

(UNREVIEWED)

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

Interim financial statements

for the three-month and six-month periods ended 30 June 2022

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2022

Assets	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Current assets</i>				
Cash and cash equivalents	1,345,798	1,323,902	922,487	826,460
Short-term investment	200,000	-	200,000	-
Trade and other current receivables	1,721,603	1,348,127	1,661,752	1,348,198
Inventories	3,031,917	2,770,613	2,803,593	2,545,596
Land development for sale	429,701	429,701	429,701	429,701
Total current assets	6,729,019	5,872,343	6,017,533	5,149,955
<i>Non-current assets</i>				
Long-term investment in other company	16,605	16,605	16,605	16,605
Investments in subsidiaries	-	-	1,433,935	1,333,935
Other non-current receivables	84,696	91,960	84,696	91,960
Investment property	401,633	400,945	399,456	398,732
Property, plant and equipment	4,704,414	4,825,227	4,278,249	4,392,608
Goodwill	25,350	25,350	-	-
Other intangible assets	77,986	83,990	75,761	82,891
Deferred tax assets	204,157	189,195	176,864	165,300
Other non-current assets	15,249	15,763	15,249	15,763
Total non-current assets	5,530,090	5,649,035	6,480,815	6,497,794
Total assets	12,259,109	11,521,378	12,498,348	11,647,749

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2022

	Consolidated		Separate	
	financial statements		financial statements	
Liabilities and shareholders' equity	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Current liabilities</i>				
Trade and other current payables	2,020,682	1,487,241	1,984,311	1,498,267
Short-term borrowing from related party	-	-	40,000	-
Current portion of lease liabilities	67,517	57,820	63,814	56,635
Corporate income tax payable	111,447	25,076	98,606	17,963
Current provisions				
for employee benefits	22,444	27,443	19,266	23,996
Total current liabilities	2,222,090	1,597,580	2,205,997	1,596,861
<i>Non-current liabilities</i>				
Lease liabilities	94,820	91,142	90,016	89,539
Non-current provisions				
for employee benefits	578,049	566,232	503,460	496,212
Other non-current provisions	10,526	10,640	2,820	2,820
Other non-current liabilities	5,081	5,227	5,081	5,227
Total non-current liabilities	688,476	673,241	601,377	593,798
Total liabilities	2,910,566	2,270,821	2,807,374	2,190,659

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2022

	Consolidated		Separate	
	financial statements		financial statements	
Liabilities and shareholders' equity	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
	<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>	<u>5,962,621</u>	<u>5,962,621</u>	<u>5,962,621</u>	<u>5,962,621</u>
<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	267,056	267,056	267,056	267,056
<i>Unappropriated</i>	1,818,069	1,720,083	2,053,478	1,819,594
Other components of shareholders' equity	(43,857)	(43,857)	-	-
Total shareholders' equity	<u>9,348,543</u>	<u>9,250,557</u>	<u>9,690,974</u>	<u>9,457,090</u>
Total liabilities and shareholders' equity	<u>12,259,109</u>	<u>11,521,378</u>	<u>12,498,348</u>	<u>11,647,749</u>

SCG Ceramics Public Company Limited and its Subsidiaries

Income statement

For the three-month period ended 30 June 2022

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	3,375,612	2,834,865	3,303,860	2,834,817
Cost of sales and rendering of services	(2,509,676)	(2,002,894)	(2,520,044)	(2,107,839)
Gross profit	865,936	831,971	783,816	726,978
Other income	23,297	14,607	54,699	16,996
Profit before expenses	889,233	846,578	838,515	743,974
Distribution costs	(519,841)	(459,049)	(471,177)	(415,641)
Administrative expenses	(153,274)	(165,924)	(137,164)	(148,489)
Total expenses	(673,115)	(624,973)	(608,341)	(564,130)
Profit from operations	216,118	221,605	230,174	179,844
Finance costs	(932)	(817)	(922)	(713)
Profit before income tax	215,186	220,788	229,252	179,131
Tax expense	(48,539)	(43,663)	(46,990)	(35,157)
Profit for the period	166,647	177,125	182,262	143,974
Basic earnings per share (in Baht)	0.03	0.03	0.03	0.02

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2022

	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Profit for the period	166,647	177,125	182,262	143,974
Other comprehensive income				
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	166,647	177,125	182,262	143,974

SCG Ceramics Public Company Limited and its Subsidiaries

Income statement

For the six-month period ended 30 June 2022

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	6,606,194	5,640,587	6,536,109	5,640,525
Cost of sales and rendering of services	(4,838,781)	(3,998,300)	(4,959,290)	(4,195,995)
Gross profit	1,767,413	1,642,287	1,576,819	1,444,530
Other income	49,623	34,658	236,623	39,455
Profit before expenses	1,817,036	1,676,945	1,813,442	1,483,985
Distribution costs	(1,023,150)	(901,977)	(922,846)	(815,931)
Administrative expenses	(311,850)	(318,819)	(282,154)	(284,130)
Total expenses	(1,335,000)	(1,220,796)	(1,205,000)	(1,100,061)
Profit from operations	482,036	456,149	608,442	383,924
Finance costs	(1,823)	(1,651)	(1,790)	(1,441)
Profit before income tax	480,213	454,498	606,652	382,483
Tax expense	(101,984)	(90,313)	(92,525)	(75,756)
Profit for the period	378,229	364,185	514,127	306,727
Basic earnings per share (in Baht)	0.06	0.06	0.09	0.05

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2022

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Profit for the period	378,229	364,185	514,127	306,727
Other comprehensive income				
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	378,229	364,185	514,127	306,727

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2022

Consolidated financial statements

	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	<u>Retained earnings</u> Appropriated Legal reserve		<i>Other components of shareholders' equity</i> Changes in other components from shareholders	Total shareholders' equity
				<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)	8,811,970
Transactions with owners, recorded directly in shareholders' equity							
<i>Contributions by and distributions to owners of the parent</i>							
Dividends	-	-	-	-	(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	-	-	-	-	364,185	-	364,185
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	364,185	-	364,185
Balance at 30 June 2021	5,962,621	1,133,594	211,060	242,610	1,497,211	(43,857)	9,003,239

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2022

	Consolidated financial statements					<i>Other components of shareholders' equity</i>	
	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	<u>Retained earnings</u> Appropriated Legal reserve	Unappropriated	Changes in other components from shareholders	Total shareholders' equity
	<i>(in thousand Baht)</i>						
Balance at 1 January 2022	5,962,621	1,133,594	211,060	267,056	1,720,083	(43,857)	9,250,557
Transactions with owners, recorded directly in shareholders' equity							
<i>Contributions by and distributions to owners of the parent</i>							
Dividends	-	-	-	-	(280,243)	-	(280,243)
<i>Total contributions by and distributions to owners of the parent</i>	-	-	-	-	(280,243)	-	(280,243)
Total transactions with owners, recorded directly in shareholders' equity	-	-	-	-	(280,243)	-	(280,243)
Comprehensive income for the period							
Profit or loss	-	-	-	-	378,229	-	378,229
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	378,229	-	378,229
Balance at 30 June 2022	5,962,621	1,133,594	211,060	267,056	1,818,069	(43,857)	9,348,543

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2022

	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	Separate financial statements		Total shareholders' equity
				<i>Retained earnings</i>		
				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	-	-	-	-	(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

SCG Ceramics Public Company Limited and its Subsidiaries
Statement of changes in shareholders' equity
For the six-month period ended 30 June 2022

	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 2022	5,962,621	1,133,594	274,225	267,056	1,819,594	9,457,090
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	-	-	-	-	(280,243)	(280,243)
<i>Total contributions by and distributions to owners of the parent</i>	-	-	-	-	(280,243)	(280,243)
Total transactions with owners, recorded directly in shareholders' equity	-	-	-	-	(280,243)	(280,243)
Comprehensive income for the period						
Profit or loss	-	-	-	-	514,127	514,127
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	514,127	514,127
Balance at 30 June 2022	5,962,621	1,133,594	274,225	267,056	2,053,478	9,690,974

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2022

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	378,229	364,185	514,127	306,727
<i>Adjustments for</i>				
Tax expense	101,984	90,313	92,525	75,756
Depreciation and amortization	308,367	324,668	272,954	287,418
loss on impairment	33	135	33	135
Reversal on inventories devaluation	(4,737)	(1,905)	(4,737)	(1,886)
Provisions for employee benefit expenses	20,914	21,078	15,575	18,138
Loss (gain) on foreign currency exchange	3,027	(1,893)	3,138	(1,979)
Dividend income	-	-	(150,000)	-
Interest income	(2,616)	(1,908)	(1,793)	(983)
Finance costs	1,824	1,649	1,790	1,438
Loss (gain) on sales of assets and others	135	(208)	332	(649)
Cash flows generated from operations				
before changes in operating assets and liabilities	807,160	796,114	743,944	684,115
<i>Decrease (increase) in operating assets</i>				
Trade and other current receivables	(374,418)	(289,210)	(305,804)	(280,676)
Inventories	(248,564)	(190,240)	(254,618)	(182,953)
Land development for sale	-	(745)	-	(745)
Other assets	7,240	12,497	7,240	12,497
Net increase in operating assets	(615,742)	(467,698)	(553,182)	(451,877)
<i>Increase (decrease) in operating liabilities</i>				
Trade and other current payables	518,482	430,524	476,142	401,704
Provisions for employee benefits	(14,095)	(71,114)	(13,058)	(50,788)
Other liabilities	(261)	2,126	(145)	2,750
Net increase in operating liabilities	504,126	361,536	462,939	353,666
Net cash flows generated from operations	695,544	689,952	653,701	585,904
Income tax paid	(30,564)	(51,924)	(23,435)	(42,809)
Net cash flows provided by operating activities	664,980	638,028	630,266	543,095

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2022

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Short-term investment	(200,000)	-	(200,000)	-
Acquisition of subsidiary, net of cash acquired	-	-	(100,000)	-
Proceeds from sale of property, plant and equipment	1,857	591	3,306	1,034
Acquisition of property, plant and equipment	(110,756)	(89,014)	(95,802)	(67,631)
Acquisition of intangible assets	(7,206)	(2,139)	(7,034)	(1,965)
Dividend received	-	-	150,000	-
Interest received	2,554	1,906	1,731	982
Net cash flows used in investing activities	(313,551)	(88,656)	(247,799)	(67,580)
<i>Cash flows from financing activities</i>				
<i>Proceeds from (payments of) borrowings</i>				
Proceeds from borrowings from related party	-	-	40,000	-
Payments of lease liabilities	(47,469)	(50,541)	(44,411)	(49,280)
Net decrease in borrowings	(47,469)	(50,541)	(4,411)	(49,280)
<i>Dividends paid</i>				
Dividends paid	(280,243)	(172,916)	(280,243)	(172,916)
Total dividends paid	(280,243)	(172,916)	(280,243)	(172,916)
Interest and other finance costs paid	(1,821)	(1,665)	(1,785)	(1,452)
Net cash flows used in financing activities	(329,533)	(225,122)	(286,439)	(223,648)
Net increase in cash and cash equivalents	21,896	324,250	96,028	251,867
Cash and cash equivalents at beginning of the period	1,323,902	731,232	826,459	370,763
Cash and cash equivalents at end of the period	1,345,798	1,055,482	922,487	622,630
<i>Supplementary information for cash flows</i>				
<i>Non-cash transactions at end of the period</i>				
Account payables from purchase of assets	43,434	43,284	34,022	38,320