

(UNREVIEWED)

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

Interim financial statements

for the three-month and six-month periods ended 30 June 2023

(UNREVIEWED)

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of financial position

As at 30 June 2023

Assets	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	<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	1,847,549	1,620,930	1,514,798	1,409,182
Short-term form borrowing	-	-	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	-	-	1,433,935	1,433,935
Other non-current receivables	58,416	60,121	58,416	60,121
Investment property	400,530	401,442	398,354	399,266
Property, plant and equipment	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

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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	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	<i>(in thousand Baht)</i>			
<i>Current liabilities</i>				
Trade and other current payables	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

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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	30 June 2023	31 December 2022	30 June 2023	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

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SCG Ceramics Public Company Limited and its Subsidiaries

Income statement

For the three-month period ended 30 June 2023

	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	3,276,091	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	(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	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

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SCG Ceramics Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2023

	Consolidated		Separate	
	financial statements	financial statements	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

	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	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	(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	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)	-	-	-
	<u>433,221</u>	<u>378,229</u>	<u>470,840</u>	<u>514,127</u>
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

	Consolidated		Separate	
	financial statements	financial statements	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

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SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023

Consolidated financial statements

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

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SCG Ceramics Public Company Limited and its Subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023

	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>		Exchange differences on 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	Unappropriated						
Legal reserve											
<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	-	-	-	-	(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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2023

	Consolidated		Separate	
	financial statements	financial statements	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

SCG Ceramics Public Company Limited and its Subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2023

	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)
Payment 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				
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 investing and financing transactions				
at end of the period				
Account payables from purchase of assets	87,865	43,434	80,036	34,022