

(Unaudited)

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

Consolidated financial statements
for the the year ended 31 December 2018

And

Financial statements
for the period 1 August 2018 (the date of amalgamation)
to 31 December 2018

SCG Ceramics Public Company Limited and its Subsidiary
(Unaudited)
Statement of financial position
As at 31 December 2018

	Consolidated		Separate
	financial statements		financial statements
	31 December	31 December	31 December
Assets	2018	2017	2018
		<i>(in Baht)</i>	
<i>Current assets</i>			
Cash and cash equivalents	424,433,394	911,722,111	119,856,847
Trade and other current receivables	1,352,137,559	1,574,733,533	1,348,724,540
Short-term loans	-	119,136,338	-
Inventories	2,898,357,304	2,961,127,333	2,544,045,939
Land developed held for sales	581,581,908	597,036,717	581,581,908
Other current assets	4,596,185	2,056,334	4,596,185
Total current assets	<u>5,261,106,350</u>	<u>6,165,812,366</u>	<u>4,598,805,419</u>
<i>Non-current assets</i>			
Other long-term investment	16,605,300	16,873,849	16,605,300
Investments in subsidiary	-	-	758,918,880
Other non-current receivables	162,506,934	150,764,797	162,506,934
Investment properties	402,830,154	407,700,996	400,579,759
Property, plant and equipment	5,570,221,540	5,748,521,725	5,113,986,660
Assets not used in operations	13,890,916	12,174,483	13,890,916
Goodwill	25,350,470	25,350,470	-
Intangible assets	114,626,238	62,510,806	113,561,721
Deferred tax assets	138,964,175	167,808,745	119,680,915
Other non-current assets	19,338,710	23,908,520	19,338,710
Total non-current assets	<u>6,464,334,437</u>	<u>6,615,614,391</u>	<u>6,719,069,795</u>
Total assets	<u><u>11,725,440,787</u></u>	<u><u>12,781,426,757</u></u>	<u><u>11,317,875,214</u></u>

SCG Ceramics Public Company Limited and its Subsidiary

(Unaudited)

Statement of financial position

As at 31 December 2018

	Consolidated		Separate
	financial statements		financial statements
	31 December	31 December	31 December
	2018	2017	2018
		<i>(in Baht)</i>	
Liabilities and shareholders' equity			
<i>Current liabilities</i>			
Bank overdrafts	-	2,908,145	-
Short-term borrowings from financial institutions	865,000,000	-	865,000,000
Trade and other current payables	1,505,897,853	1,535,880,827	1,543,739,860
Short-term borrowings	-	844,393,903	-
Income tax payable	3,445,067	30,644,564	-
Current provisions for employee benefits	23,010,182	14,170,465	22,508,462
Total current liabilities	<u>2,397,353,102</u>	<u>2,427,997,904</u>	<u>2,431,248,322</u>
<i>Non-current liabilities</i>			
Non-current provisions for employee benefits	399,956,528	433,754,192	343,519,093
Other non-current provisions	16,429,926	17,698,431	6,276,227
Other non-current liabilities	2,385,831	1,053,637	2,385,831
Total non-current liabilities	<u>418,772,285</u>	<u>452,506,260</u>	<u>352,181,151</u>
Total liabilities	<u>2,816,125,387</u>	<u>2,880,504,164</u>	<u>2,783,429,473</u>

SCG Ceramics Public Company Limited and its Subsidiary
(Unaudited)
Statement of financial position
As at 31 December 2018

	Consolidated		Separate
	financial statements		financial statements
	31 December	31 December	31 December
	2018	2017	2018
	<i>(in Baht)</i>		
Liabilities and shareholders' equity			
<i>Shareholders' equity</i>			
Share capital			
<i>Authorised share capital</i>			
- Ordinary shares	5,962,621,233	5,962,621,233	5,962,621,233
<i>Issued and paid up share capital</i>			
- Ordinary shares	5,962,621,233	5,962,621,233	5,962,621,233
Ordinary shares held before amalgamation	-	(51,744,000)	-
Premium on ordinary shares	1,133,593,746	1,133,593,746	1,133,593,746
Premium on amalgamation under common control	211,060,278	-	274,225,379
Retained earnings			
<i>Appropriated</i>			
Legal reserve	206,907,164	200,150,248	206,907,164
<i>Unappropriated</i>	883,288,114	1,358,363,798	957,098,219
Other components of shareholders' equity	-	90,265	-
Total equity attributable to owners of the parent	8,397,470,535	8,603,075,290	8,534,445,741
Shareholders' equity before amalgamation	-	759,639,301	-
Non-controlling interests	511,844,865	538,208,002	-
Total shareholders' equity	8,909,315,400	9,900,922,593	8,534,445,741
Total liabilities and shareholders' equity	11,725,440,787	12,781,426,757	11,317,875,214

SCG Ceramics Public Company Limited and its Subsidiary
(Unaudited)
Statement of income

	Consolidated		Separate
	financial statements		financial statements
	For the Year ended 31 December 2018	For the Year ended 31 December 2017	For the period from 1 August 2018 to 31 December 2018
	<i>(in Baht)</i>		
Revenue from sales of goods	11,513,150,085	12,754,136,434	4,486,254,537
Revenue from sales of land	43,361,475	223,003,898	19,500,000
Cost of sales of goods	(8,375,644,530)	(8,995,367,213)	(3,326,572,151)
Cost of sales of land	(17,281,933)	(97,215,423)	(4,841,629)
Gross profit	3,163,585,097	3,884,557,696	1,174,340,757
Other income	233,272,648	213,565,079	90,786,509
Profit before expenses	3,396,857,745	4,098,122,775	1,265,127,266
Distribution costs	(1,799,635,839)	(2,094,413,981)	(640,736,699)
Administrative expenses	(1,463,777,513)	(1,253,136,400)	(468,260,131)
Total expenses	(3,263,413,352)	(3,347,550,381)	(1,108,996,830)
Profit from operations	133,444,393	750,572,394	156,130,436
Finance costs	(25,200,003)	(36,648,620)	(7,214,368)
Profit before income tax	108,244,390	713,923,774	148,916,068
Income tax expense	(82,750,490)	(107,947,770)	(21,289,212)
Profit (loss) for the period	25,493,900	605,976,004	127,626,856
Profit (loss) attributable to			
Owners of the parent	(3,583,331)	541,166,965	127,626,856
Company in the Group before business restructuring	13,540,480	34,925,591	-
Non-controlling interests	15,536,751	29,883,448	-
	25,493,900	605,976,004	127,626,856
Basic earnings (loss) per share (in Baht)			
Attributable to owners of the parent	(0.00)	0.09	0.02

SCG Ceramics Public Company Limited and its Subsidiary

(Unaudited)

Statement of comprehensive income

	Consolidated		Separate
	financial statements		financial statements
	For the Year ended 31 December 2018	For the Year ended 31 December 2017	For the period from 1 August 2018 to 31 December 2018
	<i>(in Baht)</i>		
Profit (loss) for the period	25,493,900	605,976,004	127,626,856
Other comprehensive income			
<i>Components of other comprehensive income that will be reclassified to profit or loss</i>			
Reversal of remeasuring investments held as available for sale	(90,265)	(1,795)	-
Total components of other comprehensive income that will be reclassified to profit or loss	(90,265)	(1,795)	-
<i>Components of other comprehensive income that will not be reclassified to profit or loss</i>			
Defined benefit plan actuarial losses	8,405,763	(9,220,429)	8,579,411
Income tax relating to components of other comprehensive income that will not be reclassified to profit or loss	(1,681,152)	1,607,212	(1,715,882)
Total components of other comprehensive income that will not be reclassified to profit or loss	6,724,611	(7,613,217)	6,863,529
Other comprehensive income for the period, net of tax	6,634,346	(7,615,012)	6,863,529
Total comprehensive income for the period	32,128,246	598,360,992	134,490,385
Total comprehensive income attributable to			
Owners of the parent	2,047,590	534,927,331	134,490,385
Company in the Group before business restructuring	13,540,480	34,184,400	-
Non-controlling interests	16,540,176	29,249,261	-
	32,128,246	598,360,992	134,490,385

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in equity

	Consolidated financial statements											
	<u>Other components of shareholders' equity</u>											
						Other						
					Retained earnings		comprehensive income					
	Issued and paid-up share capital		Ordinary shares held before amalgamation	Premium on ordinary shares	Legal reserve	Appropriated	Unappropriated	Investments held as available for sale	Total other components of shareholders' equity	Total equity attributable to owners of the parent	Shareholders' equity before amalgamation	Non-controlling interests
Balance at 1 January 2017	5,962,621,233	(51,744,000)	1,133,593,746	189,779,798		1,071,206,572	92,060	92,060	8,305,549,409	747,009,901	527,403,741	9,579,963,051
Transactions with owners, recorded directly in shareholders' equity												
<i>Contributions by and distributions to owners of the parent</i>												
Dividends	-	-	-	-	-	(237,401,450)	-	-	(237,401,450)	(21,555,000)	(18,445,000)	(277,401,450)
<i>Total contributions by and distributions to owners of the parent</i>	-	-	-	-	-	(237,401,450)	-	-	(237,401,450)	(21,555,000)	(18,445,000)	(277,401,450)
Total transactions with owners, recorded directly in shareholders' equity	-	-	-	-	-	(237,401,450)	-	-	(237,401,450)	(21,555,000)	(18,445,000)	(277,401,450)
Comprehensive income for the period												
Profit or loss	-	-	-	-	-	541,166,965	-	-	541,166,965	34,925,591	29,883,448	605,976,004
Other comprehensive income	-	-	-	-	-	(6,237,839)	(1,795)	(1,795)	(6,239,634)	(741,191)	(634,187)	(7,615,012)
Total comprehensive income for the period	-	-	-	-	-	534,929,126	(1,795)	(1,795)	534,927,331	34,184,400	29,249,261	598,360,992
Transfer to legal reserve	-	-	-	-	10,370,450	(10,370,450)	-	-	-	-	-	-
Balance at 31 December 2017	5,962,621,233	(51,744,000)	1,133,593,746	200,150,248		1,358,363,798	90,265	90,265	8,603,075,290	759,639,301	538,208,002	9,900,922,593

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in equity

	Consolidated financial statements											
	<i>Other components of shareholders' equity</i>											
	<i>Retained earnings</i>					<i>Other comprehensive income</i>		Total other components of shareholders' equity	Total equity attributable to owners of the parent	Shareholders' equity before amalgamation	Non-controlling interests	Total shareholders' equity
	Appropriated	Unappropriated				Investments held as available for sale	(in Baht)					
Issued and paid-up share capital	Ordinary shares held before amalgamation	Premium on ordinary shares	Premium on amalgamation under common control	Legal reserve								
Balance at 1 January 2018	5,962,621,233	(51,744,000)	1,133,593,746	-	200,150,248	1,358,363,798	90,265	90,265	8,603,075,290	759,639,301	538,208,002	9,900,922,593
Transactions with owners, recorded directly in shareholders' equity												
<i>Contributions by and distributions to owners of the parent</i>												
Dividends	-	-	-	-	-	(477,663,530)	-	-	(477,663,530)	(32,332,500)	(27,667,500)	(537,663,530)
<i>Total contributions by and distributions to owners of the parent</i>	-	-	-	-	-	(477,663,530)	-	-	(477,663,530)	(32,332,500)	(27,667,500)	(537,663,530)
<i>Changes in ownership interest in subsidiaries</i>												
Amalgamation	-	51,744,000	-	211,060,278	-	7,206,907	-	-	270,011,185	(740,847,281)	(15,235,813)	(486,071,909)
<i>Total changes in ownership interests in subsidiaries</i>	-	51,744,000	-	211,060,278	-	7,206,907	-	-	270,011,185	(740,847,281)	(15,235,813)	(486,071,909)
Total transactions with owners, recorded directly in shareholders' equity	-	51,744,000	-	211,060,278	-	(470,456,623)	-	-	(207,652,345)	(773,179,781)	(42,903,313)	(1,023,735,439)
Comprehensive income for the period												
Profit or loss	-	-	-	-	-	(3,583,331)	-	-	(3,583,331)	13,540,480	15,536,751	25,493,900
Other comprehensive income	-	-	-	-	-	5,721,186	(90,265)	(90,265)	5,630,921	-	1,003,425	6,634,346
Total comprehensive income for the period	-	-	-	-	-	2,137,855	(90,265)	(90,265)	2,047,590	13,540,480	16,540,176	32,128,246
Transfer to legal reserve	-	-	-	-	6,756,916	(6,756,916)	-	-	-	-	-	-
Balance at 31 December 2018	5,962,621,233	-	1,133,593,746	211,060,278	206,907,164	883,288,114	-	-	8,397,470,535	-	511,844,865	8,909,315,400

SCG Ceramics Public Company Limited and its Subsidiary

Statement of changes in equity

	Separate financial statements					<u>Other components of shareholders' equity</u>		
	Issued and paid share capital	Premium on ordinary shares	Premium on amalgamation under common control	Retained earnings		<u>Other</u>		Total shareholders' equity
				Legal reserve	Unappropriated	Investments held as available for sale	Total other components of shareholders' equity	
<i>(in Baht)</i>								
Balance at 1 January 2018	-	-	-	-	-	-	-	-
Transactions with owners, recorded directly in shareholders' equity								
<i>Changes in ownership interests in subsidiaries</i>								
Amalgamation	5,962,621,233	1,133,593,746	274,225,379	200,525,821	828,989,177	-	-	8,399,955,356
Total changes in ownership interests in subsidiaries	5,962,621,233	1,133,593,746	274,225,379	200,525,821	828,989,177	-	-	8,399,955,356
Comprehensive income for the period								
Profit or loss	-	-	-	-	127,626,856	-	-	127,626,856
Other comprehensive income	-	-	-	-	6,863,529	-	-	6,863,529
Total comprehensive income for the period	-	-	-	-	134,490,385	-	-	134,490,385
Transfer to legal reserve	-	-	-	6,381,343	(6,381,343)	-	-	-
Balance at 31 December 2018	5,962,621,233	1,133,593,746	274,225,379	206,907,164	957,098,219	-	-	8,534,445,741

Statement of cash flows

	Consolidated		Separate
	financial statements		financial statements
	For the year ended 31 December 2018	For the year ended 31 December 2017	For the period from 1 August 2018 to 31 December 2018
		(in Baht)	
<i>Cash flows from operating activities</i>			
Profit (loss) for the year	25,493,900	605,976,004	127,626,856
<i>Adjustments for</i>			
Tax expense	82,750,490	107,947,770	21,289,212
Depreciation and amortisation	599,155,587	664,743,457	220,868,564
Loss on doubtful and bad debts expenses	20,891	216,601	-
Reversal of allowance for decline in value and slow-moving of inventories	15,962,609	24,462,076	3,246,504
Employee mutual separation plan expense	47,456,314	-	-
Provisions for employee benefit	64,045,361	40,938,953	36,576,802
Loss on impairment of assets not used in operations	19,593,344	-	15,662,236
Loss on assets not used in operations written-off	-	-	1,246,165
Loss on sales of investment	28,366	-	-
Loss on sales and written-off of property, plant and equipment	7,632,238	260,858	(2,151,022)
Unrealised loss (gain) on exchange	(1,932,997)	(1,433,358)	3,520,016
Finance costs	25,200,003	36,648,620	7,214,368
Interest income	(4,351,848)	(5,278,731)	(228,265)
Cash flows generated from operations			
before changes in operating assets and liabilities	881,054,258	1,474,482,249	434,871,436
<i>Decrease (increase) in operating assets</i>			
Trade and other current receivables	221,092,065	106,522,320	352,431,444
Inventories	46,807,420	143,021,024	15,057,058
Land developed held for sales	15,454,809	61,980,906	4,274,629
Other current assets	2,953,346	14,731,624	2,204,611
Other non-current assets	(7,209,030)	8,084,895	(24,206,214)
Net decrease (increase) in operating assets	279,098,610	334,340,769	349,761,528
<i>Increase (decrease) in operating liabilities</i>			
Trade and other current payables	(5,487,834)	(234,059,677)	(70,133,972)
Employee mutual separation plan expense		-	(245,451,057)
Provisions for employee benefit	(128,053,859)	(37,917,721)	(27,495,301)
Other non-current liabilities	63,689	(1,970,617)	2,099,354
Net increase (decrease) in operating liabilities	(133,478,004)	(273,948,015)	(340,980,976)

SCG Ceramics Public Company Limited and its Subsidiary
(Unaudited)
Statement of cash flows

	Consolidated		Separate
	financial statements		financial statements
	For the year ended 31 December 2018	For the year ended 31 December 2017	For the period from 1 August 2018 to 31 December 2018
		<i>(in Baht)</i>	
Net cash flows generated from operations	1,026,674,864	1,534,875,003	443,651,988
Income tax paid	(87,861,784)	(71,715,890)	(45,121,956)
Net cash flows provided by operating activities	938,813,080	1,463,159,113	398,530,032
<i>Cash flows from investing activities</i>			
Acquisition of property, plant and equipment and investment properties	(454,137,114)	(690,539,800)	(121,809,040)
Proceeds from sales of property, plant and equipment	5,412,908	5,131,119	987,347
Acquisition of intangible assets	(68,366,779)	(1,076,876)	(9,389,793)
Acquisition of investments	(758,918,880)	(8,000)	-
Proceeds from sales of investments	240,491,069	-	-
Proceeds from short-term loans	119,136,338	-	-
Payments of short-term loans	-	(20,822,271)	-
Dividends received from shareholders before amalgamation	32,332,500	-	-
Interest received	4,355,167	5,278,789	228,265
Net cash flows used in investing activities	(879,694,791)	(702,037,039)	(129,983,221)
<i>Cash flows from financing activities</i>			
Payment of bank overdrafts and Proceeds from short-term borrowings	862,091,854	(11,651,630)	(757,000,000)
Payments of short-term borrowings	(844,393,903)	(97,253,950)	-
Net increase (decrease) in borrowings	17,697,951	(108,905,580)	(757,000,000)
Dividends paid			
Dividends paid to owners of the parent	(477,663,530)	(237,401,451)	-
Dividend paid to shareholders before amalgamation	(32,332,500)	(21,556,000)	-
Dividends paid to non-controlling interests	(27,667,500)	(18,444,000)	-
Total dividends paid	(537,663,530)	(277,401,451)	-
Interest paid	(26,441,428)	(36,648,620)	(7,000,752)
Net cash flows used in financing activities	(546,407,007)	(422,955,651)	(764,000,752)
Net increase (decrease) in cash and cash equivalents	(487,288,718)	338,166,423	(495,453,941)
Cash and cash equivalents at beginning of the period	911,722,111	573,555,688	615,310,788
Cash and cash equivalents at end of the period	424,433,393	911,722,111	119,856,847
<i>Supplementary information for cash flows</i>			
Non-cash transactions			
Payables from purchase of property, plant and equipment	33,807,153	54,426,237	28,156,968