

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

Interim financial statements
for the three-month and six-month periods ended
30 June 2023
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 subsidiaries as at 30 June 2023; the consolidated and separate income statement and the consolidated and separate statement of comprehensive income for three-month and six-month periods ended 30 June 2023, the consolidated and separate statements of changes in shareholders’ equity and cash flows for six-month periods ended 30 June 2023 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”.

(Songchai Wongpiriyaporn)
Certified Public Accountant
Registration No. 10996

KPMG Phoomchai Audit Ltd.
Bangkok
10 August 2023

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2023

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2023	2022	2023	2022
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Current assets					
Cash and cash equivalents		1,256,116	712,549	943,675	500,621
Short-term investment		-	500,000	-	350,000
Trade and other current receivables	3, 4	1,847,549	1,620,930	1,514,798	1,409,182
Short-term form borrowing	3	-	-	335,000	130,000
Inventories		3,164,159	3,068,229	2,671,820	2,766,223
Land development for sale		394,284	429,701	394,284	429,701
Total current assets		6,662,108	6,331,409	5,859,577	5,585,727
Non-current assets					
Long-term investment in other company		16,605	16,605	16,605	16,605
Investment in subsidiaries	5	-	-	1,433,935	1,433,935
Other non-current receivables	3	58,416	60,121	58,416	60,121
Investment property		400,530	401,442	398,354	399,266
Property, plant and equipment	6	4,362,907	4,055,007	3,782,583	3,573,408
Goodwill		25,350	25,350	-	-
Other intangible assets		46,010	60,770	43,410	58,687
Deferred tax assets		334,107	347,422	309,644	322,543
Other non-current assets		8,182	11,903	7,922	11,903
Total non-current assets		5,252,107	4,978,620	6,050,869	5,876,468
Total assets		11,914,215	11,310,029	11,910,446	11,462,195

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2023

		Consolidated		Separate	
		financial statements		financial statements	
Liabilities and shareholders' equity	Note	30 June	31 December	30 June	31 December
		2023	2022	2023	2022
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<i>Current liabilities</i>					
Trade and other current payables	3	2,046,206	1,705,593	1,819,354	1,650,702
Current portion of lease liabilities		79,030	75,066	72,073	69,667
Corporate income tax payable		91,499	2,210	76,570	-
Current provisions					
for employee benefits		19,429	48,257	17,495	45,722
Total current liabilities		2,236,164	1,831,126	1,985,492	1,766,091
<i>Non-current liabilities</i>					
Lease liabilities		131,312	147,452	114,640	130,386
Non-current provisions					
for employee benefits		512,350	493,108	440,894	424,439
Other non-current provisions		10,117	10,319	2,659	2,820
Other non-current liabilities		11,941	10,930	4,541	8,574
Total non-current liabilities		665,720	661,809	562,734	566,219
Total liabilities		2,901,884	2,492,935	2,548,226	2,332,310

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2023

Liabilities and shareholders' equity	Consolidated financial statements		Separate financial statements	
	30 June 2023 (Unaudited)	31 December 2022	30 June 2023 (Unaudited)	31 December 2022
	<i>(in thousand Baht)</i>			
Shareholders' equity				
Share capital				
<i>Authorized share capital</i>				
<i>(5,962,621 thousand ordinary shares, 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, 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>	1,474,479	1,279,391	1,724,724	1,492,389
Other components of shareholders' equity	(43,827)	(44,139)	-	-
Total equity attributable to owners of the company	9,004,983	8,809,583	9,362,220	9,129,885
Non-controlling interests	7,348	7,511	-	-
Total shareholders' equity	9,012,331	8,817,094	9,362,220	9,129,885
Total liabilities and shareholders' equity	11,914,215	11,310,029	11,910,446	11,462,195

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

SCG Ceramics Public Company Limited and its Subsidiaries

Income statement

For the three-month period ended 30 June 2023 (Unaudited)

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	3	3,276,091	3,375,612	3,108,795	3,303,860
Revenue from sales of land		116,289	-	116,289	-
Cost of sales and rendering of services	3	(2,496,128)	(2,509,676)	(2,416,773)	(2,520,044)
Cost of sales of land		(39,721)	-	(39,721)	-
Gross profit		856,531	865,936	768,590	783,816
Other income	3, 5	27,264	23,297	129,859	54,699
Profit before expenses		883,795	889,233	898,449	838,515
Distribution costs		(490,746)	(519,841)	(449,010)	(471,177)
Administrative expenses		(167,301)	(153,274)	(148,815)	(137,164)
Total expenses		(658,047)	(673,115)	(597,825)	(608,341)
Profit from operations		225,748	216,118	300,624	230,174
Finance costs		(1,354)	(932)	(1,211)	(922)
Profit before income tax		224,394	215,186	299,413	229,252
Tax expense		(51,291)	(48,539)	(46,378)	(46,990)
Profit for the period		173,103	166,647	253,035	182,262
Profit attributable to					
Owners of the Company		173,305	166,647	253,035	182,262
Non-controlling interests		(202)	-	-	-
		173,103	166,647	253,035	182,262
Basic earnings per share (in Baht)					
Attributable to owners of the Company		0.03	0.03	0.04	0.03

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2023 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Profit for the period	173,103	166,647	253,035	182,262
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating financial statement	774	-	-	-
Other comprehensive income for the period, net of tax	774	-	-	-
Total comprehensive income for the period	173,877	166,647	253,035	182,262
Total comprehensive income attributable to				
Owners of the Company	173,769	166,647	253,035	182,262
Non-controlling interests	108	-	-	-
	173,877	166,647	253,035	182,262

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SCG Ceramics Public Company Limited and its Subsidiaries

Income statement

For the six-month period ended 30 June 2023 (Unaudited)

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	3	6,708,488	6,606,194	6,380,404	6,536,109
Revenue from sales of land		141,489	-	141,489	-
Cost of sales and rendering of services	3	(5,000,446)	(4,838,781)	(4,878,784)	(4,959,290)
Cost of sales of land		(46,203)	-	(46,203)	-
Gross profit		1,803,328	1,767,413	1,596,906	1,576,819
Other income	3, 5	47,556	49,623	157,408	236,623
Profit before expenses		1,850,884	1,817,036	1,754,314	1,813,442
Distribution costs		(982,542)	(1,023,150)	(897,679)	(922,846)
Administrative expenses		(315,390)	(311,850)	(281,804)	(282,154)
Total expenses		(1,297,932)	(1,335,000)	(1,179,483)	(1,205,000)
Profit from operations		552,952	482,036	574,831	608,442
Finance costs		(2,737)	(1,823)	(2,453)	(1,790)
Profit before income tax		550,215	480,213	572,378	606,652
Tax expense		(116,994)	(101,984)	(101,538)	(92,525)
Profit for the period		433,221	378,229	470,840	514,127
Profit attributable to					
Owners of the Company		433,593	378,229	470,840	514,127
Non-controlling interests		(372)	-	-	-
		433,221	378,229	470,840	514,127
Basic earnings per share (in Baht)					
Attributable to owners of the Company		0.07	0.06	0.08	0.09

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SCG Ceramics Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2023 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Profit for the period	433,221	378,229	470,840	514,127
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating financial statement	521	-	-	-
Other comprehensive income for the period, net of tax	521	-	-	-
Total comprehensive income for the period	433,742	378,229	470,840	514,127
Total comprehensive income attributable to				
Owners of the Company	433,905	378,229	470,840	514,127
Non-controlling interests	(163)	-	-	-
	433,742	378,229	470,840	514,127

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023 (Unaudited)

Consolidated financial statements

	Note	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	Retained earnings		Other components of shareholders' equity Changes in other components from shareholders	Total shareholders' equity
					Appropriated Legal reserve	Unappropriated		
<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</i>								
Dividends	8	-	-	-	-	(280,243)	-	(280,243)
Total contributions by and distributions to owners		-	-	-	-	(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

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023 (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>		Exchange differences on translating financial statement	Changes in other components from shareholders	Total other components of shareholders' equity	Total equity attributable to owners of the Company	Non-controlling interests	Total shareholders' equity
					Appropriated Legal reserve	Unappropriated						
<i>(in thousand Baht)</i>												
Balance at 1 January 2023		5,962,621	1,133,594	211,060	267,056	1,279,391	(282)	(43,857)	(44,139)	8,809,583	7,511	8,817,094
Transactions with owners, recorded directly in shareholders' equity												
<i>Contributions by and distributions to owners</i>												
Dividends	8	-	-	-	-	(238,505)	-	-	-	(238,505)	-	(238,505)
Total contributions by and distributions to owners		-	-	-	-	(238,505)	-	-	-	(238,505)	-	(238,505)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-	(238,505)	-	-	-	(238,505)	-	(238,505)
Comprehensive income for the period												
Profit or loss		-	-	-	-	433,593	-	-	-	433,593	(372)	433,221
Other comprehensive income		-	-	-	-	-	312	-	312	312	209	521
Total comprehensive income for the period		-	-	-	-	433,593	312	-	312	433,905	(163)	433,742
Balance at 30 June 2023		5,962,621	1,133,594	211,060	267,056	1,474,479	30	(43,857)	(43,827)	9,004,983	7,348	9,012,331

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023 (Unaudited)

	<i>Note</i>	Separate financial statements					Total shareholders' equity
		Issued and paid share capital	Share premium on ordinary shares	Other surpluses	<i>Retained earnings</i>		
					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</i>							
Dividends	8	-	-	-	-	(280,243)	(280,243)
Total contributions by and distributions to owners		-	-	-	-	(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

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023 (Unaudited)

	<i>Note</i>	Separate financial statements					Total shareholders' equity
		Issued and paid share capital	Share premium on ordinary shares	Other surpluses	<i>Retained earnings</i>		
					Appropriated Legal reserve	Unappropriated	
<i>(in thousand Baht)</i>							
Balance at 1 January 2023		5,962,621	1,133,594	274,225	267,056	1,492,389	9,129,885
Transactions with owners, recorded directly in shareholders' equity							
<i>Contributions by and distributions to owners</i>							
Dividends	8	-	-	-	-	(238,505)	(238,505)
<i>Total contributions by and distributions to owners</i>		-	-	-	-	(238,505)	(238,505)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-	(238,505)	(238,505)
Comprehensive income for the period							
Profit or loss		-	-	-	-	470,840	470,840
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	470,840	470,840
Balance at 30 June 2023		5,962,621	1,133,594	274,225	267,056	1,724,724	9,362,220

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2023 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	433,221	378,229	470,840	514,127
<i>Adjustments for</i>				
Tax expense	116,994	101,984	101,538	92,525
Depreciation and amortization	259,261	308,367	224,652	272,954
Loss on impairment	1	33	1	33
Reversal on inventories devaluation	(37,576)	(4,737)	(37,429)	(4,737)
Provisions for employee benefit expenses	20,942	20,914	17,843	15,575
Loss on foreign currency exchange	9,131	3,027	7,805	3,138
Dividend income	-	-	(100,000)	(150,000)
Interest income	(4,245)	(2,616)	(5,415)	(1,793)
Finance costs	2,737	1,824	2,453	1,790
Loss (gain) on sales of assets and others	(30,094)	135	(26,124)	332
Cash flows generated from operations				
before changes in operating assets and liabilities	770,372	807,160	656,164	743,944
<i>Decrease (increase) in operating assets</i>				
Trade and other current receivables	(248,825)	(374,418)	(135,938)	(305,804)
Inventories	(58,166)	(248,564)	131,832	(254,618)
Land development for sale	35,417	-	35,417	-
Other assets	9,628	7,240	9,939	7,240
Net decrease (increase) in operating assets	(261,946)	(615,742)	41,250	(553,182)
<i>Increase (decrease) in operating liabilities</i>				
Trade and other current payables	323,229	518,482	154,296	476,142
Provisions for employee benefits	(30,528)	(14,095)	(29,616)	(13,058)
Other liabilities	809	(261)	(4,194)	(145)
Net increase in operating liabilities	293,510	504,126	120,486	462,939
Net cash flows generated from operations	801,936	695,544	817,900	653,701
Income tax paid	(14,835)	(30,564)	(7,958)	(23,435)
Net cash flows provided by operating activities	787,101	664,980	809,942	630,266

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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2023 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Short-term investment	500,000	(200,000)	350,000	(200,000)
Acquisition of subsidiary, net of cash acquired	-	-	-	(100,000)
Proceeds from sale of property, plant and equipment	1,003	1,857	954	3,306
Acquisition of property, plant and equipment	(459,595)	(110,756)	(333,036)	(95,802)
Acquisition of intangible assets	(3,286)	(7,206)	(2,529)	(7,034)
Payments for loans to related party, net	-	-	(205,000)	-
Dividends received	-	-	100,000	150,000
Interest received	4,122	2,554	5,149	1,731
Net cash flows provided by (used in) investing activities	42,244	(313,551)	(84,462)	(247,799)
<i>Cash flows from financing activities</i>				
<i>Payments of borrowings</i>				
Proceeds from short-term loans borrowings, net	-	-	-	40,000
Payments of lease liabilities	(45,065)	(47,469)	(41,635)	(44,411)
Net decrease in borrowings	(45,065)	(47,469)	(41,635)	(4,411)
Dividends paid	(238,331)	(280,243)	(238,331)	(280,243)
Total dividends paid	(238,331)	(280,243)	(238,331)	(280,243)
Interest and other finance costs paid	(2,741)	(1,821)	(2,460)	(1,786)
Net cash flows used in financing activities	(286,137)	(329,533)	(282,426)	(286,440)
Net increase in cash and cash equivalents	543,208	21,896	443,054	96,027
Effect of exchange rate changes on cash and cash equivalents	359	-	-	-
Cash and cash equivalents at beginning of the period	712,549	1,323,902	500,621	826,460
Cash and cash equivalents at end of the period	1,256,116	1,345,798	943,675	922,487
<i>Supplementary information for cash flows</i>				
Non-cash from investing and financing transactions at end of the period				
Account payables from purchase of assets	87,865	43,434	80,036	34,022

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

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

Note	Contents
1	General information
2	Basis of preparation of the interim financial statements
3	Related parties
4	Trade receivables
5	Investment in subsidiaries
6	Property, plant and equipment
7	Business segment information
8	Dividends
9	Financial instruments
10	Commitments and contingent liabilities
11	Others
12	Thai Financial Reporting Standards (TFRSs) that have been issued but are not yet effective

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (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 10 August 2023.

1 General information

SCG Ceramics Public Company Limited, the "Company", is incorporated in Thailand. The Company's registered offices are 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 SCG Decor Public Company Limited. and The Siam Cement Public Company Limited, respectively. Both were incorporated in Thailand.

On 1 November 2022, Cementsai Ceramics Company Limited ("CCCL") (the major shareholder of SCG Ceramics Public Company Limited) transferred all of its shares in the Company, representing 82.75% of the authorized share capital to SCG Decor Company Limited ("SCG Decor") (Formerly SCG Building Materials Company Limited) later change to SCG Decor Public Company Limited on 7 June 2023, which both CCCL and SCG Decor are subsidiaries of The Siam Cement Public Company Limited ("SCC"), in which SCC directly and indirectly holds 100% of the share capital. In this regard, this transfer of shares is part of business restructuring within the SCC group, and will not cause any change of control, or have any effect on the business policy or the structure of the Board of Directors and executives of the Company in any respect.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim consolidated 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 consolidated financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual consolidated financial statements. Accordingly, these interim consolidated financial statements should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2022.

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

In preparing these interim consolidated financial statements, judgements and estimates are made by management in applying the Group's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2022 unless otherwise stated.

(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.

3 Related parties

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	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
<i>For the three-month period ended 30 June</i>				
<i>Ultimate parent</i>				
Service fees	19,861	17,450	16,696	14,926
<i>Intermediate parent (*)</i>				
Purchases	6,827	-	302	-
<i>Parent (*)</i>				
Service fees	1,740	6,314	1,671	6,134
Other income	1,871	1,563	1,871	1,563
<i>Subsidiaries</i>				
Purchases	-	-	405,726	404,190
Service fees	-	-	343	392
Sales and rendering of services	-	-	8,137	1,238
Dividend income	-	-	100,000	-
Other income	-	-	6,774	31,933
<i>Other related parties</i>				
Purchases	552,543	734,729	458,600	724,461
Service fees	170,902	192,774	142,548	159,717
Sales and rendering of services	217,282	336,134	163,800	263,222
Other income	4,876	7,462	4,876	7,462

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
<i>(in thousand Baht)</i>				
<i>For the six-month period ended 30 June</i>				
<i>Ultimate parent</i>				
Service fees	39,174	39,099	32,441	34,146
<i>Intermediate parent (*)</i>				
Purchases	11,358	-	320	-
<i>Parent (*)</i>				
Service fees	2,384	11,242	2,313	10,923
Other income	3,079	3,337	3,079	3,337
<i>Subsidiaries</i>				
Purchases	-	-	825,854	853,909
Service fees	-	-	623	686
Sales and rendering of services	-	-	12,451	2,949
Dividend income	-	-	100,000	150,000
Other income	-	-	13,143	36,127
<i>Other related parties</i>				
Purchases	965,229	1,288,358	859,198	1,268,514
Service fees	347,725	373,380	290,766	306,581
Sales and rendering of services	430,901	598,155	344,479	525,243
Other income	8,921	12,998	8,901	12,998

() Cementhai Ceramics Company Limited (“CCCL”) is a major shareholder of the Company from 1 January 2022 to 31 October 2022 and SCG Decor Public Company Limited (“SCG Decor”) (Formerly SCG Building Materials Company Limited) is the major shareholder of the Company and The Siam Fibre-Cement Company Limited as Intermediate parent since 1 November 2022.*

Balances as at 30 June 2023 and 31 December 2022 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
<i>(in thousand Baht)</i>				
<i>Trade receivables</i>				
Subsidiaries	-	-	2,427	-
Other related parties	264,321	275,140	163,529	188,984
Total	264,321	275,140	165,956	188,984
<i>Other current receivables</i>				
Ultimate parent	23,949	19,081	21,815	19,047
Parent (*)	2,391	1,821	2,391	1,810
Subsidiaries	-	-	18,919	4,969
Other related parties	47,919	9,777	7,717	9,557
Total	74,259	30,679	50,842	35,383

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	<i>(in thousand Baht)</i>			
<i>Short-term loan</i>				
Subsidiaries	-	-	335,000	130,000
Total	-	-	335,000	130,000
<i>Advance payment from software license fee shown under non-current receivable</i>				
Ultimate parent	27,281	36,367	27,281	36,367
Other related parties	962	1,387	962	1,387
Total	28,243	37,754	28,243	37,754
<i>Trade payables</i>				
Intermediate parent (*)	6,408	237	302	237
Subsidiaries	-	-	221,542	202,926
Other related parties	339,696	214,284	272,659	197,085
Total	346,104	214,521	494,503	400,248
<i>Other current payables</i>				
Ultimate parent	22,648	16,266	20,214	15,160
Intermediate parent (*)	345	129	345	129
Parent (*)	1,175	3,627	1,099	3,396
Subsidiaries	-	-	354	296
Other related parties	23,229	28,527	21,395	26,844
Total	47,397	48,549	43,407	45,825

(*) *Cementhai Ceramics Company Limited (“CCCL”) is a major shareholder of the Company from 1 January 2022 to 31 October 2022 and SCG Decor Public Company Limited (“SCG Decor”) (Formerly SCG Building Materials Company Limited) is the major shareholder of the Company and The Siam Fibre-Cement Company Limited as Intermediate parent since 1 November 2022.*

The Board of Directors and key management compensation

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
<i>For the three-month periods ended 30 June</i>				
Short-term employee benefits	10,602	11,073	10,602	11,073
Post-employment benefits	876	841	876	841
Total	11,478	11,914	11,478	11,914
<i>For the six-month periods ended 30 June</i>				
Short-term employee benefits	20,775	19,312	20,775	19,312
Post-employment benefits	1,752	1,680	1,752	1,680
Total	22,527	20,992	22,527	20,992

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

4 Trade receivables

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		30 June 2023	31 December 2022	30 June 2023	31 December 2022
<i>(in thousand Baht)</i>					
Trade receivables					
Related parties					
Within credit terms		242,771	266,363	160,978	183,966
Overdue:					
Less than 1 month		20,206	5,742	3,634	1,983
1 - 3 months		1,344	3,035	1,344	3,035
Total	3	<u>264,321</u>	<u>275,140</u>	<u>165,956</u>	<u>188,984</u>
Other companies					
Within credit terms		1,306,100	1,155,119	1,200,482	1,067,023
Overdue:					
Less than 1 month		79,423	43,696	27,350	39,562
1 - 3 months		13,436	4,436	12,747	4,404
Over 3 - 12 months		1,597	-	1,570	-
Over 12 months		31	37	31	37
		<u>1,400,587</u>	<u>1,203,288</u>	<u>1,242,180</u>	<u>1,111,026</u>
Less allowance for expected credit loss		(31)	(37)	(31)	(37)
Net		<u>1,400,556</u>	<u>1,203,251</u>	<u>1,242,149</u>	<u>1,110,989</u>
Total		<u>1,664,877</u>	<u>1,478,391</u>	<u>1,408,105</u>	<u>1,299,973</u>

5 Investment in subsidiaries

	Ownership interest		Paid-up capital		Cost method		Dividend income	
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	30 Jun 2022
	(%)				<i>(in thousand Baht)</i>			
Sosuco Ceramic Co., Ltd.	100	100	800,000	800,000	1,333,935	1,333,935	100,000	150,000
SUSUNN Smart Solution Co., Ltd.	100	100	100,000	100,000	100,000	100,000	-	-
Total			<u>900,000</u>	<u>900,000</u>	<u>1,433,935</u>	<u>1,433,935</u>	<u>100,000</u>	<u>150,000</u>

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

6 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month period ended 30 June 2023 were as follows:

	Consolidated financial statements			Separate financial statements		
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Depreciation charge for the period <i>(in thousand Baht)</i>	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Depreciation charge for the period
Land and land improvements	33,273	(1,490)	(17,012)	33,273	(1,490)	(17,177)
Buildings and structures	48,121	(5,897)	(46,302)	47,385	(5,897)	(39,629)
Machinery and equipment	118,576	(855)	(143,742)	108,991	(855)	(118,510)
Furniture fixtures and office equipment	10,933	(192)	(12,216)	9,365	(192)	(11,387)
Vehicle and equipment	22,233	(1,641)	(30,222)	20,625	(1,641)	(28,012)
Construction in progress	461,635	(127,302)	-	335,510	(121,184)	-
Total	<u>694,771</u>	<u>(137,377)</u>	<u>(249,494)</u>	<u>555,149</u>	<u>(131,259)</u>	<u>(214,715)</u>

7 Business segment information

Segment information is presented in respect of the Group's 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 use to evaluate performance and allocate resources for management. The Group measured performance 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.

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

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	
	2023	2022	2023	2022	2023	2022
	<i>(in thousand Baht)</i>					
Information from consolidated income statement						
Revenue from sales and rendering of services	6,264,458	6,309,397	444,030	296,797	6,708,488	6,606,194
Revenue from sales of land	-	-	141,489	-	141,489	-
Other income	39,287	43,463	4,023	3,544	43,310	47,007
Interest income	4,246	2,616	-	-	4,246	2,616
Finance costs	2,723	1,823	14	-	2,737	1,823
Depreciation and amortization	247,704	297,190	11,557	11,177	259,261	308,367
Profit before income tax	394,633	433,338	155,582	46,875	550,215	480,213
Tax expense	(85,501)	(92,700)	(31,493)	(9,284)	(116,994)	(101,984)
Profit for the period	<u>309,132</u>	<u>340,638</u>	<u>124,089</u>	<u>37,591</u>	<u>433,221</u>	<u>378,229</u>

	Manufacturing and sales of ceramic tiles		Industrial estate development, real estate and installation service of solar equipment		Total	
	30 Jun	31 Dec	30 Jun	31 Dec	30 Jun	31 Dec
	2023	2022	2023	2022	2023	2022
	<i>(in thousand Baht)</i>					
Information from consolidated statement of financial position						
Land development for sale	-	-	394,284	429,701	394,284	429,701
Segment assets	10,171,569	9,830,648	1,348,362	1,049,680	11,519,931	10,880,328

8 Dividends

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

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in thousand Baht)
2023				
Annual dividend 2022	24 March 2023	21 April 2023	0.040	238,505
Total			0.040	238,505
2022				
Annual dividend 2021	25 March 2022	22 April 2022	0.047	280,243
Total			0.047	280,243

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

9 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. 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.

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

	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>At 30 June 2023</i>							
Financial assets							
Cash and cash equivalents	-	-	1,256,116	1,256,116			
Trade receivables	-	-	1,664,877	1,664,877			
Derivative assets	10,529	-	-	10,529	10,529	-	10,529
Long-term investment in other company	-	16,605	-	16,605	-	16,605	16,605
Total financial assets	10,529	16,605	2,920,993	2,948,127			
Financial liabilities							
Trade payables	-	-	1,153,788	1,153,788			
Lease liabilities	-	-	210,342	210,342			
Derivative liabilities	3,214	-	-	3,214	3,214	-	3,214
Total financial liabilities	3,214	-	1,364,130	1,367,344			

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

	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>At 31 December 2022</i>	<i>(in thousand Baht)</i>						
Financial assets							
Cash and cash equivalents	-	-	712,549	712,549			
Short-term investment	-	-	500,000	500,000			
Trade receivables	-	-	1,478,391	1,478,391			
Derivative assets	2,450	-	-	2,450	2,450	-	2,450
Long-term investment in other company	-	16,605	-	16,605	-	16,605	16,605
Total financial assets	2,450	16,605	2,690,940	2,709,995			
Financial liabilities							
Trade payables	-	-	935,348	935,348			
Lease liabilities	-	-	222,518	222,518			
Derivative liabilities	28,910	-	-	28,910	28,910	-	28,910
Total financial liabilities	28,910	-	1,157,866	1,186,776			

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

	Carrying amount				Separate financial statements		Fair value	
	Fair value through profit or loss	Fair value through other comprehensive income	Amortized cost	Total	Level 2	Level 3		Total
At 30 June 2023								
Financial assets								
Cash and cash equivalents	-	-	943,675	943,675				
Trade receivables	-	-	1,408,105	1,408,105				
Derivative assets	7,993	-	-	7,993	7,993	-	7,993	
Long-term investment in other company	-	16,605	-	16,605	-	16,605	16,605	
Total financial assets	7,993	16,605	2,351,780	2,376,378				
Financial liabilities								
Trade payables	-	-	1,092,503	1,092,503				
Lease liabilities	-	-	186,713	186,713				
Derivative liabilities	3,214	-	-	3,214	3,214	-	3,214	
Total financial liabilities	3,214	-	1,279,216	1,282,430				

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

	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 2022</i>							
Financial assets							
Cash and cash equivalents	-	-	500,621	500,621			
Short-term investment	-	-	350,000	350,000			
Trade receivables	-	-	1,299,973	1,299,973			
Derivative assets	2,450	-	-	2,450	2,450	-	2,450
Long-term investment in other company	-	16,605	-	16,605	-	16,605	16,605
Total financial assets	2,450	16,605	2,150,594	2,169,649			
Financial liabilities							
Trade payables	-	-	996,962	996,962			
Lease liabilities	-	-	200,053	200,053			
Derivative liabilities	27,358	-	-	27,358	27,358	-	27,358
Total financial liabilities	27,358	-	1,197,015	1,224,373			

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

Financial instruments measured at fair value

The Group determined Level 2 fair values for financial assets and financial liabilities using valuation techniques. Derivatives assets and liabilities such as forward exchange contracts and commodity 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 fair value of interest rate swap is calculated from the difference between the present value of future cash flows based on the yield curve of the contractual interest rate and the expected interest rate based on observable market for similar financial instruments.

The Group determined Level 3 fair values for financial assets and financial liabilities using valuation techniques. Investments in equity instruments which are not actively traded in market were calculated using valuation techniques such as the latest reporting net assets adjusted by relevant factors. This was because the equity instruments were not listed on any stock exchanges and there were no recent observable arm's length transactions in the instruments.

10 Commitments and contingent liabilities

As at 30 June 2023

- (a) The Company had letters of guarantee issued by banks to government, state enterprises, private sectors and others totaling approximately Baht 69 million (*31 December 2022: Baht 39 million*).
- (b) The Group had commitments for construction building and machinery totaling approximately Baht 184 million (*31 December 2022: Baht 77 million*).
- (c) Unused letters of credit approximately Baht 41 million (*31 December 2022: Baht 82 million*).
- (d) The Group had entered into various lease agreements. The periods of these agreements are 5 years expiring in various dates up to September 2027. Under the terms of these agreements, the Group has to pay annual rental as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Within one year	8,809	8,796	7,769	7,735
After one year but within five years	11,024	11,150	9,491	9,656
Total	19,833	19,946	17,260	17,391

- (e) 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.

SCG Ceramics Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2023 (Unaudited)

11 Others

On 23 May 2023, The Extraordinary General Meeting of Shareholders No.1/2023 approved for the following topics:

- Approved the delisting of the Company's shares from listed securities on the Stock Exchange of Thailand to be in line with the restructuring plan.
- Approved the amendment of the articles of associations of the Company to accordance with the restructuring plan.

12 Thai Financial Reporting Standards (TFRSs) that have been issued but are not yet effective

The Federation of Accounting Professions has revised TFRSs which are effective for annual accounting periods beginning on or after 1 January 2024 and have not been adopted in the preparation of these interim consolidated financial statements because they are not yet effective. The Group has assessed the potential initial impact on the consolidated financial statements of these revised TFRSs and expected that there will be no material impact on the consolidated financial statements in the period of initial application.