

(UNAUDITED)

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

Financial statements

for the year ended 31 December 2021

(UNAUDITED)

SCG Ceramics Public Company Limited and its Subsidiary

Statement of financial position

As at 31 December 2021

Assets	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Current assets				
Cash and cash equivalents	1,323,902	731,232	826,460	370,763
Trade and other current receivables	1,348,127	1,103,839	1,348,198	1,103,175
Inventories	2,770,613	2,628,830	2,545,596	2,419,908
Land development for sale	429,701	486,406	429,701	486,406
Total current assets	5,872,343	4,950,307	5,149,955	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	91,960	109,644	91,960	109,644
Investment property	400,945	401,997	398,732	399,785
Property, plant and equipment	4,825,227	5,071,246	4,392,608	4,600,062
Goodwill	25,350	25,350	-	-
Other intangible assets	83,990	101,373	82,891	101,037
Deferred tax assets	189,195	212,916	165,300	185,848
Other non-current assets	15,763	23,097	15,763	23,097
Total non-current assets	5,649,035	5,962,228	6,497,794	6,770,013
Total assets	11,521,378	10,912,535	11,647,749	11,150,265

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SCG Ceramics Public Company Limited and its Subsidiary

Statement of financial position

As at 31 December 2021

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
Liabilities and shareholders' equity	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>Current liabilities</i>				
Trade and other current payables	1,487,241	1,231,937	1,498,267	1,299,515
Current portion of lease liabilities	57,820	75,029	56,635	67,723
Corporate income tax payable	25,076	46,976	17,963	38,302
Current provisions				
for employee benefits	27,443	90,370	23,996	69,192
Total current liabilities	1,597,580	1,444,312	1,596,861	1,474,732
<i>Non-current liabilities</i>				
Lease liabilities	91,142	64,535	89,539	49,140
Non-current provisions				
for employee benefits	566,232	578,622	496,212	501,611
Other non-current provisions	10,640	12,442	2,820	3,694
Other non-current liabilities	5,227	654	5,227	654
Total non-current liabilities	673,241	656,253	593,798	555,099
Total liabilities	2,270,821	2,100,565	2,190,659	2,029,831

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SCG Ceramics Public Company Limited and its Subsidiary

Statement of financial position

As at 31 December 2021

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
Liabilities and shareholders' equity	2021	2020	2021	2020
	<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	267,056	242,610	267,056	242,610
<i>Unappropriated</i>	1,720,083	1,305,942	1,819,594	1,507,384
Other components of shareholders' equity	(43,857)	(43,857)	-	-
Total equity attributable to				
owners of the parent	9,250,557	8,811,970	9,457,090	9,120,434
Total shareholders' equity	9,250,557	8,811,970	9,457,090	9,120,434
Total liabilities and shareholders' equity	11,521,378	10,912,535	11,647,749	11,150,265

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SCG Ceramics Public Company Limited and its Subsidiary

Income statement

For the year ended 31 December 2021

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Revenue from sales and rendering of services	11,063,430	10,194,023	11,063,484	10,193,823
Revenue from sales of land	130,680	-	130,680	-
Cost of sales and rendering of services	(8,019,632)	(7,263,713)	(8,389,915)	(7,581,693)
Cost of sales of land	(57,450)	-	(57,450)	-
Gross profit	3,117,028	2,930,310	2,746,799	2,612,130
Other income	82,032	69,944	92,149	273,671
Profit before expenses	3,199,060	3,000,254	2,838,948	2,885,801
Distribution costs	(1,831,800)	(1,688,467)	(1,661,668)	(1,533,647)
Administrative expenses	(633,367)	(784,433)	(561,903)	(694,468)
Total expenses	(2,465,167)	(2,472,900)	(2,223,571)	(2,228,115)
Profit from operations	733,893	527,354	615,377	657,686
Finance costs	(3,513)	(7,403)	(3,174)	(6,567)
Profit before income tax	730,380	519,951	612,203	651,119
Tax expense	(146,776)	(95,643)	(123,277)	(84,206)
Profit for the year	583,604	424,308	488,926	566,913
Profit attributable to				
Owners of the parent	583,604	420,190	488,926	566,913
Non-controlling interests	-	4,118	-	-
	<u>583,604</u>	<u>424,308</u>	<u>488,926</u>	<u>566,913</u>
Basic earnings per share (in Baht)				
Attributable to owners of the parent	<u>0.10</u>	<u>0.07</u>	<u>0.08</u>	<u>0.10</u>

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SCG Ceramics Public Company Limited and its Subsidiary

Statement of comprehensive income

For the year ended 31 December 2021

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the year	583,604	424,308	488,926	566,913
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Gain on remeasurements of defined benefit plans	34,874	6,304	25,807	3,707
Income tax relating to items that will not be reclassified subsequently to profit or loss	(6,975)	(1,261)	(5,161)	(741)
Total items that will not be reclassified subsequently to profit or loss	27,899	5,043	20,646	2,966
Other comprehensive income for the year, net of tax	27,899	5,043	20,646	2,966
Total comprehensive income for the year	611,503	429,351	509,572	569,879
Total comprehensive income attributable to				
Owners of the parent	611,503	425,233	509,572	569,879
Non-controlling interests	-	4,118	-	-
	611,503	429,351	509,572	569,879

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SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the year ended 31 December 2021

	Consolidated financial statements								
	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	Retained earnings		Other components of shareholders' equity			Total shareholders' equity
				Appropriated	Unappropriated	Changes in other components from shareholders	Total other components of shareholders' equity	Total equity attributable to owners of the parent	
				Legal reserve					
<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	-	-	-	-	(172,916)	-	-	(172,916)	(172,916)
Total contributions by and distributions to owners of the parent	-	-	-	-	(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 year									
Profit or loss	-	-	-	-	583,604	-	-	583,604	583,604
Other comprehensive income	-	-	-	-	27,899	-	-	27,899	27,899
Total comprehensive income for the year	-	-	-	-	611,503	-	-	611,503	611,503
Transfer to legal reserve	-	-	-	24,446	(24,446)	-	-	-	-
Balance at 31 December 2021	5,962,621	1,133,594	211,060	267,056	1,720,083	(43,857)	(43,857)	9,250,557	9,250,557

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the year ended 31 December 2021

	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 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	-	-	-	-	(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 year						
Profit or loss	-	-	-	-	566,913	566,913
Other comprehensive income	-	-	-	-	2,966	2,966
Total comprehensive income for the year	-	-	-	-	569,879	569,879
Transfer to legal reserve	-	-	-	28,346	(28,346)	-
Balance at 31 December 2020	5,962,621	1,133,594	274,225	242,610	1,507,384	9,120,434

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SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in shareholders' equity

For the year ended 31 December 2021

	Separate financial statements					Total shareholders' equity
	Issued and paid share capital	Share premium on ordinary shares	Other surpluses	Retained earnings		
						Appropriated Legal reserve
	<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)
Total contributions by and distributions to owners of the parent	-	-	-	-	(172,916)	(172,916)
Total transactions with owners, recorded directly in shareholders' equity	-	-	-	-	(172,916)	(172,916)
Comprehensive income for the year						
Profit or loss	-	-	-	-	488,926	488,926
Other comprehensive income	-	-	-	-	20,646	20,646
Total comprehensive income for the year	-	-	-	-	509,572	509,572
Transfer to legal reserve	-	-	-	24,446	(24,446)	-
Balance at 31 December 2021	5,962,621	1,133,594	274,225	267,056	1,819,594	9,457,090

SCG Ceramics Public Company Limited and its Subsidiary

Statement of cash flows

For the year ended 31 December 2021

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the year	583,604	424,308	488,926	566,913
<i>Adjustments for</i>				
Tax expense	146,776	95,643	123,277	84,206
Depreciation and amortization	644,594	694,631	571,806	614,455
(Reversal) loss on impairment	1,118	(6,258)	1,118	(6,258)
Loss on inventories devaluation	8,821	1,045	7,160	3,179
Provisions for employee benefit expenses	43,066	52,883	37,181	46,276
Loss (gain) on foreign currency exchange	(3,065)	3,684	(2,947)	3,683
Dividend income	-	-	-	(200,000)
Interest income	(3,733)	(2,592)	(1,896)	(1,312)
Interest expense	3,511	7,398	3,171	6,562
Loss on sales of assets and others	1,329	27,928	887	28,487
Cash flows generated from operations				
before changes in operating assets and liabilities	1,426,021	1,298,670	1,228,683	1,146,191
<i>Decrease (increase) in operating assets</i>				
Trade and other current receivables	(250,667)	52,516	(242,520)	52,819
Inventories	(138,438)	223,354	(129,499)	120,966
Land development for sale	56,705	-	56,705	-
Other assets	23,593	22,692	23,593	22,692
Net decrease (increase) in operating assets	(308,807)	298,562	(291,721)	196,477
<i>Increase (decrease) in operating liabilities</i>				
Trade and other current payables	240,926	(181,271)	182,167	(167,626)
Provisions for employee benefits	(83,509)	(130,582)	(61,968)	(138,632)
Other liabilities	2,771	(609)	3,699	81
Net increase (decrease) in operating liabilities	160,188	(312,462)	123,898	(306,177)
Net cash flows generated from operations	1,277,402	1,284,770	1,060,860	1,036,491
Income tax paid	(151,929)	(50,943)	(128,230)	(40,619)
Net cash flows provided by operating activities	1,125,473	1,233,827	932,630	995,872

SCG Ceramics Public Company Limited and its Subsidiary

Statement of cash flows

For the year ended 31 December 2021

	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 sale of property, plant and equipment	2,578	6,139	3,028	5,580
Acquisition of property, plant and equipment	(252,345)	(202,518)	(202,731)	(161,486)
Acquisition of intangible assets	(7,757)	(9,446)	(6,774)	(9,446)
Dividends received	-	-	-	200,000
Interest received	3,733	2,675	1,896	1,395
Net cash flows used in investing activities	(253,791)	(203,150)	(204,581)	(538,817)
<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>Payments of borrowings</i>				
Short-term borrowings from financial institutions	-	(160,000)	-	(160,000)
Payments of lease liabilities	(102,563)	(116,223)	(96,262)	(107,329)
Net decrease in borrowings	(102,563)	(276,223)	(96,262)	(267,329)
<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	(3,533)	(8,219)	(3,174)	(7,387)
Net cash flows used in financing activities	(279,012)	(930,854)	(272,352)	(346,268)
Net increase in cash and cash equivalents	592,670	99,823	455,697	110,787
Cash and cash equivalents at beginning of the year	731,232	631,409	370,763	259,976
Cash and cash equivalents at end of the year	1,323,902	731,232	826,460	370,763
<i>Supplementary information for cash flows</i>				
<i>Non-cash transactions at end of the year</i>				
Account payables from purchase of assets	34,580	19,459	30,313	13,634