	1,795,799	1,845,458	1,795,799	2,174,299
Other receivables - other companies	4,504,010	3,585,280	4,379,755	3,540,280
Accrued retentions	14,565,123	15,104,338	14,565,123	15,104,338
Deposit	11,688,132	6,557,432	11,629,333	6,550,384
Prepaid expenses	6,598,909	5,151,224	6,231,345	4,784,669
Accrued income	2,076,271	3,802,728	1,892,139	3,651,638
Total other receivables	41,228,244	36,046,460	40,647,165	35,805,608
Lease receivables				
Lease receivables - printing devices	17,684,269	19,412,311	17,684,269	19,412,311
<u>Less</u> Allowance for doubtful account	<u>(15,359)</u>	<u>(56,443)</u>	<u>(15,359)</u>	<u>(56,443)</u>
Total	17,668,910	19,355,868	17,668,910	19,355,868
<u>Less</u> due between over 1 year	<u>(9,816,950)</u>	<u>(11,251,986)</u>	<u>(9,816,950)</u>	<u>(11,251,986)</u>
Net	7,851,960	8,103,882	7,851,960	8,103,882
Total trade and other receivables - net	274,100,105	250,986,608	271,242,862	250,372,389

Trade receivables are classified by aging as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Current	160,222,980	141,009,078	157,942,026	140,815,378
Overdue				
Less than 3 months	57,235,858	55,102,089	57,235,858	54,921,001
Over 3 months up to 6 months	4,882,265	14,096,467	4,882,265	14,096,467
Over 6 months up to 12 months	8,566,338	4,670,478	8,566,338	4,670,478
Over 12 months	5,775,093	3,413,946	5,775,093	3,413,946
Total	236,682,534	218,292,058	234,401,580	217,917,270
<u>Less</u> Allowance for expected credit losses	<u>(11,662,633)</u>	<u>(11,455,792)</u>	<u>(11,657,843)</u>	<u>(11,454,371)</u>
Trade receivables, net	225,019,901	206,836,266	222,743,737	206,462,899

The minimum lease payments and present value of minimum lease payments which receivable will be paid under the lease agreements as at March 31, 2021 and December 31, 2020, are as follows:

	Baht			
	Consolidated financial statements / Separate financial statements			
	As at March 31, 2021		As at December 31, 2020	
Minimum lease payments	Present value of minimum lease payments	Minimum lease payments	Present value of minimum lease payments	
Collection period				
Within 1 year	10,467,147	7,855,592	10,978,046	8,103,882
Over 1 year but less than 5 years	13,169,362	9,828,677	15,127,108	11,251,986
	23,636,509	17,684,269	26,105,154	19,355,868
<u>Less</u> Deferred interest	(5,952,240)	-	(6,749,286)	-
	17,684,269	17,684,269	19,355,868	19,355,868

6. INVENTORIES

Inventories were consisted of :

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Finished goods	243,277,029	247,098,155	239,569,639	245,120,206
Goods in transit	64,885,419	40,820,856	63,971,823	39,102,203
Total	308,162,448	287,919,011	303,541,462	284,222,409
<u>Less</u> Allowance for loss on devaluation of inventories	(30,403,121)	(30,067,043)	(30,403,121)	(30,067,043)
Net	277,759,327	257,851,968	273,138,341	254,155,366

Decline in value of inventory recognized as cost of goods sold for the three-month period ended March 31, 2021 were Baht 0.34 million (for the Company’s only amounting to Baht 0.34 million).

7. OTHER CURRENT FINANCIAL ASSETS

Other current financial assets were consisted of:

	Baht		
	Consolidated financial statements / Separate financial statements		
	As at March 31, 2021		
	Cost value	Unrealized gain (loss) on revaluation of investments	Fair value
Investment in debt instruments			
- Investment in unit trusts	9,625,255	(1,796,871)	7,828,384
Total	9,625,255	(1,796,871)	7,828,384

	Baht		
	Consolidated financial statements / Separate financial statements		
	December 31, 2020		
	Cost value	Unrealized gain (loss) on revaluation of investments	Fair value
Investment in debt instruments			
- Investment in unit trusts	9,625,255	(2,667,311)	6,957,944
Total	9,625,255	(2,667,311)	6,957,944

8. INVESTMENT IN SUBSIDIARIES

Investment in subsidiaries consisted of:

Subsidiaries	Paid-up capital	Baht			
		Percentage of shareholding (%)		Separate financial statements	
		As at March 31, 2021	As at December 30, 2020	As at March 31, 2021	As at December 30, 2020
Harn Vietnam Co., Ltd.	Vietnamese Dong 800 million	100.00	100.00	1,057,444	1,057,444
Aiyaraham Co., Ltd.	Baht 2 million	65.00	65.00	1,300,000	1,300,000
Total				2,357,444	2,357,444

The company registered Harn Vietnam Co.,Ltd. “subsidiary” in Vietnam on July 30, 2019 with the registered capital of Vietnamese Dong 800 million (Baht 1.06 million). The company held shares in the subsidiary at 100 percent of the registered capital. The principal business is sale of printing equipment with the objective to enhance competitive capacity and enhance customer service by starting from a business unit “digital printing system” as the first business unit.

On July 8, 2020, The Company joined invest in developing the digital business with Aiyarafun Group by establishment of company under the name “Aiyaraharn Company Limited” with the registered capital of Baht 2 million. The Company and the joint investor in Aiyarafun Group hold the shares in such company at 65 percent and 35 percent of the registered capital, respectively. The establishment of such company was in accordance with the resolution of the Board of Directors’ Meeting No. 4/2020, held on May 14, 2020. The new registered company will have status as the company’s subsidiary. Such investment has an objective to develop IT Products and Solutions system. The operation plan will focus in rendering Smart Building service, in order to extending the existing business of Aiyarafun Group and expanding the business for further growth.

9. INVESTMENT PROPERTY

Changes in the investment property for the three-month period ended March 31, 2021 were summarized as follows:

	<u>Baht</u>
	<u>Consolidated financial Statements / Separate financial statements</u>
<u>Cost</u>	
Balance as at December 31, 2020	155,934,839
Acquisitions during the period	-
Disposals and write-off during the period	-
Balance as at March 31, 2021	<u>155,934,839</u>
<u>Accumulated depreciation</u>	
Balance as at December 31, 2020	(1,343,507)
Depreciation for the period	(159,941)
Accumulated depreciation on disposals and write-off	-
Balance as at March 31, 2021	<u>(1,503,448)</u>
<u>Net book value</u>	
Balance as at December 31, 2020	<u>154,591,332</u>
Balance as at March 31, 2021	<u><u>154,431,391</u></u>

For the three-month periods ended March 31, 2021 and 2020, the Company and its subsidiaries had rental income from investment property in the amount of Baht 1.04 million and Baht 2.84 million, respectively (for the Company’s only amounting to Baht 1.04 million and Bath 2.84 million, respectively) and operating expenses in the amount of Baht 0.19 million and Baht 0.55 million, respectively (for the Company’s only amounting to Baht 0.19 million and Baht 0.55 million, respectively), which was recognized in the statement of comprehensive income.

10. PROPERTY, PLANT AND EQUIPMENT

Changes in the property, plant and equipment for the three-month period ended March 31, 2021 were summarized as follows:

	Baht	
	Consolidated financial Statements	Separate financial Statements
<u>Cost</u>		
Balance as at December 31, 2020	196,776,306	196,647,030
Acquisitions during the period	2,636,372	2,636,372
Disposals and write-off during the period	(3,199,692)	(3,199,692)
Exchange difference on transactions financial statements	2,545	-
Balance as at March 31, 2021	196,215,531	196,083,710
<u>Accumulated depreciation</u>		
Balance as at December 31, 2020	(67,197,481)	(67,185,328)
Depreciation for the period	(2,799,294)	(2,792,876)
Accumulated depreciation on disposals and write-off	3,132,160	3,132,160
Exchange difference on transactions financial statements	(579)	-
Balance as at March 31, 2021	(66,865,194)	(66,846,044)
<u>allowance for impairment</u>		
Balance as at December 31, 2020	(50,654)	(50,654)
Acquisitions during the period	-	-
Disposals and write-off during the period	50,654	50,654
Balance as at March 31, 2021	-	-
<u>Net book value</u>		
Balance as at December 31, 2020	129,528,171	129,411,048
Balance as at March 31, 2021	129,350,337	129,237,666

As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries had equipment which were fully depreciated but still in use with the cost price of Baht 34.46 million and Baht 36.52 million, respectively, (for the Company’s only amounting of Bah 34.46 million and Baht 36.52 million, respectively).

11. RIGHT-OF-USE ASSETS

The net book value of right-of-use assets related to building and building improvement and the movement for the three-month period ended March 31, 2021 are presented below.

	Baht
	Consolidated financial statements / Separate financial statements
Cost	
As at December 31, 2020	105,099,557
Addition	-
Written-off	-
As at March 31, 2021	105,099,557
Accumulated depreciation	
As at December 31, 2020	(131,253)
Depreciation for the year	(2,772,192)
Depreciation - written-off	-
As at March 31, 2021	(2,903,445)
Net book value	
As at December 31, 2020	104,968,304
As at March 31, 2021	102,196,112

12. GOODWILL

On November 29, 2016, two subsidiaries were transferred their entire business into the Company by issuing capital increase shares for Baht 675.36 million to exchange for the identifiable net assets of both companies for Baht 340.69 million, resulting in a goodwill of Baht 334.67 million.

13. CUSTOMER RELATIONSHIP

Changes in customer relationship for the three-month period ended March 31, 2021 were summarized as follows:

	<u>Baht</u>
	Consolidated financial Statements / Separate financial statements
<u>At cost</u>	
Balance as at December 31, 2020	104,307,663
Acquisitions during the period	-
Disposals and write-off during the period	-
Balance as at March 31, 2021	<u>104,307,663</u>
<u>Accumulated amortization</u>	
Balance as at December 31, 2020	(63,975,009)
Amortization for the period	(3,416,267)
Accumulated amortization on disposals and write-off	-
Balance as at March 31, 2021	<u>(67,391,276)</u>
<u>Net book value</u>	
Balance as at December 31, 2020	<u>40,332,654</u>
Balance as at March 31, 2021	<u>36,916,387</u>

14. INTANGIBLE ASSETS

Changes in intangible assets for the three-month period ended March 31, 2021 were summarized as follows:

	<u>Baht</u>
	Consolidated financial Statements / Separate financial Statements
<u>At cost</u>	
Balance as at December 31, 2020	39,901,355
Acquisitions during the period	17,400
Disposals and write-off during the period	-
Balance as at March 31, 2021	<u>39,918,755</u>

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	Baht
	<u>Consolidated financial Statements / Separate financial Statements</u>
<u>Accumulated amortization</u>	
Balance as at December 31, 2020	(21,885,845)
Amortization for the period	(1,034,472)
Accumulated amortization on disposals and write-off	-
Balance as at March 31, 2021	<u>(22,920,317)</u>
<u>Net book value</u>	
Balance as at December 31, 2020	<u>18,015,510</u>
Balance as at March 31, 2021	<u>16,998,438</u>

As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries had intangible assets, which were fully amortized but still in use with the cost price of Baht 3.58 million and Baht 3.42 million, respectively (for the Company’s only amounting of Baht 3.58 million and Baht 3.42 million, respectively).

15. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables were consisted of :

	Baht			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Trade payables				
Trade payables - other companies	144,709,317	93,625,735	139,814,475	90,604,594
Other current payables				
Accrued commission expenses	13,567,056	13,891,115	13,567,056	13,891,115
Accrued bonus	4,204,070	13,957,340	4,204,070	13,849,556
Advance from customers for goods and services	21,938,381	20,832,788	21,617,596	20,533,687
Other accrued expenses	14,233,896	14,228,808	13,724,155	14,105,711
Account payable - Revenue department	3,423,186	4,330,726	3,334,017	4,266,891
Other deposit	1,357,440	1,094,940	1,357,440	1,094,940
Other	6,557,347	5,698,544	6,557,347	5,698,544
Total	<u>65,281,376</u>	<u>74,034,261</u>	<u>64,364,681</u>	<u>73,440,444</u>
Total trade and other current payables	<u>209,990,693</u>	<u>167,659,996</u>	<u>204,176,156</u>	<u>164,045,038</u>

16. LEASE LIABILITIES

The carrying amounts of lease liabilities and the movement for the three-month period ended March 31, 2021 are presented below.

	Baht	
	Consolidated financial statements	Separate financial statements
As at December 31, 2020	104,970,733	104,970,733
Addition	-	-
Accretion of interest	440,255	440,255
Payments	(2,801,700)	(2,801,700)
Decrease from contract cancellation	-	-
As at March 31, 2021	102,609,288	102,609,288
<u>Less: current portion</u>	<u>(8,771,800)</u>	<u>(8,771,800)</u>
Lease liabilities - net of current portion	<u>93,837,488</u>	<u>93,837,488</u>

The following are the amounts recognized in profit or loss for the three-month period ended March 31, 2021 and 2020 are presented below.:

	Baht			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended		For the three-month periods ended	
	March 31,		March 31,	
	2021	2020	2021	2020
Depreciation of right-of-use assets	2,772,192	234,552	2,772,192	234,552
Interest expense on lease liabilities	440,255	27,721	440,255	27,721
Expense relating to short-term lease.	365,552	2,893,671	365,552	2,827,274
Leases of low-value assets	85,506	63,600	78,339	63,600
Total	<u>3,663,505</u>	<u>3,219,544</u>	<u>3,656,338</u>	<u>3,153,147</u>

For the three-month period ended March 31, 2021 and 2020, the Company and its subsidiaries had total cash outflows for leases of Baht 3,252,758 and Baht 3,213,501 (for the Company’s only amounting to Baht 3,245,591 and Baht 3,147,104), respectively.

17. OPERATING SEGMENT

Segment information is presented in respect of the business segments. The primary format in segment information report is based on the management and internal reporting structure.

The Company comprises the following main business segments:

Segment 1	Fire Protection Products and Project
Segment 2	Sanitary and Air-Conditioning System
Segment 3	Refrigeration System
Segment 4	Digital Printing System
Segment 5	Building-IoT Solutions

Operating segment by business in the consolidated statement of comprehensive income for the three-month periods ended March 31, 2021 and 2020 were as follows:

	Thousand Baht										
	Consolidated financial statements										
	For the three-month period ended March 31, 2021					For the three-month period ended March 31, 2020					
	Segment 1	Segment 2	Segment 3	Segment 4	Segment 5	Total	Segment 1	Segment 2	Segment 3	Segment 4	Total
Revenue from sale of goods	99,641	10,726	50,691	72,569	-	233,627	128,752	16,051	56,272	74,450	275,525
Revenue from rendering of services	20,255	-	-	10,179	1,322	31,756	18,359	-	-	10,409	28,768
Cost of sale of goods	(67,873)	(7,482)	(35,592)	(42,335)	-	(153,282)	(90,472)	(10,779)	(36,873)	(40,724)	(178,848)
Cost of rendering of services	(17,265)	-	-	(8,792)	(1,078)	(27,135)	(17,583)	-	-	(7,940)	(25,523)
Gross profit	<u>34,758</u>	<u>3,244</u>	<u>15,099</u>	<u>31,621</u>	<u>244</u>	<u>84,966</u>	<u>39,056</u>	<u>5,272</u>	<u>19,399</u>	<u>36,195</u>	<u>99,922</u>
Other income						3,896					6,373
Distribution cost						(26,600)					(29,078)
Administrative expenses						(33,186)					(33,886)
Profit from operation						29,076					43,331
Finance cost						(440)					(27)
Income tax expense						(5,635)					(8,504)
Profit for the periods						23,001					34,800
Other comprehensive income (expense)						(67)					(98)
Total comprehensive income for the periods						<u>22,934</u>					<u>34,702</u>

Thousand Baht										
Separate financial statements										
As at March 31, 2021										
As at December 31, 2020										
	Segment 1	Segment 2	Segment 3	Segment 4	Total	Segment 1	Segment 2	Segment 3	Segment 4	Total
Assets for reportable segments										
Trade receivables - other companies	120,842	12,794	53,844	46,922	234,402	119,907	16,737	35,533	45,741	217,918
Inventories	135,685	5,538	60,481	71,434	273,138	127,853	6,282	58,918	61,103	254,156
Goodwill	-	-	200,066	134,606	334,672	-	-	200,066	134,606	334,672
Customer relationship	-	-	26,833	10,083	36,916	-	-	29,318	11,015	40,333
Assets under common use										
- Investment property	-	-	-	-	154,431	-	-	-	-	154,591
- Property, plant and equipment	-	-	-	-	129,238	-	-	-	-	129,411
- Right-of-use assets	-	-	-	-	102,196	-	-	-	-	104,968
- Intangible assets	-	-	-	-	16,998	-	-	-	-	18,016
- Others	-	-	-	-	439,812	-	-	-	-	399,723
Total assets for reportable segments	256,527	18,332	341,224	263,045	1,721,803	247,760	23,019	323,835	252,465	1,653,788
Total liabilities for reportable segments	-	-	-	-	384,084	-	-	-	-	336,129

18. BASIC EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the periods by the weighted average number of ordinary shares in issue during the periods.

	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended		For the three-month periods ended	
	March 31,		March 31,	
	2021	2020	2021	2020
Profit for the periods of parent company (Baht)	23,082,583	34,800,483	23,061,472	33,867,698
Weighted average number of ordinary shares (Shares)	584,500,000	584,500,000	584,500,000	584,500,000
Basic earnings per share (Baht per share)	0.04	0.06	0.04	0.06

19. COMMITMENTS AND CONTINGENT LIABILITIES

As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries had commitments and contingent liabilities as follows:

19.1 As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries have letters of guarantee issued by banks for goods and work under system installation service agreement of:

	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Million Bath	21.53	21.04	21.53	21.04
Million US dollars	0.15	0.27	0.15	0.27

19.2 The credit facilities with financial institutions as at March 31, 2021 and December 31, 2020 consisted of :

Type of credit	Consolidated financial statements / Separate financial statements			
	Facilities (Million Baht)		Referred interest rate (% per annum)	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Bank overdrafts	10.00	10.00	MOR, MOR-0.50	MOR, MOR-0.50
Letter of credit/trust receipt	150.00	150.00	MLR-1,MMR	MLR-1,MMR
Letter of guarantee	74.00	74.00	1.25 - 2%	1.25 - 2%
Forward exchange contracts	560.00	560.00	-	-
Total	794.00	794.00		
Forward foreign exchange contracts (Million US dollars)	7.00	7.00		

19.3 Minimum lease and service payments are as follows :

Payment periods	Million Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Due not later than 1 year	0.53	0.84	0.50	0.81
Due later than 1 year but not later than 5 years	1.41	1.38	1.40	1.37

Rental and service expenses for the three-month period ended March 31, 2021 and 2020 were Baht 0.53 million and Baht 3.37 million, respectively (for the Company’s only to Baht 0.52 million and Baht 3.31 million, respectively)

20. FAIR VALUE MEASUREMENT

The Company and its subsidiaries use the market approach to measure its assets and liabilities that are required to be measured at fair value by relevant TFRS, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiary endeavors to use relevant observable inputs as much as possible. TFRS 13 Fair Value Measurement establishes a fair value hierarchy categorizing such inputs into three levels 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.

As at March 31, 2021 and December 31, 2020, the Company and its subsidiaries had the following financial assets and liabilities that were measured at fair value on which the fair value hierarchy is classified as follows :

	Baht			
	Consolidated financial statements/Separate financial statement			
	As at March 31, 2021			
	Level 1	Level 2	Level 3	Total
Financial assets (liabilities) measured at fair value				
Investments in investment units	-	7,828,384	-	7,828,384
Foreign currency forward contracts	-	451,214	-	451,214

	Baht			
	Consolidated financial statements/Separate financial statement			
	As at December 31, 2020			
	Level 1	Level 2	Level 3	Total
Financial assets (liabilities) measured at fair value				
Investments in investment units	-	6,957,944	-	6,957,944
Foreign currency forward contracts	-	(361,039)	-	(361,039)

Fair valuation techniques and inputs to Level 2 fair valuation

The fair value of investments in investment units that are not listed on the Stock Exchange of Thailand is determined by using the net asset value per unit as announced by the fund managers.

The fair value of derivatives has been determined by using a discounted future cash flow model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, forward rate of the respective currencies, and interest rate yield curves.

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

Certain financial assets and financial liabilities is measured at fair value

The following table gives information about how the fair values of these financial assets and financial liabilities were measured at fair value on fair value hierarchy as at March 3, 2021 and December 31, 2020.

Financial assets and financial liabilities	Fair value (Baht)		Fair value Hierarchy	Valuation techniques and key inputs for fair value measurement
	Consolidated financial statements / Separate financial statements			
	As at March 31, 2021	As at December 31, 2020		
<u>Financial assets (liabilities)</u>				
Foreign currency forward contracts	451,214	(361,039)	Level 2	Discounted cash flow The estimated future cash flows is from foreign currency exchange rates (from observable forward exchange rates at the end of the reporting period) and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

21. EVENTS AFTER THE REPORTING DATE

According to the resolution of the Board of Directors' Meeting No. 1/2021 held on February 25, 2021, the Board of Directors approved dividend payment at Baht 0.13 per share for 584,500,000 issued and paid up ordinary shares, in total amount of Baht 75,985,000. The dividend declaration had been approved from Annual General Shareholders' Meeting No. 1/2021 on April 23, 2021.

22. CORONAVIRUS DISEASE 2019 PANDEMIC

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries as a whole. The situation affects the results of operations of the Company and its subsidiaries, recognition and measurement of assets and liabilities in the financial statements. Nevertheless, the management will continue to monitor the ongoing development and regularly assess the financial impact in respect of the valuation of assets, provisions and contingent liabilities.

23. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors of the Company on May 14, 2021.