

**SCG Ceramics Public Company Limited
and its Subsidiary**

Interim financial statements
for the three-month and six-month periods ended
30 June 2021
and
Independent auditor's report
on review of interim financial information

Independent auditor’s report on review of interim financial information

To the Board of Directors of SCG Ceramics Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of SCG Ceramics Public Company Limited and its subsidiary (the“Group”) and SCG Ceramics Public Company Limited (the“Company”) as at 30 June 2021; the consolidated and separate income statement and statement of comprehensive income for the three-month and six-month periods ended 30 June 2021, the consolidated and separate statements of changes in shareholders’ equity and cash flows for the six-month period ended 30 June 2021 and condensed notes (“interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

(Vairoj Jindamaneepitak)
Certified Public Accountant
Registration No. 3565

KPMG Phoomchai Audit Ltd.
Bangkok
9 August 2021

SCG Ceramics Public Company Limited and its Subsidiary

Statement of financial position

As at 30 June 2021

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2021	2020	2021	2020
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Current assets					
Cash and cash equivalents		1,055,482	731,232	622,630	370,763
Trade and other current receivables	3, 4	1,404,155	1,103,839	1,402,391	1,103,175
Inventories		2,823,191	2,628,830	2,597,747	2,419,908
Land development for sale		487,151	486,406	487,151	486,406
Total current assets		5,769,979	4,950,307	5,109,919	4,380,252
Non-current assets					
Long-term investment in other company		16,605	16,605	16,605	16,605
Investment in subsidiary		-	-	1,333,935	1,333,935
Other non-current receivables		98,715	109,644	98,715	109,644
Investment property		401,476	401,997	399,263	399,785
Property, plant and equipment		4,928,240	5,071,246	4,479,214	4,600,062
Goodwill		25,350	25,350	-	-
Other intangible assets		90,398	101,373	90,000	101,037
Deferred tax assets		216,230	212,916	191,235	185,848
Other non-current assets		20,813	23,097	20,813	23,097
Total non-current assets		5,797,827	5,962,228	6,629,780	6,770,013
Total assets		11,567,806	10,912,535	11,739,699	11,150,265

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of financial position

As at 30 June 2021

Liabilities and shareholders' equity	Note	Consolidated financial statements		Separate financial statements	
		30 June 2021 (Unaudited)	31 December 2020	30 June 2021 (Unaudited)	31 December 2020
<i>(in thousand Baht)</i>					
Current liabilities					
Trade and other current payables	3	1,697,588	1,231,937	1,735,207	1,299,515
Current portion of lease liabilities		72,036	75,029	65,909	67,723
Corporate income tax payable		88,679	46,976	76,636	38,302
Current provisions					
for employee benefits		21,652	90,370	20,800	69,192
Total current liabilities		1,879,955	1,444,312	1,898,552	1,474,732
Non-current liabilities					
Lease liabilities		72,822	64,535	63,188	49,140
Non-current provisions					
for employee benefits		597,304	578,622	517,353	501,611
Other non-current provisions		11,819	12,442	3,694	3,694
Other non-current liabilities		2,667	654	2,667	654
Total non-current liabilities		684,612	656,253	586,902	555,099
Total liabilities		2,564,567	2,100,565	2,485,454	2,029,831

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of financial position

As at 30 June 2021

	Consolidated		Separate	
	financial statements		financial statements	
Liabilities and shareholders' equity	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
	(Unaudited)		(Unaudited)	
	<i>(in thousand Baht)</i>			
Shareholders' equity				
Share capital				
<i>Authorized share capital</i>				
<i>(5,962,621 thousand ordinary shares,</i>				
<i>par value at Baht 1 per share)</i>	5,962,621	5,962,621	5,962,621	5,962,621
<i>Issued and paid share capital</i>				
<i>(5,962,621 thousand ordinary shares,</i>				
<i>par value at Baht 1 per share)</i>	5,962,621	5,962,621	5,962,621	5,962,621
Share premium on ordinary shares	1,133,594	1,133,594	1,133,594	1,133,594
Other surpluses	211,060	211,060	274,225	274,225
Retained earnings				
<i>Appropriated</i>				
Legal reserve	242,610	242,610	242,610	242,610
<i>Unappropriated</i>	1,497,211	1,305,942	1,641,195	1,507,384
Other components of shareholders' equity	(43,857)	(43,857)	-	-
Total equity attributable to owners of the parent	9,003,239	8,811,970	9,254,245	9,120,434
Total shareholders' equity	9,003,239	8,811,970	9,254,245	9,120,434
Total liabilities and shareholders' equity	11,567,806	10,912,535	11,739,699	11,150,265

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

SCG Ceramics Public Company Limited and its Subsidiary

Income statement

For the three-month period ended 30 June 2021 (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2021	2020	2021	2020
		<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	3	2,806,906	2,425,302	2,806,858	2,425,177
Cost of sales and rendering of services	3	(1,978,439)	(1,801,137)	(2,083,384)	(1,865,038)
Gross profit		828,467	624,165	723,474	560,139
Other income	3	18,111	10,935	20,500	10,955
Profit before expenses		846,578	635,100	743,974	571,094
Distribution costs		(459,049)	(391,891)	(415,641)	(354,403)
Administrative expenses		(165,924)	(191,386)	(148,489)	(170,988)
Total expenses		(624,973)	(583,277)	(564,130)	(525,391)
Profit from operations		221,605	51,823	179,844	45,703
Finance costs		(817)	(2,989)	(713)	(2,763)
Profit before income tax		220,788	48,834	179,131	42,940
Tax expense		(43,663)	(7,435)	(35,157)	(6,822)
Profit for the period		177,125	41,399	143,974	36,118
Profit attributable to					
Owners of the parent		177,125	41,399	143,974	36,118
Non-controlling interests		-	-	-	-
		177,125	41,399	143,974	36,118
Basic earnings per share (in Baht)					
Attributable to owners of the parent		0.03	0.01	0.02	0.01

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of comprehensive income

For the three-month period ended 30 June 2021 (Unaudited)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the period	177,125	41,399	143,974	36,118
Other comprehensive income				
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	177,125	41,399	143,974	36,118
Total comprehensive income attributable to				
Owners of the parent	177,125	41,399	143,974	36,118
Non-controlling interests	-	-	-	-
	177,125	41,399	143,974	36,118

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

SCG Ceramics Public Company Limited and its Subsidiary

Income statement

For the six-month period ended 30 June 2021 (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2021	2020	2021	2020
		<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	3	5,612,628	5,017,791	5,612,566	5,017,888
Cost of sales and rendering of services	3	(3,973,845)	(3,658,200)	(4,171,540)	(3,800,476)
Gross profit		1,638,783	1,359,591	1,441,026	1,217,412
Other income	3	38,162	49,722	42,959	49,835
Profit before expenses		1,676,945	1,409,313	1,483,985	1,267,247
Distribution costs		(901,977)	(828,252)	(815,931)	(750,464)
Administrative expenses		(318,819)	(369,140)	(284,130)	(327,736)
Total expenses		(1,220,796)	(1,197,392)	(1,100,061)	(1,078,200)
Profit from operations		456,149	211,921	383,924	189,047
Finance costs		(1,651)	(5,137)	(1,441)	(4,664)
Profit before income tax		454,498	206,784	382,483	184,383
Tax expense		(90,313)	(36,452)	(75,756)	(33,181)
Profit for the period		364,185	170,332	306,727	151,202
Profit attributable to					
Owners of the parent		364,185	166,214	306,727	151,202
Non-controlling interests		-	4,118	-	-
		364,185	170,332	306,727	151,202
Basic earnings per share (in Baht)					
Attributable to owners of the parent		0.06	0.03	0.05	0.03

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of comprehensive income

For the six-month period ended 30 June 2021 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the period	364,185	170,332	306,727	151,202
Other comprehensive income				
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	364,185	170,332	306,727	151,202
Total comprehensive income attributable to				
Owners of the parent	364,185	166,214	306,727	151,202
Non-controlling interests	-	4,118	-	-
	<u>364,185</u>	<u>170,332</u>	<u>306,727</u>	<u>151,202</u>

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2021 (Unaudited)

Consolidated financial statements											
<i>Other components of shareholders' equity</i>											
	Note	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	<u>Retained earnings</u>		Changes in other components from shareholders	Total other components of shareholders' equity	Total equity attributable to owners of the parent	Non-controlling interests	Total shareholders' equity
					Appropriated Legal reserve	Unappropriated					
<i>(in thousand Baht)</i>											
Balance at 1 January 2020		5,962,621	1,133,594	211,060	214,264	980,607	-	-	8,502,146	527,041	9,029,187
Transactions with owners, recorded directly in shareholders' equity											
<i>Contributions by and distributions to owners of the parent</i>											
Dividends	6	-	-	-	-	(71,552)	-	-	(71,552)	-	(71,552)
Total contributions by and distributions to owners of the parent		-	-	-	-	(71,552)	-	-	(71,552)	-	(71,552)
<i>Changes in ownership interests in subsidiary</i>											
Changes that do not result in a loss of control		-	-	-	-	-	(43,857)	(43,857)	(43,857)	(531,159)	(575,016)
Total changes in ownership interests in subsidiary		-	-	-	-	-	(43,857)	(43,857)	(43,857)	(531,159)	(575,016)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-	(71,552)	(43,857)	(43,857)	(115,409)	(531,159)	(646,568)
Comprehensive income for the period											
Profit or loss		-	-	-	-	166,214	-	-	166,214	4,118	170,332
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	166,214	-	-	166,214	4,118	170,332
Balance at 30 June 2020		5,962,621	1,133,594	211,060	214,264	1,075,269	(43,857)	(43,857)	8,552,951	-	8,552,951

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2021 (Unaudited)

Consolidated financial statements											
<i>Other components of shareholders' equity</i>											
	Note	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	<i>Retained earnings</i>		Changes in other components from shareholders	Total other components of shareholders' equity	Total equity attributable to owners of the parent	Non-controlling interests	Total shareholders' equity
					Appropriated Legal reserve	Unappropriated					
<i>(in thousand Baht)</i>											
Balance at 1 January 2021		5,962,621	1,133,594	211,060	242,610	1,305,942	(43,857)	(43,857)	8,811,970	-	8,811,970
Transactions with owners, recorded directly in shareholders' equity											
<i>Contributions by and distributions to owners of the parent</i>											
Dividends	6	-	-	-	-	(172,916)	-	-	(172,916)	-	(172,916)
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-	(172,916)	-	-	(172,916)	-	(172,916)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-	(172,916)	-	-	(172,916)	-	(172,916)
Comprehensive income for the period											
Profit or loss		-	-	-	-	364,185	-	-	364,185	-	364,185
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	364,185	-	-	364,185	-	364,185
Balance at 30 June 2021		5,962,621	1,133,594	211,060	242,610	1,497,211	(43,857)	(43,857)	9,003,239	-	9,003,239

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2021 (Unaudited)

	Note	Separate financial statements				Total shareholders' equity	
		Issued and paid share capital	Share premium on ordinary shares	Other surpluses	Retained earnings		
				Appropriated Legal reserve	Unappropriated		
						(in thousand Baht)	
Balance at 1 January 2020		5,962,621	1,133,594	274,225	214,264	1,037,403	8,622,107
Transactions with owners, recorded directly in shareholders' equity							
<i>Contributions by and distributions to owners of the parent</i>							
Dividends	6	-	-	-	-	(71,552)	(71,552)
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-	(71,552)	(71,552)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-	(71,552)	(71,552)
Comprehensive income for the period							
Profit or loss		-	-	-	-	151,202	151,202
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	151,202	151,202
Balance at 30 June 2020		5,962,621	1,133,594	274,225	214,264	1,117,053	8,701,757

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2021 (Unaudited)

	Note	Separate financial statements					Total shareholders' equity
		Issued and paid share capital	Share premium on ordinary shares	Other surpluses	Retained earnings		
					Appropriated Legal reserve	Unappropriated	
<i>(in thousand Baht)</i>							
Balance at 1 January 2021		5,962,621	1,133,594	274,225	242,610	1,507,384	9,120,434
Transactions with owners, recorded directly in shareholders' equity							
<i>Contributions by and distributions to owners of the parent</i>							
Dividends	6	-	-	-	-	(172,916)	(172,916)
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-	(172,916)	(172,916)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-	(172,916)	(172,916)
Comprehensive income for the period							
Profit or loss		-	-	-	-	306,727	306,727
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	306,727	306,727
Balance at 30 June 2021		5,962,621	1,133,594	274,225	242,610	1,641,195	9,254,245

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of cash flows

For the six-month period ended 30 June 2021 (Unaudited)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	364,185	170,332	306,727	151,202
<i>Adjustments for</i>				
Tax expense	90,313	36,452	75,756	33,181
Depreciation and amortization	324,668	354,422	287,418	313,981
(Reversal) loss on impairment	135	(11,774)	135	(11,774)
Reversal on inventories devaluation	(1,905)	(10,288)	(1,886)	(10,288)
Provisions for employee benefit expenses	21,078	24,287	18,138	20,977
Loss (gain) on foreign currency exchange	(1,893)	2,976	(1,979)	3,011
Interest income	(1,908)	(1,387)	(983)	(673)
Interest expense	1,649	5,131	1,438	4,659
Loss (gain) on sales of assets and others	(208)	760	(649)	1,232
Cash flows generated from operations				
before changes in operating assets and liabilities	796,114	570,911	684,115	505,508
<i>Decrease (increase) in operating assets</i>				
Trade and other current receivables	(289,210)	(236,724)	(280,676)	(237,384)
Inventories	(190,240)	260,290	(182,953)	186,790
Land development for sale	(745)	-	(745)	-
Other assets	12,497	10,064	12,497	10,064
Net decrease (increase) in operating assets	(467,698)	33,630	(451,877)	(40,530)
<i>Increase (decrease) in operating liabilities</i>				
Trade and other current payables	430,524	(25,662)	401,704	210,496
Provisions for employee benefits	(71,114)	(152,415)	(50,788)	(152,415)
Other liabilities	2,126	(324)	2,750	(324)
Net increase (decrease) in operating liabilities	361,536	(178,401)	353,666	57,757
Net cash flows generated from operations	689,952	426,140	585,904	522,735
Income tax paid	(51,924)	(13,964)	(42,809)	(13,922)
Net cash flows provided by operating activities	638,028	412,176	543,095	508,813

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

SCG Ceramics Public Company Limited and its Subsidiary

Statement of cash flows

For the six-month period ended 30 June 2021 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Acquisition of non-controlling interests	-	-	-	(574,860)
Proceeds from sales of property, plant and equipment	591	827	1,034	353
Acquisition of property, plant and equipment	(89,014)	(102,310)	(67,631)	(79,303)
Acquisition of intangible assets	(2,139)	(5,681)	(1,965)	(5,681)
Interest received	1,906	1,471	982	757
Net cash flows used in investing activities	(88,656)	(105,693)	(67,580)	(658,734)
<i>Cash flows from financing activities</i>				
Payments of changes in ownership interests in subsidiary that do not result in a loss of control	-	(574,860)	-	-
<i>Proceeds from (payments of) borrowings</i>				
Short-term borrowings from financial institutions	-	340,000	-	340,000
Payments of finance lease liabilities	(50,541)	(56,958)	(49,280)	(50,993)
Net increase (decrease) in borrowings	(50,541)	283,042	(49,280)	289,007
<i>Dividends paid</i>				
Dividends paid	(172,916)	(71,552)	(172,916)	(71,552)
Total dividends paid	(172,916)	(71,552)	(172,916)	(71,552)
Interest paid	(1,665)	(2,858)	(1,452)	(2,858)
Net cash flows provided by (used in) financing activities	(225,122)	(366,228)	(223,648)	214,597
Net increase (decrease) in cash and cash equivalents	324,250	(59,745)	251,867	64,676
Cash and cash equivalents at beginning of the period	731,232	631,409	370,763	259,976
Cash and cash equivalents at end of the period	1,055,482	571,664	622,630	324,652
<i>Supplementary information for cash flows</i>				
<i>Non-cash transactions</i>				
Account payables from purchase of assets	43,284	28,102	38,320	23,562

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

SCG Ceramics Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2021 (Unaudited)

Note	Contents
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SCG Ceramics Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2021 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai and English languages, and were approved and authorized for issue by the audit committee, as appointed by the Board of Directors of the Company, on 9 August 2021.

1 General information

SCG Ceramics Public Company Limited, the "Company", is incorporated in Thailand and has its registered offices at:

- Head office - 1 Siam Cement Road, Bangsue, Bangkok 10800, Thailand
- Factory - 61 Moo 1 Nong Khae Industrial Estate, Tambon Kokyae, Amphur Nongkhae, Saraburi 18230, Thailand
- 33/1 Moo 2, Suvannasorn road, Tambon Kokyae, Amphur Nongkhae, Saraburi 18230, Thailand
- 40 Moo 2, Rim Klong Rapeepat road, Tambon Nong Pling, Amphur Nongkhae, Saraburi 18140, Thailand
- 33/2 Moo 2, Rim Klong Rapeepat road, Tambon Nong Pling, Amphur Nongkhae, Saraburi 18140, Thailand

The Company and its subsidiary, the Group's principal activities are engaged in manufacturing and sales of ceramic floor tiles and wall tiles, industrial estate development and installation service of solar equipment.

The immediate and ultimate parent companies were Cementhai Ceramic Co., Ltd. and The Siam Cement Public Company Limited, respectively. Both were incorporated in Thailand.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are presented in the same format as the annual financial statements and together with notes to the interim financial statements on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 "*Interim Financial Reporting*", guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Group for the year ended 31 December 2020.

(b) Functional and presentation currency

The interim financial statements are prepared and presented in Thai Baht, which is the Company's functional currency. All financial information presented in Thai Baht has been rounded in the notes to the interim financial statements to the nearest thousand unless otherwise stated.

SCG Ceramics Public Company Limited and its Subsidiary
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2021 (Unaudited)

(c) Use of estimates and judgments

The preparation of interim financial statements in conformity with TFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies. Actual results may differ from these estimates.

The significant assumptions in applying the Group's accounting policies and the key sources of estimation were the same as those that applied to the financial statements for the year ended 31 December 2020.

The COVID-19 outbreak resulted in estimation uncertainty. In 2020 the Group elected to apply accounting guidance on temporary accounting relief measures for additional accounting options in response to impact from the situation of COVID-19 in preparing the financial statements for the year ended 31 December 2020 by excluding COVID-19 situation for impairment of assets, fair value measurement and lease modifications. The accounting guidance already expired on 31 December 2020, and has no material effect on the interim financial statements for the period ended 30 June 2021.

(d) Basis of consolidation

The interim consolidated financial statements for the three-month and six-month periods ended 30 June 2021 include the accounts of SCG Ceramics Public Company Limited and its subsidiary. Subsidiary included in the interim consolidated financial statements is Sosuco Ceramic Co., Ltd.

All significant intercompany transactions with subsidiary included in the interim financial statements have been eliminated.

3 Related parties

Parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, a person or entity that are under common control or under the same significant influence as the Group.

Significant transactions with related parties for the three-month and six-month periods ended 30 June are summarized as follows:

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>For the three-month period ended 30 June</i>				
<i>Ultimate parent</i>				
Service fees	19,516	14,155	19,278	14,058
Sale of goods and rendering of services	-	403	-	403
<i>Parent</i>				
Service fees	7,337	9,309	7,155	8,984
Other income	1,126	2,700	1,126	2,700
<i>Subsidiary</i>				
Purchases	-	-	375,174	322,840
Service fees	-	-	1,498	1,124
Sale of goods and rendering of services	-	-	27	-
Other income	-	-	2,988	844

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	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
<i>(in thousand Baht)</i>				
<i>For the three-month period ended 30 June</i>				
<i>Other related parties</i>				
Purchases	524,469	69,861	513,206	64,357
Service fees	166,780	66,988	134,501	63,584
Sale of goods and rendering of services	322,259	94,506	322,259	94,506
Other income	7,090	3,069	7,090	3,069
<i>For the six-month period ended 30 June</i>				
<i>Ultimate parent</i>				
Service fees	32,656	27,313	30,012	27,065
Sale of goods and rendering of services	-	403	-	403
<i>Parent</i>				
Service fees	16,528	25,271	15,540	21,605
Other income	3,186	5,263	3,186	5,263
<i>Subsidiary</i>				
Purchases	-	-	726,594	645,467
Service fees	-	-	2,682	2,476
Sale of goods and rendering of services	-	-	27	310
Other income	-	-	6,475	1,762
<i>Other related parties</i>				
Purchases	844,808	158,817	822,382	143,261
Service fees	335,924	141,486	275,919	135,016
Sale of goods and rendering of services	534,830	174,510	534,830	174,510
Other income	11,592	8,204	11,592	8,204

Balances as at 30 June 2021 and 31 December 2020 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>(in thousand Baht)</i>				
<i>Trade receivables</i>				
Ultimate parent	-	29	-	29
Other related parties	250,962	70,687	250,962	70,687
Total	250,962	70,716	250,962	70,716
<i>Other current receivables</i>				
Ultimate parent	24,100	19,933	21,775	19,933
Parent	2,792	3,034	2,792	3,034
Subsidiary	-	-	4,790	2,361
Other related parties	4,310	5,354	4,010	5,354
Total	31,202	28,321	33,367	30,682

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	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
	<i>(in thousand Baht)</i>			
<i>Trade payables</i>				
Subsidiary	-	-	232,301	180,801
Other related parties	303,342	171,562	267,575	163,069
Total	303,342	171,562	499,876	343,870
<i>Other current payables</i>				
Ultimate parent	25,431	17,616	23,190	16,908
Parent	5,612	9,984	5,538	9,807
Subsidiary	-	-	1,843	1,416
Other related parties	27,858	27,237	26,441	26,266
Total	58,901	54,837	57,012	54,397

The Board of Directors and key management compensation

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>For the three-month period ended 30 June</i>				
Short-term employee benefits	9,627	8,043	9,627	8,043
Post-employment benefits	777	754	777	754
Total	10,404	8,797	10,404	8,797
<i>For the six-month period ended 30 June</i>				
Short-term employee benefits	17,566	16,096	17,566	16,096
Post-employment benefits	1,552	1,501	1,552	1,501
Total	19,118	17,597	19,118	17,597

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4 Trade and other current receivables

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>(in thousand Baht)</i>					
Trade receivables					
Related parties	3	250,962	70,716	250,962	70,716
Other companies		1,040,811	951,466	1,040,811	951,466
Less allowance for expected credit loss		(226)	(105)	(226)	(105)
Net		1,040,585	951,361	1,040,585	951,361
		1,291,547	1,022,077	1,291,547	1,022,077
Other current receivables					
Related parties	3	31,202	28,321	33,367	30,682
Other companies		81,406	53,441	77,477	50,416
		112,608	81,762	110,844	81,098
Total		1,404,155	1,103,839	1,402,391	1,103,175

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
<i>(in thousand Baht)</i>				
Expected credit loss				
For the six-month period ended 30 June				
Reversal (Additions)	(121)	11,778	(121)	11,778

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>(in thousand Baht)</i>				
Trade receivables				
Related parties				
Within credit terms	249,792	61,416	249,792	61,416
Overdue:				
Less than 1 month	305	2,146	305	2,146
1 - 3 months	865	2,862	865	2,862
Over 3 - 12 months	-	603	-	603
Over 12 months	-	3,689	-	3,689
Total	250,962	70,716	250,962	70,716

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	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
	<i>(in thousand Baht)</i>			
Other companies				
Within credit terms	1,011,550	893,455	1,011,550	893,455
Overdue:				
Less than 1 month	23,120	49,031	23,120	49,031
1 - 3 months	2,588	6,314	2,588	6,314
Over 3 - 12 months	3,491	2,562	3,491	2,562
Over 12 months	62	104	62	104
	<u>1,040,811</u>	<u>951,466</u>	<u>1,040,811</u>	<u>951,466</u>
<i>Less allowance for expected credit loss</i>	<u>(226)</u>	<u>(105)</u>	<u>(226)</u>	<u>(105)</u>
Net	<u>1,040,585</u>	<u>951,361</u>	<u>1,040,585</u>	<u>951,361</u>
Total	<u>1,291,547</u>	<u>1,022,077</u>	<u>1,291,547</u>	<u>1,022,077</u>

The normal credit terms granted by the Group is 30 - 120 days.

5 Business segment information

Segment information is presented in respect of the Group's business segments. The primary format, business segments, is based on the Group's management and internal reporting structure.

Segment assets, revenues and results of operations include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

The Group comprises the following main business segments:

- Manufacturing and sales of ceramic tiles business
- Industrial estate development, real estate business and installation service of solar equipment

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before income 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.

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Information relating to business segments for the six-month period ended 30 June was as follows:

	Manufacturing and sales of ceramic tiles		Industrial estate development, real estate and installation service of solar equipment		Total	
	1 Jan - 30 Jun		1 Jan - 30 Jun		1 Jan - 30 Jun	
	2021	2020	2021	2020	2021	2020
<i>(in thousand Baht)</i>						
Information from consolidated income statement						
External revenue	5,364,936	4,904,852	247,692	112,939	5,612,628	5,017,791
Other income	28,979	47,139	7,275	1,196	36,254	48,335
Interest income	1,908	1,387	-	-	1,908	1,387
Finance costs	1,651	5,137	-	-	1,651	5,137
Depreciation and amortization	314,508	344,823	10,160	9,599	324,668	354,422
Profit before income tax	414,696	170,760	39,802	36,024	454,498	206,784
Tax expense	(82,352)	(29,275)	(7,961)	(7,177)	(90,313)	(36,452)
Profit for the period	<u>332,344</u>	<u>141,485</u>	<u>31,841</u>	<u>28,847</u>	<u>364,185</u>	<u>170,332</u>
Information from consolidated statement of financial position						
	Manufacturing and sales of ceramic tiles		Industrial estate development and real estate and installation service of solar equipment		Total	
	30 Jun	31 Dec	30 Jun	31 Dec	30 Jun	31 Dec
	2021	2020	2021	2020	2021	2020
<i>(in thousand Baht)</i>						
Land development for sale	-	-	487,151	486,406	487,151	486,406
Segment assets	10,369,550	9,855,129	711,105	571,000	11,080,655	10,426,129

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6 Dividends

The dividends paid by the Company to shareholders were as follows:

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in thousand Baht)
<i>2021</i>				
Final dividend 2020	29 March 2021	22 April 2021	0.029	172,916
Total			0.029	172,916
<i>2020</i>				
Interim dividend 2019	19 March 2020	17 April 2020	0.012	71,552
Total			0.012	71,552

7 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets and financial liabilities measured at amortized cost if the carrying amount is a reasonable approximation of fair value.

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	Consolidated financial statements				Fair value		
	Carrying amount				Level 2	Level 3	Total
	Fair value through profit or loss	Fair value through other comprehensive income	Amortized cost	Total <i>(in thousand Baht)</i>			
<i>At 30 June 2021</i>							
<i>Financial assets</i>							
Cash and cash equivalents	-	-	1,055,482	1,055,482			
Trade receivables	-	-	1,291,547	1,291,547			
Derivatives assets	6,139	-	-	6,139	6,139		6,139
Long-term investment in other company	-	16,605	-	16,605		16,605	16,605
Total financial assets	6,139	16,605	2,347,029	2,369,773			
<i>Financial liabilities</i>							
Trade payables	-	-	981,869	981,869			
Lease liabilities	-	-	144,858	144,858			
Derivatives liabilities	2,026	-	-	2,026	2,026		2,026
Total financial liabilities	2,026	-	1,126,727	1,128,753			

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	Consolidated financial statements				Fair value		
	Carrying amount				Level 2	Level 3	Total
	Fair value through profit or loss	Fair value through other comprehensive income	Amortized cost	Total (in thousand Baht)			
<i>At 31 December 2020</i>							
<i>Financial assets</i>							
Cash and cash equivalents	-	-	731,232	731,232			
Trade receivables	-	-	1,022,077	1,022,077			
Derivatives assets	1,848	-	-	1,848	1,848		1,848
Long-term investment in other company	-	16,605	-	16,605		16,605	16,605
Total financial assets	1,848	16,605	1,753,309	1,771,762			
<i>Financial liabilities</i>							
Trade payables	-	-	709,228	709,228			
Lease liabilities	-	-	139,564	139,564			
Derivatives liabilities	3,143	-	-	3,143	3,143		3,143
Total financial liabilities	3,143	-	848,792	851,935			

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<i>At 30 June 2021</i>	Separate financial statements				Level 2	Fair value	
	Fair value through profit or loss	Carrying amount		Total		Level 3	Total
		Fair value through other comprehensive income	Amortized cost				
<i>Financial assets</i>							
Cash and cash equivalents	-	-	622,630	622,630			
Trade receivables	-	-	1,291,547	1,291,547			
Derivatives assets	6,139	-	-	6,139	6,139		6,139
Long-term investment in other company	-	16,605	-	16,605		16,605	16,605
Total financial assets	6,139	16,605	1,914,177	1,936,921			
<i>Financial liabilities</i>							
Trade payables	-	-	1,082,758	1,082,758			
Lease liabilities	-	-	129,097	129,097			
Derivatives liabilities	2,026	-	-	2,026	2,026		2,026
Total financial liabilities	2,026	-	1,211,855	1,213,881			

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	Separate financial statements				Fair value		
	Carrying amount		Amortized cost	Total	Level 2	Level 3	Total
	Fair value through profit or loss	Fair value through other comprehensive income					
<i>At 31 December 2020</i>							
			<i>(in thousand Baht)</i>				
Financial assets							
Cash and cash equivalents	-	-	370,763	370,763			
Trade receivables	-	-	1,022,077	1,022,077			
Derivatives assets	1,848	-	-	1,848	1,848		1,848
Long-term investment in other company	-	16,605	-	16,605		16,605	16,605
Total financial assets	1,848	16,605	1,392,840	1,411,293			
Financial liabilities							
Trade payables	-	-	817,927	817,927			
Lease liabilities	-	-	116,863	116,863			
Derivatives liabilities	3,143	-	-	3,143	3,143		3,143
Total financial liabilities	3,143	-	934,790	937,933			

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Financial instruments measured at fair value

The Group determined Level 2 fair values for forward exchange contracts were calculated using the rates initially quoted by the Group's bankers which were based on market conditions existing at the end of the reporting period to reflect current fair values of the contracts.

The Group determined Level 3 fair values for investments in equity instruments which is not actively traded in market. The fair value of the investment was then determined using a valuation technique that used significantly unobservable input such as the latest reporting net assets adjusted by relevant factors because the shares were not listed on Stock Exchange, and there were no recent observable arm's length transactions in the shares

8 Commitments and contingent liabilities

As at 30 June 2021

- (a) The Company had letters of guarantee issued by banks to government, state enterprises, private sectors and others totaling approximately Baht 20 million (*31 December 2020: Baht 17 million*).
- (b) The Group had commitments for construction building and machinery totaling approximately Baht 41 million (*31 December 2020: Baht 13 million*).
- (c) The Group had entered into various lease agreements. The periods of these agreements are 3 years expiring in various dates up to January 2024. Under the terms of these agreements, the Group has to pay annual rental as follows:

	Consolidated financial statements		Separate financial statements	
	30 Jun 2021	31 Dec 2020	30 Jun 2021	31 Dec 2020
	<i>(in thousand Baht)</i>			
Within one year	1,283	1,334	924	1,156
After one year but within five years	959	795	782	762
Total	2,242	2,129	1,706	1,918

- (d) The Company has entered into a purchase agreement with a local company to purchase electricity and heat energy with a price which is calculated under the conditions as indicated in the agreement. This agreement shall be in effect for the period of fifteen (15) years commencing on June 2012.

9 Thai Financial Reporting Standards (TFRS) that have been issued but are not yet effective

The Federation of Accounting Professions has revised TFRS which is effective for annual accounting periods beginning on or after 1 January 2022 and has not been adopted in the preparation of these interim financial statements because it is not yet effective. The Group has assessed the potential initial impact on the financial statements of this revised TFRS and expected that there will be no material impact on the financial statements in the period of initial application.

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10 Reclassification of accounts

Certain accounts in the income statement for the three-month and six-month periods ended 30 June 2020 have been reclassified to conform to the presentation in the 2021 interim financial statements were as follows:

	Consolidated financial statements		
	Before reclassification	Reclassification <i>(in thousand Baht)</i>	After reclassification
<i>Consolidated income statement for the three-month period ended 30 June 2020</i>			
Revenue from sales and rendering of services	2,369,118	56,184	2,425,302
Cost of sales and rendering of services	(1,787,221)	(13,916)	(1,801,137)
Other income	53,203	(42,268)	10,935
<i>Consolidated income statement for the six-month period ended 30 June 2020</i>			
Revenue from sales and rendering of services	4,892,158	125,633	5,017,791
Cost of sales and rendering of services	(3,609,207)	(48,993)	(3,658,200)
Other income	126,362	(76,640)	49,722
	Separate financial statements		
	Before reclassification	Reclassification <i>(in thousand Baht)</i>	After reclassification
<i>Income statement for the three-month period ended 30 June 2020</i>			
Revenue from sales and rendering of services	2,368,993	56,184	2,425,177
Cost of sales and rendering of services	(1,851,122)	(13,916)	(1,865,038)
Other income	53,223	(42,268)	10,955
<i>Income statement for the six-month period ended 30 June 2020</i>			
Revenue from sales and rendering of services	4,891,945	125,943	5,017,888
Cost of sales and rendering of services	(3,751,483)	(48,993)	(3,800,476)
Other income	126,785	(76,950)	49,835